Sports Toto Berhad

Company Registration No. : 196901000688 (9109-K)

Date: 17 August 2026

Subject: **UNAUDITED (Q4) INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026**

Table of contents	Page

SPORTS TOTO BERHAD

Company Registration No. : 196901000688 (9109-K)

UNAUDITED (Q4) INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Group	
	30-6-2026 RM'000	30-6-2025 RM'000 (Audited)
ASSETS		
Non-current assets		
Property, plant and equipment	569,806	623,906
Right-of-use assets	205,094	238,218
Other investments	100,369	138,760
Investment properties	172,576	143,702
Associated companies	125,388	134,766
Deferred tax assets	31,811	46,599
Retirement benefit assets	39,617	41,803
Intangible assets	695,136	721,456
	1,939,797	2,089,210
Current assets		
Inventories	537,596	576,240
Receivables	584,692	592,358
Contract assets	1,287	157
Tax recoverable	1,520	1,637
Short term investment	12,000	-
Deposits, cash and bank balances	610,714	790,410
	1,747,809	1,960,802
Non-current asset classified as held for sale	157	-
	1,747,966	1,960,802
TOTAL ASSETS	3,687,763	4,050,012
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	135,103	135,103
Reserves	173,818	271,902
Retained earnings	844,877	788,342
Equity funds	1,153,798	1,195,347
Less : Treasury shares	(48,892)	(27,471)
Net equity funds	1,104,906	1,167,876
Non-controlling interests	67,252	77,804
Total equity	1,172,158	1,245,680
Non-current liabilities		
Retirement benefit obligations	476	342
Borrowings	914,490	849,835
Deferred tax liabilities	49,486	53,594
Lease liabilities	162,885	190,525
Payables	32,804	39,084
	1,160,141	1,133,380
Current liabilities		
Provisions	8,871	5,533
Borrowings	508,788	648,684
Payables	525,334	688,377
Contract liabilities	263,694	236,855
Lease liabilities	25,776	31,170
Tax payable	23,001	60,333
	1,355,464	1,670,952
Total liabilities	2,515,605	2,804,332
TOTAL EQUITY AND LIABILITIES	3,687,763	4,050,012
Net assets per share (RM)	0.84	0.88

Note:
The net assets per share is calculated based on the following:
Net equity funds divided by the number of shares in issue with voting rights.

The annexed notes form an integral part of this interim financial report.

SPORTS TOTO BERHAD
Company Registration No. : 196901000688 (9109-K)

UNAUDITED (Q4) INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Current Interim Period			Cumulative Period		
	3-Month 1-4-2026 to 30-6-2026 RM'000	3-Month 1-4-2025 to 30-6-2025 RM'000	+/<-> %	12-Month 1-7-2025 to 30-6-2026 RM'000	12-Month 1-7-2024 to 30-6-2025 RM'000 (Audited)	+/<-> %
Revenue	1,550,026	1,629,676	(4.9)	6,037,784	6,480,696	(6.8)
Profit from operations	122,905	90,098	36.4	364,899	430,815	(15.3)
Investment related income	8,612	15,382	(44.0)	37,641	45,365	(17.0)
Investment related expenses	(16,349)	(24,688)	(33.8)	(17,078)	(33,062)	(48.3)
Finance costs	(22,431)	(23,647)	(5.1)	(91,306)	(93,243)	(2.1)
Share of results of associated companies	3,888	15,109	(74.3)	9,220	21,308	(56.7)
Profit before tax	96,625	72,254	33.7	303,376	371,183	(18.3)
Taxation	(35,661)	(31,489)	13.2	(117,892)	(137,051)	(14.0)
Profit for the period/year	60,964	40,765	49.5	185,484	234,132	(20.8)
Profit attributable to:						
Owners of the parent	62,536	40,346	55.0	188,858	233,937	(19.3)
Non-controlling interests	(1,572)	419	N/A	(3,374)	195	N/A
	60,964	40,765	49.5	185,484	234,132	(20.8)
Earnings per share (sen)						
Attributable to owners of the parent						
- Basic	4.75	3.03		14.25	17.43	
Dividend per share (sen)						
- First interim - cash dividend	-	-		2.0	2.0	
- Second interim - cash dividend	-	-		3.0	2.0	
- Third interim - cash dividend	-	-		3.0	2.0	
- Fourth interim - cash dividend	3.0	2.0		3.0	2.0	

The annexed notes form an integral part of this interim financial report.

