



The Board of Directors of KIM HIN JOO (MALAYSIA) BERHAD hereby announce the following unaudited consolidated results for the fourth quarter and financial year ended (“FYE”) 31 December 2025.

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME FOR THE FOURTH QUARTER AND FYE
31 DECEMBER 2025**

	3 months ended		12 months ended	
	31.12.2025 RM'000	31.12.2024 RM'000	31.12.2025 RM'000	31.12.2024 RM'000
Revenue	18,876	24,036	77,129	92,584
Cost of sales	(11,090)	(14,052)	(44,207)	(53,584)
Gross profit	7,786	9,984	32,922	39,000
Other operating income	466	1,177	2,048	2,702
Selling and marketing costs	(905)	(936)	(3,079)	(3,391)
Administration and other operating expenses	(8,898)	(10,331)	(35,090)	(40,373)
Finance cost	(157)	(159)	(531)	(634)
Loss before tax	(1,708)	(265)	(3,730)	(2,696)
Tax expense	(696)	13	(721)	(355)
Loss and total comprehensive loss for the period	(2,404)	(252)	(4,451)	(3,051)
Basic earnings per ordinary share (sen)	(0.63)	(0.07)	(1.17)	(0.80)

The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to the interim financial statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025**

	As at 31.12.2025 RM'000	As at 31.12.2024 RM'000 (Audited)
ASSETS		
Non-Current Assets		
Plant and equipment	3,571	3,524
Right-of-use assets	14,721	8,413
Deferred tax assets	-	721
Refundable deposits	1,545	824
	19,837	13,482
Current Assets		
Inventories	23,672	33,134
Trade receivables	2,164	1,436
Other receivables, deposits and prepaid expenses	2,789	4,847
Short-term investments	6,128	-
Tax recoverable	866	1,123
Fixed deposits with licensed banks	27,704	16,204
Cash and bank balances	8,396	17,750
	71,719	74,494
TOTAL ASSETS	91,556	87,976



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2025**

	As at 31.12.2025 RM'000	As at 31.12.2024 RM'000 (Audited)
Equity attributable to owners of the parent		
Share capital	31,128	31,128
Retained earnings	36,883	41,714
TOTAL EQUITY	68,011	72,842
Non-Current Liability		
Lease liabilities	10,247	4,946
	10,247	4,946
Current Liabilities		
Trade payables	4,185	2,090
Other payables, accrued expenses and provision	4,446	4,380
Amount due to other related companies	228	-
Lease Liabilities	4,439	3,717
Tax Liabilities	-	1
	13,298	10,188
TOTAL LIABILITIES	23,545	15,134
TOTAL EQUITY AND LIABILITIES	91,556	87,976
Net assets per ordinary share attributable to ordinary equity holders of the Company (sen)	17.90	19.17

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to the interim financial statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FYE 31 DECEMBER 2025**

←— Attributable to owners of the Company —→

	Share Capital RM'000	Retained Earnings RM'000	Total RM'000
Balance as at 1 January 2024	31,128	45,145	76,273
Total comprehensive loss for the year	-	(3,051)	(3,051)
Dividend paid (19 August 2024)	-	(380)	(380)
Balance as at 31 December 2024	31,128	41,714	72,842
Balance as at 1 January 2025	31,128	41,714	72,842
Total comprehensive loss for the year	-	(4,451)	(4,451)
Dividend paid (18 August 2025)	-	(380)	(380)
Balance as at 31 December 2025	31,128	36,883	68,011

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to the interim financial statements.