SPORTS TOTO BERHAD
Company Registration No. : 196901000688 (9109-K)

UNAUDITED (Q4) INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Current Interim Period			Cumulative Period		
	3-Month 1-4-2026 to 30-6-2026 RM'000	3-Month 1-4-2025 to 30-6-2025 RM'000	+/<-> %	12-Month 1-7-2025 to 30-6-2026 RM'000	12-Month 1-7-2024 to 30-6-2025 RM'000 (Audited)	+/<-> %
Profit for the period/year	60,964	40,765	49.5	185,484	234,132	(20.8)
Other comprehensive items:						
Items that may be reclassified subsequently to profit or loss						
Foreign currency translation	6,265	(21,354)	N/A	(86,952)	(79,811)	8.9
Share of an associated company's currency translation differences	(21)	(30)	(30.0)	(155)	(190)	(18.4)
Items that will not be reclassified subsequently to profit or loss						
Net changes in fair value of investments classified as fair value through other comprehensive income ("FVTOCI")	(17,978)	821	N/A	(17,661)	(5,530)	219.4
Actuarial (loss)/gain recognised in defined benefit pension scheme	(832)	3,936	N/A	(832)	3,936	N/A
Tax effect relating to defined benefit pension scheme	208	(984)	N/A	208	(984)	N/A
Share of other comprehensive items of associated companies	-	(15)	(100.0)	-	12	(100.0)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD/YEAR	48,606	23,139	110.1	80,092	151,565	(47.2)
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:						
Owners of the parent	52,354	17,166	205.0	90,644	144,170	(37.1)
Non-controlling interests	(3,748)	5,973	N/A	(10,552)	7,395	N/A
	48,606	23,139	110.1	80,092	151,565	(47.2)

The annexed notes form an integral part of this interim financial report.

SPORTS TOTO BERHAD
Company Registration No. : 196901000688 (9109-K)

UNAUDITED (Q4) INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to owners of the parent									
			Non-distributable				Distributable			
	Share capital RM'000	Treasury shares RM'000	Foreign currency translation reserve RM'000	FVTOCI reserve RM'000	Capital reserve RM'000	Consolidation reserve RM'000	Retained earnings RM'000	Total RM'000	Non-controlling interests RM'000	Total equity RM'000
As at 1 July 2025	135,103	(27,471)	80,720	(29,568)	285,306	(64,556)	788,342	1,167,876	77,804	1,245,680
Profit for the year	-	-	-	-	-	-	188,858	188,858	(3,374)	185,484
Other comprehensive income for the year	-	-	(81,762)	(15,901)	-	-	(551)	(98,214)	(7,178)	(105,392)
Total comprehensive income for the year	-	-	(81,762)	(15,901)	-	-	188,307	90,644	(10,552)	80,092
Effects arising from disposal of investments at FVTOCI	-	-	-	(421)	-	-	421	-	-	-
Transactions with owners:										
Dividends	-	-	-	-	-	-	(132,193)	(132,193)	-	(132,193)
Purchase of treasury shares	-	(21,421)	-	-	-	-	-	(21,421)	-	(21,421)
Total transactions with owners	-	(21,421)	-	-	-	-	(132,193)	(153,614)	-	(153,614)
As at 30 June 2026	135,103	(48,892)	(1,042)	(45,890)	285,306	(64,556)	844,877	1,104,906	67,252	1,172,158
As at 1 July 2024	135,103	(2,568)	167,264	(28,116)	285,306	(64,556)	663,417	1,155,850	70,409	1,226,259
Profit for the year	-	-	-	-	-	-	233,937	233,937	195	234,132
Other comprehensive income for the year	-	-	(86,544)	(5,839)	-	-	2,616	(89,767)	7,200	(82,567)
Total comprehensive income for the year	-	-	(86,544)	(5,839)	-	-	236,553	144,170	7,395	151,565
Effects arising from disposal of investments at FVTOCI	-	-	-	4,387	-	-	(4,387)	-	-	-
Transactions with owners:										
Dividends	-	-	-	-	-	-	(107,241)	(107,241)	-	(107,241)
Purchase of treasury shares	-	(24,903)	-	-	-	-	-	(24,903)	-	(24,903)
Total transactions with owners	-	(24,903)	-	-	-	-	(107,241)	(132,144)	-	(132,144)
As at 30 June 2025 (Audited)	135,103	(27,471)	80,720	(29,568)	285,306	(64,556)	788,342	1,167,876	77,804	1,245,680