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FYE 31 DECEMBER 2025**

	12 months ended 31.12.2025 RM'000	12 months ended 31.12.2024 RM'000
CASH FLOWS FROM/(USED IN) OPERATING ACTIVITIES		
Loss before tax	(3,730)	(2,696)
Adjustments:		
Amortisation of right-of-use asset	4,801	6,523
Depreciation for plant and equipment	2,139	2,993
Finance costs:		
- Unwinding of interest expense of provision for restoration cost	14	29
- Lease interest expense	517	605
Fair value gain on short-term investment	(128)	-
Fit out contribution	-	(153)
Gain on disposal of plant and equipment	(22)	-
Gain on termination of MFRS 16	(104)	(295)
Interest income	(1,038)	(759)
Inventories		
- Written down / (Reversal)	(199)	(86)
- Written off	837	562
Plant and equipment written off	37	22
Unrealised (gain) / loss on foreign exchange	(22)	(16)
Unwinding of interest income – refundable deposit	(78)	(32)
Operating profit before changes in working capital	3,024	6,697
Changes in working capital:		
(Increase)/Decrease in:		
Inventories	8,824	18,746
Trade receivables	(728)	138
Other receivables, deposits and prepaid expenses	1,415	(76)
Amount due from holding company	-	83
Amount due from other related companies	-	700
Increase/(Decrease) in:		
Trade payables	2,119	(3,710)
Other payables, accrued expenses and provision	51	(1,372)
Amount due to other related companies	228	-
Cash generated from operations	14,933	21,206
Income tax paid	(450)	(516)
Income tax refund	706	-
Net cash from operating activities	15,189	20,690



**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FYE 31 DECEMBER 2025**

	12 months ended 31.12.2025 RM'000	12 months ended 31.12.2024 RM'000
CASH FLOWS FROM/(USED IN) INVESTING ACTIVITIES		
Acquisition of plant and equipment	(2,223)	(1,381)
Interest received	1,038	759
Increase in fixed deposit pledged	(68)	(1,159)
Increase in short-term investment	(6,000)	-
Proceed from disposal of short-term investment	-	2,039
Proceeds from disposal of fixed assets	22	-
Net cash (used in) / from investing activities	(7,231)	258
CASH FLOWS USED IN FINANCING ACTIVITIES		
Dividend paid	(380)	(380)
Interest paid	(517)	(605)
Repayment of lease liabilities	(4,982)	(6,670)
Net cash used in financing activities	(5,879)	(7,655)
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS		
	2,079	13,293
Effect of exchange rate differences on the balance of cash held in foreign currencies	(1)	(6)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	31,818	18,531
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	33,896	31,818
Cash and cash equivalents comprise:		
Fixed deposits	27,704	16,204
Cash and bank balances	8,396	17,750
	36,100	33,954
Less: Fixed deposits pledged with licensed banks	(2,204)	(2,136)
	33,896	31,818

[^] *Negligible*

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024 and the accompanying explanatory notes attached to the interim financial statements.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOURTH QUARTER ENDED 31 DECEMBER 2025**

A COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (MFRS) 134: INTERIM FINANCIAL REPORTING AND THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (“BURSA SECURITIES”) (“LISTING REQUIREMENTS”)

A1 Basis of preparation

These condensed consolidated interim financial statements are unaudited and have been prepared in accordance with all the new Malaysian Financial Reporting Standards (“MFRS”) and Amendments to MFRSs issued by the Malaysian Accounting Standards Board (“MASB”) and Rule 9.22 and Appendix 9B of the Listing Requirements.

The unaudited condensed consolidated interim financial statements should be read in conjunction with audited financial statements for the financial year ended (“FYE”) 31 December 2024 and the accompanying explanatory notes therein. The explanatory notes attached to these unaudited condensed consolidated interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of Kim Hin Joo (Malaysia) Berhad and its subsidiaries (“Group”) since FYE 31 December 2024.

A2 Material Accounting Policy Information

The accounting policies adopted by the Group in these condensed consolidated interim financial statements are consistent with those adopted in the audited financial statements for the FYE 31 December 2024, save for the adoption of the following amendments to MFRSs, which became effective and relevant to the Group for financial period beginning 1 January 2025:

Amendments to MFRS

Amendments to MFRS 121 *Lack of Exchangeability*

The adoption of the above amendments to MFRS did not have any material impact on the amounts reported in the financial statements of the Group upon its initial application.



NOTES TO THE INTERIM FINANCIAL STATEMENTS FOURTH QUARTER ENDED 31 DECEMBER 2025

New MFRSs and amendments to MFRSs in issue but not yet effective

At the date of authorisation for issue of these financial statements, the new MFRSs and amendments to MFRSs which were in issue but not yet effective and not early adopted by the Group are as listed below:

Amendments to MFRS 10 and MFRS 128	<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture¹</i>
Amendments to MFRSs	<i>Annual Improvements to MFRS Standards – Volume 11²</i>
Amendments to MFRS 9 and MFRS 7	<i>Amendments to the Classification and Measurement of Financial Instruments²</i>
Amendments to MFRS 9 and MFRS 7	<i>Contracts Referencing Nature-dependent Electricity²</i>
Amendments to MFRS 19	<i>Subsidiaries without Public Accountability: Disclosures³</i>
Amendments to MFRS 121	<i>Translation to a Hyperinflationary Presentation Currency³</i>
MFRS 18	<i>Presentation and Disclosure in Financial Statements³</i>
MFRS 19	<i>Subsidiaries Without Public Accountability: Disclosures³</i>

¹ Effective date deferred to a date to be determined and announced by MASB.