The annexed notes form an integral part of this interim financial report.

SPORTS TOTO BERHAD

Company Registration No. : 196901000688 (9109-K)

UNAUDITED (Q4) INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12-Month Financial year ended 30-6-2026 RM'000	12-Month Financial year ended 30-6-2025 RM'000 (Audited)
OPERATING ACTIVITIES		
Receipts from customers	6,463,648	6,860,928
Payments to prize winners, suppliers, duties, taxes and other operating expenses	(6,288,063)	(6,539,416)
Other receipts	4,368	3,534
Net cash generated from operating activities	179,953	325,046
INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	2,793	805
Proceeds from disposal of long term investments	12,000	17,556
Partial payment for acquisition of investment in subsidiary companies	(3,906)	(3,927)
Acquisition of investment in an associated company	(1,313)	-
Acquisition of investment properties	(31,230)	(23,516)
Acquisition of property, plant and equipment	(43,689)	(79,970)
Acquisition of right-of-use asset	-	(20,575)
Acquisition of long term investments	(265)	(28,809)
Acquisition of short term investment	(12,000)	-
Payment for intangible asset	(4,001)	(30)
Dividend received	5,996	10,530
Interest received	19,109	65,302
Net repayment from/(advance to) immediate holding company	22,430	(86,592)
Net repayment from associated companies of a foreign subsidiary company	-	61,792
Other (payments)/receipts arising from investments	(7,245)	680
Net cash used in investing activities	(41,321)	(86,754)
FINANCING ACTIVITIES		
Issuance of medium term notes	139,690	230,000
Repayment of medium term notes	(140,000)	(230,000)
Drawdown of borrowings	15,000	117,489
Repayment of borrowings	(44,074)	(44,344)
Payment of hire purchase payables	(225)	(262)
Payment of lease liabilities	(32,835)	(32,225)
Net advances from associated companies of a foreign subsidiary company	2,323	20,205
Net movement in deposits placed for credit facilities	240	(32,143)
Interest paid	(91,297)	(93,376)
Dividends paid to shareholders of the Company	(119,298)	(121,040)
Treasury shares acquired	(21,421)	(24,903)
Net cash used in financing activities	(291,897)	(210,599)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(153,265)	27,693
CASH & CASH EQUIVALENTS AT 1 JULY	758,191	742,688
Effects of exchange rate changes	(26,191)	(12,190)
CASH & CASH EQUIVALENTS AT 30 JUNE	578,735	758,191

	Financial year ended 30-6-2026 RM'000	Financial year ended 30-6-2025 RM'000
Cash and cash equivalents carried forward comprise the following:		
Cash and bank balances	256,828	171,205
Deposits with financial institutions	353,886	619,205
	610,714	790,410
Excluding : Cash and cash equivalents restricted for use	(31,979)	(32,219)
	578,735	758,191

The annexed notes form an integral part of this interim financial report.