² Effective immediately for annual periods beginning before 1 January 2026 with earlier application permitted.

³ Effective immediately for annual periods beginning before 1 January 2027 with earlier application permitted.

The adoption of these new MFRSs and amendments to MFRSs are not expected to have any material financial impact on the financial statements of the Group in the period of initial application.

A3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the preceding audited financial statements of the Group for the FYE 31 December 2024 was not subject to any qualification.

A4 Seasonality

The Group's business operations are generally dependent on the Malaysia's economy, consumer confidence and Government restrictions and policies on retail operations, as well as major festive seasons sales such as Chinese New Year, Hari Raya and Christmas celebrations.

A5 Nature and amount of items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter under review.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOURTH QUARTER ENDED 31 DECEMBER 2025**

A6 Changes in Estimates

There were no changes in estimates that have had a material effect on the current quarter results.

A7 Changes in Debt and Equity Securities

There was no issuance, cancellations, repurchases, resale or repayments of debt and equity securities during the current financial quarter.

A8 Dividends Paid

A final dividend of 0.1 sen per ordinary share amounting to RM380,000 in respect of the financial year ended 31 December 2024 has been approved by shareholders at the Forty-fourth Annual General Meeting held on 28 May 2025, which was paid on 18 August 2025.

A9 Operating segments

The business segment of the Group comprises Retail and Distribution.

The segmental analysis of the Group's revenue by business segments are set out as follows:

	3 months ended		12 months ended	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
Retail	16,635	21,247	67,597	81,080
Distribution	2,241	2,789	9,532	11,504
Total	18,876	24,036	77,129	92,584

The major contributor to the revenue stream of the Group was from the retail segment, which constituted 87.65% of the Group's total revenue for FYE 31 December 2025, recording sales totalling RM67.60 million. This represents a decrease of approximately 16.63% compared to RM81.08 million recorded in the previous FYE 31 December 2024. The decrease in retail revenue was mainly driven by lower sales performance and the closure of five stores as of Q4 2025, which contributed to the overall reduction in sales.

Meanwhile, the Distribution segment revenue recorded a decrease of 17.13% from RM11.50 million in the FYE 31 December 2024 to RM9.53 million in the FYE 31 December 2025.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOURTH QUARTER ENDED 31 DECEMBER 2025**

A10 Valuation of Plant and Equipment

There were no valuations of plant and equipment during the current quarter under review.

A11 Material Subsequent Event

There were no significant events since the end of this current quarter up to the date of this announcement.

A12 Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter.

A13 Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets as at the date of this interim financial report.

A14 Recurrent Related Party Transactions (“RRPT”)

Save as disclosed below, there was no other RRPT for the FYE 31 December 2025:

	12 months ended 31.12.2025 RM'000	12 months ended 31.12.2024 RM'000
Purchases	1,201	1,836
Sales	911	762
Rental payable	960	960
E-Commerce management fees payable	431	283
Corporate management fees payable	-	30
Management service routine fees	-	199



**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOURTH QUARTER ENDED 31 DECEMBER 2025**

B COMPLIANCE WITH APPENDIX 9B OF THE LISTING REQUIREMENTS

B1 Review of Performance

	Individual Period (4th Quarter)				Cumulative Period (12 Months)			
	Current Year Quarter 31 December 2025	Preceding Year Corresponding Quarter 31 December 2024	Variance		Current Year-to-date 31 December 2025	Preceding Year Corresponding Period 31 December 2024	Variance	
	RM'000	RM'000	RM'000	%	RM'000	RM'000	RM'000	%
Revenue	18,876	24,036	(5,160)	(21.47)	77,129	92,584	(15,455)	(16.69)
Gross Profit	7,786	9,984	(2,198)	(22.02)	32,922	39,000	(6,078)	(15.58)
Loss Before Tax	(1,708)	(265)	(1,443)	(544.53)	(3,730)	(2,696)	(1,034)	(38.35)

Current quarter (“Q4 2025”) against preceding corresponding quarter (“Q4 2024”)

The Group recorded a revenue of RM18.88 million for the current quarter, compared to RM24.04 million in the corresponding quarter of the previous year. The decline in revenue was mainly attributable to lower sales volumes across both the retail & distribution segments. In the retail segment specifically, five stores had been closed as of Q4 2025, contributing to the reduction in sales.