UNAUDITED (Q4) INTERIM FINANCIAL REPORT FOR THE YEAR ENDED 30 JUNE 2026
NOTES TO THE INTERIM FINANCIAL REPORT

A1 The condensed consolidated interim financial report is not audited and has been prepared in compliance with MFRS 134, Interim Financial Reporting Standards in Malaysia, International Accounting Standards 34 - Interim Financial Reporting, the Companies Act 2016 in Malaysia and applicable disclosure provision of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2025. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions which are significant for understanding the changes in the financial position and performance of the Group since the financial year ended 30 June 2025.

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2025 except for the adoption of the new or revised standards and amendments to standards.

The Group has not early adopted new or revised standards or amendments to standards that have been issued but not yet effective for the accounting year beginning 1 July 2025.

The initial application of the MFRSs and Amendments to MFRSs and IC Interpretations which will be applied prospectively or which requires extended disclosures, is not expected to have any material impact to the financial statements of the Group upon first adoption.

A2 The principal business operations of the Group are generally affected by overall seasonal business cycles of the countries where the Group operates.

A3 There were no other unusual items as a result of their nature, size or incidence that had affected assets, liabilities, equity, net income or cash flows for the financial year ended 30 June 2026 other than those disclosed below:

Statement of Profit or Loss

	Current quarter RM'000	**Year ended 30 June 2026 RM'000**
Included under investment related expenses:		
- Impairment loss on intangible assets - dealership rights	(15,836)	(15,836)

There were no changes in estimates reported in the prior financial year that had a material effect in the current financial year ended 30 June 2026.

A4 The cumulative shares bought back are being held as treasury shares with none of the shares being cancelled or resold during the financial year ended 30 June 2026.

The details of the share buy-back are as follows:

Month	Price per share (RM)			Number of shares	Total consideration RM'000
	Lowest	Highest	Average		
September 2025	1.39	1.43	1.42	2,530,000	3,593
October 2025	1.39	1.43	1.41	970,000	1,372
November 2025	1.36	1.40	1.39	3,595,000	4,992
December 2025	1.35	1.38	1.37	696,000	952
January 2026	1.36	1.36	1.36	398,400	544
February 2026	1.30	1.38	1.36	7,289,000	9,881
March 2026	1.34	1.35	1.34	65,000	87
Total			1.38	15,543,400	21,421

The number of treasury shares held in hand as at 30 June 2026 were as follows:

	Average price per share (RM)	Number of shares	Amount RM'000
Total treasury shares as at 1 July 2025	1.54	17,839,672	27,471
Increase in treasury shares	1.38	15,543,400	21,421
Total treasury shares as at 30 June 2026	1.46	33,383,072	48,892

As at 30 June 2026, the number of outstanding shares in issue with voting rights was 1,317,647,000 ordinary shares (30 June 2025 : 1,333,190,400 ordinary shares).

Subsequent to the financial year ended 30 June 2026 and up to the date of this report, the Company bought back additional shares with details as follows:

Month	Price per share (RM)			Number of shares	Total consideration RM'000
	Lowest	Highest	Average		
July 2026	1.33	1.38	1.37	3,424,000	4,679
August 2026	1.33	1.35	1.35	220,000	298
TOTAL			1.37	3,644,000	4,977

The number of treasury shares held in hand as at 14 August 2026 were as follows:

	Average price per share (RM)	Number of shares	Amount RM'000
Total treasury shares as at 30 June 2026	1.46	33,383,072	48,892
Increase in treasury shares	1.37	3,644,000	4,977
Total treasury shares as at 14 August 2026	1.45	37,027,072	53,869

The number of outstanding shares in issue with voting rights as at the 14 August 2026 is 1,314,003,000 ordinary shares.