As a result, the Group recorded a loss before tax (“LBT”) of RM1.71 million in Q4 2025, compared to a LBT of RM0.27 million in Q4 2024.

Current year to date ended 31 December 2025 (“Q4 2025”) against preceding year corresponding period dated 31 December 2024 (“Q4 2024”)

For the FYE 31 December 2025, the Group registered revenue of RM77.13 million, compared to RM92.58 million in FYE 31 December 2024, representing a decrease of RM15.45 million or 16.69%.

The Group recorded a LBT of RM3.73 million in FYE 31 December 2025, compared to a LBT of RM2.70 million in FYE 31 December 2024.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOURTH QUARTER ENDED 31 DECEMBER 2025**

B2 Comment on material change in profit before taxation for current quarter compared with the immediately preceding quarter

	Current Quarter 31 December 2025	Immediate Preceding Quarter 30 September 2025	Variance	
	RM'000	RM'000	RM'000	%
Revenue	18,876	18,481	395	2.14%
Gross Profit	7,786	7,786	-	-
Gross Profit Margin	41.25%	42.13%		
Loss Before Tax	(1,708)	(1,002)	(706)	(70.46%)

For the current quarter under review, the Group registered revenue of RM18.88 million and LBT of RM1.71 million as compared to the revenue of RM18.48 million and LBT of RM1 million reported in the preceding quarter.

B3 Prospects

Consumer sentiment has remained cautious throughout the year, with cost-of-living pressures and economic uncertainty continuing to weigh on discretionary spending. While near-term conditions are expected to stay measured, we believe the decisive steps taken over the past two years have positioned the Group on a stronger and more focused footing.

In line with our portfolio optimisation strategy, we will complete the closure of the remaining The Entertainer stores in 2026 and exit selected underperforming Mothercare outlets within this financial year. These closures are strategic and deliberate, reflecting our commitment to right-size our store network and elevate overall portfolio quality. This enables us to focus capital and management attention on higher-productivity channels and more sustainable growth platforms. We will continue to proactively review our retail footprint to ensure it remains efficient, resilient, and aligned with evolving consumer behaviour.

Looking ahead, our focus will shift firmly towards accelerating our online business, strengthening our digital capabilities, and deepening engagement with parents. At the same time, we will continue refreshing our brand portfolio and scaling the new brands recently onboarded, including Cybex, Jamie Kay, Snuggle Bunnies, Noodoll, and K-MOM, ensuring they reach their full potential in the coming year.

With a leaner store base, healthier inventory position, and a stronger brand mix, we enter the new financial year with a disciplined strategy to drive sustainable, long-term growth for our shareholders while continuing to support families on their parenting journey.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOURTH QUARTER ENDED 31 DECEMBER 2025**

B4 Variance between Actual Profit and Forecast Profit

The Group has not provided any profit forecast in any public documents and announcements.

B5 Taxation

	3 months ended		12 months ended	
	31.12.2025	31.12.2024	31.12.2025	31.12.2025
	RM'000	RM'000	RM'000	RM'000
Current tax	-	81	-	396
Deferred tax	(696)	(94)	(721)	(41)
Total	(696)	(13)	(721)	355

Income tax is calculated at the Malaysian statutory tax rate of 24% of the estimated assessable profit before tax for the current quarter and current financial period.

B6 Unquoted investments and properties

There were no purchases or sales of unquoted investment or properties for the current quarter.

B7 Quoted securities

There were no acquisitions or disposals of quoted securities for the current quarter and the financial period to date.