A5 During the current year ended 30 June 2026 and up to the date of this report, the Company paid the following dividends:

(a) third interim dividend on 18 July 2025, in respect of financial year ended 30 June 2025, of 2.0 sen per share on 1,333,190,400 ordinary shares with voting rights amounting to RM26.66 million;

(b) fourth interim dividend on 17 October 2025, in respect of financial year ended 30 June 2025, of 2.0 sen per share on 1,330,660,400 ordinary shares with voting rights amounting to RM26.61 million;

(c) first interim dividend on 16 January 2026, in respect of financial year ended 30 June 2026, of 2.0 sen per share on 1,326,095,400 ordinary shares with voting rights amounting to RM26.52 million;

(d) second interim dividend on 17 April 2026, in respect of financial year ended 30 June 2026, of 3.0 sen per share on 1,317,647,000 ordinary shares with voting rights amounting to RM39.53 million; and

(e) third interim dividend on 17 July 2026, in respect of financial year ended 30 June 2026, of 3.0 sen per share on 1,317,647,000 ordinary shares with voting rights amounting to RM39.53 million.

A6 Segmental revenue and results for the current year ended 30 June 2026 were as follows:

REVENUE

	External	Inter-segment	Total
	RM'000	RM'000	RM'000
Toto betting	2,948,410	-	2,948,410
Motor dealership	2,929,133	758	2,929,891
Others	160,241	4,239	164,480
Elimination : Intersegment Revenue	-	(4,997)	(4,997)
	6,037,784	-	6,037,784

RESULTS

	Total
	RM'000
Toto betting	385,850
Motor dealership	(3,708)
Others	(3,286)
	378,856
Unallocated corporate expenses	(13,957)
Profit from operations	364,899
Interest income	34,933
Investment related income (other than interest income)	2,708
Investment related expenses	(17,078)
Finance costs	(91,306)
Share of results of associated companies	9,220
Profit before tax	303,376
Taxation	(117,892)
Profit for the year	185,484

A7 There were no significant events subsequent to the end of this current year under review that have not been reflected in the financial statements for the current financial year under review.

A8 There were no changes in the composition of the Group for the current year ended 30 June 2026 up to the date of this report including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations other than as disclosed below:

(a) On 23 September 2025, the following wholly-owned subsidiary companies of H.R. Owen Plc were dissolved:

(i) Bradshaw Webb (Chelsea) Limited; and

(ii) J M Developments (UK) Limited.

(b) On 5 August 2026, the Company announced that Magna Mahsuri Sdn Bhd ("MMSB"), a 100%-owned subsidiary company of the Group had on 4 August 2026 disposed a total of 12.5 million ordinary shares representing about 1.13% equity interest in 7-Eleven Malaysia Holdings Berhad ("SEM"), for a total cash consideration of RM25.0 million.

(c) On 11 August 2026, the Company further announced that MMSB disposed of the following:

(i) 5.03 million ordinary shares representing about 0.45% equity interest in SEM, for a total cash consideration of about RM10.05 million; and

(ii) 21.87 million ordinary shares representing about 0.85% equity interest in Berjaya Assets Berhad ("BAssets"), for a total cash consideration of about RM6.56 million.

Following the disposals as mentioned above, the Group holds a total of about 7.89 million ordinary shares in SEM, representing approximately 0.71% equity interest in SEM and 29.35 million BAssets shares representing about 1.15% equity interest in BAssets.

A9 There were no significant changes in contingent liabilities since the last annual reporting date as at 30 June 2025.

A10 There were no material changes in capital commitments since the last annual reporting date as at 30 June 2025.

B1 The Group's core business is in the number forecast operation ("NFO") which includes toto betting and other related ancillary businesses. The Group also has strategic investments in auto retailing and provision of aftersales services and hospitality sector. The key factors (other than general economic conditions) affecting the performance of the operations of the core business in the Group are disposable income of the general public, Jackpot cycles, luck factor, illegal gaming operations and the number of draws in the current period whilst auto retailing business is affected by the automotive trend, supply chain in prestige and specialist cars in the United Kingdom ("UK").

Review of Results for the Current Quarter Vs Same Quarter of Previous Year

The summary results of the Group are as follows:

	3-Month		
	1-4-2026 to 30-6-2026 RM'000	**1-4-2025 to 30-6-2025 RM'000**	**+/<-> %**
Revenue	1,550,026	1,629,676	(4.9)
Profit from operations	122,905	90,098	36.4
Profit before tax	96,625	72,254	33.7

The Group recorded a drop of 4.9% in revenue compared to the corresponding quarter of the previous year, mainly due to softer sales from H.R. Owen Plc ("H.R. Owen") and STM Lottery Sdn Bhd ("STM Lottery"). Pre-tax profit increased by 33.7% notwithstanding lower sales reported, primarily driven by the performance of STM Lottery and lower investment related expenses recorded in the current quarter under review.

STM Lottery's revenue was lower by 4.5% in the current quarter as compared to the corresponding quarter of the previous year. This was mainly due to lower average sales per draw attributable to lower accumulated jackpot prizes and one (1) less draw conducted during the current quarter (40 draws versus 41 draws). Nevertheless, pre-tax profit increased by 6.9% compared with the corresponding quarter of the previous year with lower operating expenses incurred.

As compared with the corresponding quarter of last year, H.R. Owen's revenue dropped by 6.6% particularly from the new car sector following transition gaps between new vehicle model launches and challenging economic environment. The softer sales reflected the model mix sold in the relevant quarters. With unfavourable foreign exchange effect, the revenue decreased by 13.6% when translated into Ringgit Malaysia, the Group's reporting currency. H.R. Owen recorded a pre-tax loss of RM1.6 million for the current quarter under review, compared with a pre-tax profit of RM11.7 million in the corresponding quarter of the previous year. This was mainly attributable to the lower revenue recorded coupled with margin compression during the current quarter under review.

B1 For the Year ended 30 June 2026

	12-Month		
	1-7-2025 to 30-6-2026 RM'000	**1-7-2024 to 30-6-2025 RM'000**	**+/<-> %**
Revenue	6,037,784	6,480,696	(6.8)
Profit from operations	364,899	430,815	(15.3)
Profit before tax	303,376	371,183	(18.3)

As compared to the previous financial year, the Group recorded lower revenue and pre-tax profit of 6.8% and 18.3% respectively. This was mainly attributable to the performance of H.R. Owen and STM Lottery, as explained in the ensuing paragraphs.

STM Lottery recorded a drop in revenue of 5.3% with one (1) less draw (163 draws versus 164 draws) in the current financial year. Further, the previous financial year also benefitted from stronger sales driven by higher accumulated jackpot, particularly from the Supreme Toto 6/58 game. Pre-tax profit decreased by 11.1% when compared to the previous year, which was in line with the lower revenue recorded during the current financial year under review.

H.R. Owen posted a 7.1% decrease in revenue during the current financial year, primarily due to lower sales volumes in both new and used car sectors. Demand in the new car sector remained subdued due to extended product life cycles leading to oversupply by certain manufacturers and the limited availability of transition models, which has unusually stifled the product mix. Further, the challenging economic environment also caused customers to be more cautious in their luxury spending. When translated into Ringgit Malaysia, the Group's reporting currency, revenue decreased by 10.7% due to the unfavourable foreign exchange effect. It reported a pre-tax loss of RM26.3 million for the current financial year under review, compared with a pre-tax profit of RM11.5 million in the previous financial year. The lower results was mainly due to lower sales and margin pressure.

B2 Review of 4th Quarter's Results Vs 3rd Quarter's Results of financial year ended 30 June 2026

The summary results of the Group are as follows:

	3-Month		
	1-4-2026 to 30-6-2026 RM'000	**1-1-2026 to 31-3-2026 RM'000**	+/<-> **%**
Revenue	1,550,026	1,515,150	2.3
Profit from operations	122,905	100,045	22.8
Profit before tax	96,625	87,297	10.7

The Group recorded increases in revenue and pre-tax profit of 2.3% and 10.7%, respectively, as compared to the preceding quarter. Revenue improved mainly due to contributions from the H.R. Owen business and the computerised wagering and voting business from International Lottery & Totalizator Systems Inc. ("ILTS"). Meanwhile, the increase in pre-tax profit was primarily attributable to the higher contract sales contribution from ILTS but partially offset by higher investment related expenses incurred during the current quarter.