NOTES TO THE INTERIM FINANCIAL STATEMENTS FOURTH QUARTER ENDED 31 DECEMBER 2025

B8 Status of Corporate Proposals

Save as disclosed below, there is no corporate proposal announced but pending completion as at the date of this report:-

On 10 October 2025, UOB Kay Hian (M) Sdn Bhd (formerly known as UOB Kay Hian Securities (M) Sdn Bhd), had on behalf of the Board, announced that the Company had entered into a conditional scheme agreement with Arvex Berhad (“**Arvex**”), a newly incorporated company established to serve as the holding company of KHJ, to facilitate the implementation of the proposed internal reorganisation by way of a members’ scheme of arrangement under Section 366 of the Companies Act 2016 comprising the following:-

- (i) proposed shares exchange of 380,000,000 ordinary shares in KHJ (“**KHJ Share(s)**”), representing the entire issued share capital of KHJ with 380,000,000 new ordinary shares in Arvex (including treasury shares, if any) (“**Arvex Share(s)**”) on the basis of 1 new Arvex Share for every 1 existing KHJ Share held on an entitlement date to be determined later; and
- (ii) proposed assumption of the listing status of KHJ by Arvex as well as the admission of Arvex to and withdrawal of KHJ from the Official List of Bursa Securities with the listing of and quotation for all Arvex Shares on the ACE Market of Bursa Securities.

(Collectively referred to as “**Proposed Internal Reorganisation**”)

The Proposed Internal Reorganisation aligns with KHJ’s long-term objectives to establish a more flexible corporate structure that enables the Group to pursue growth initiatives and business expansion in a more efficient and scalable manner. The establishment of Arvex as the new holding company will provide an adaptable platform to support future corporate exercises and expansion plans. It will also enhance resource allocation, risk management, and strategic focus.

Bursa Securities has vide its letter dated 11 February 2026 resolved to approve the admission to the Official List of Bursa Securities and the listing of and quotation for the entire enlarged issued share capital of Arvex of 380,000,002 Arvex Shares on the “Consumer Products & Services” sector of the ACE Market of Bursa Securities, in place of KHJ Shares which shall be delisted.

B9 Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off balance sheet risk as at the end of current quarter to the date of the interim financial report.

B10 Material Litigation

As at the date of this report, there is no litigation against the Group which has a material effect on the financial position of the Group and the Board is not aware of any material litigation or any proceedings pending or threatened or of any fact likely to give rise to any proceedings.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOURTH QUARTER ENDED 31 DECEMBER 2025**

B11 Earnings Per Share (“EPS”)

	3 months ended		12 months ended	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
BASIC EPS				
Loss attributable to owners of the Company (RM'000)	(2,404)	(252)	(4,451)	(3,051)
Weighted average number of ordinary shares in issue ('000)	380,000	380,000	380,000	380,000
Basic EPS (sen)	(0.63)	(0.07)	(1.17)	(0.80)

Notes:

The basic earnings per share is computed based on profit after tax attributable to the owners of the Company and divided by the weighted average number of shares in issue as at 31 December 2025.

There was no dilution in the earning per share as there was no potential diluted ordinary share outstanding as at the end of the current period under review.



**NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOURTH QUARTER ENDED 31 DECEMBER 2025**

B12 Notes to the Statement of Comprehensive Income

	3 months ended		12 months ended	
	31.12.2025	31.12.2024	31.12.2025	31.12.2024
	RM'000	RM'000	RM'000	RM'000
The following items have been charged / (credited) in arriving profit from operations:				
Auditors' remuneration	38	49	172	211
Amortisation of right-of-use assets	1,217	1,299	4,801	6,523
Depreciation for plant and equipment	449	659	2,139	2,993
Fair value gain on short-term investment	(128)	-	(128)	-
Finance costs:				
Unwinding of interest expense of provision for restoration cost	3	15	14	29
Lease interest expense	154	144	517	605
Fit out contribution	-	(28)	-	(153)
Gain on disposal of plant and equipment	-	-	(22)	-
Gain on termination of MFRS 16	-	(273)	(104)	(295)
Loss / (Gain) on foreign exchange:				
- Realised	(9)	27	87	13
- Unrealised	18	(68)	(22)	(16)
Interest income	(749)	(225)	(1,038)	(759)
Inventories:				
- Written down / (Reversal)	11	(11)	(199)	(86)
- Written off	337	369	837	562
Plant and equipment written off	-	19	37	22
Rent concessions	-	(1)	-	(7)
Unwinding of interest income – refundable deposit	(40)	46	(78)	(32)

B13 Authorisation for issue

The interim financial report was authorised for issue by the Board in accordance with a resolution of the Board dated 24 February 2026.