STM Lottery reported a 5.8% decrease in revenue. This was driven by lower accumulated jackpot prizes, resulting in a lower average sales per draw, coupled with one (1) less draw conducted during the current quarter (40 draws versus 41 draws in the preceding quarter). Pre-tax profit decreased by 17.6%, in line with the lower revenue recorded and further impacted by higher prize payouts during the current quarter under review.

Compared with the preceding quarter, H.R. Owen recorded a 2.1% increase in revenue for the current quarter, primarily driven by higher value one-off sales in the used car sector but partially offset by lower sales in the new car sector. H.R. Owen reported a pre-tax loss of RM1.6 million, compared to a pre-tax profit of RM0.3 million in the preceding quarter. The softer performance was mainly due to soft demand resulting from the global economic uncertainties coupled with the fact that preceding quarter benefitted from the seasonal UK number plate change month for new cars.

B3 Future Prospects

The Directors remain cautiously optimistic that the Group will continue to maintain stable and resilient business performance. The NFO business is expected to grow sustainably, driven by the popularity of its Jackpot and Digit games. The Directors remain confident that it will continue to maintain its leading market position in the legalised NFO business sector. The Federal Court has unanimously ruled on 12 August 2026 not to grant leave for the Kedah state government's appeal to ban the renewal of the NFO business premises licence in the state. The management is currently engaging the relevant authorities for approvals to recommence its lottery operations in the state of Kedah.

Amidst the ongoing geopolitical conflicts and global economic uncertainties, the Group's businesses are anticipated to continue delivering stable and positive outlook for the financial year ending 30 June 2027.

B4 There was no profit forecast or profit guarantee given by the Group for the financial year ended 30 June 2026.

B5 Taxation

	Current quarter RM'000	Year ended 30 June 2026 RM'000
Based on the results for the current quarter/year		
- Malaysian income tax	25,106	101,656
- Foreign country income tax	2,071	2,594
Deferred tax		
- Origination and reversal of temporary differences	8,484	13,642
	35,661	117,892

The disproportionate tax charge of the Group for the current quarter/year ended 30 June 2026 was mainly due to certain expenses being disallowed for taxation purposes and profits in certain subsidiary companies are separately assessed for tax and not relieved by losses in other companies within the Group.

B6 There were no corporate proposals announced but not completed as at the date of this announcement.

B7 The Group's borrowings as at 30 June 2026 were as follows:

	Foreign currency amount '000		At end of current year RM'000
Secured			
Long term borrowings			
Hire purchase payable - Denominated in Ringgit Malaysia			148
Medium Term Notes - Denominated in Ringgit Malaysia			774,415
Term loan - Denominated in Ringgit Malaysia			9,750
Term loan - Denominated in Philippine Peso	136,917	*	9,096
Term loans - Denominated in Great Britain Pound	22,449	*	121,081
Total long term borrowings			914,490
Short term borrowings			
Hire purchase payable - Denominated in Ringgit Malaysia			114
Medium Term Notes - Denominated in Ringgit Malaysia			25,000
Revolving credit - Denominated in Great Britain Pound	5,000	*	26,968
Revolving credit - Denominated in Ringgit Malaysia			35,000
Term loan - Denominated in Ringgit Malaysia			3,000
Term loan - Denominated in Philippine Peso	49,522	*	3,290
Term loans - Denominated in Great Britain Pound	1,841	*	9,930
Vehicle stocking loans - Denominated in Great Britain Pound	75,178	*	405,486
Total short term borrowings			508,788
Total borrowings			1,423,278

* Converted at the respective exchange rates prevailing as at 30 June 2026.

B8 There is no pending material litigation since the last annual reporting date up to the date of this announcement.

B9 The Board has declared a fourth interim dividend of 3.0 sen per share (Financial year 2025 : fourth interim dividend of 2.0 sen per share) in respect of financial year ended 30 June 2026 and payable on 16 October 2026. The entitlement date has been fixed on 25 September 2026.

The total dividend distribution per share in respect of the financial year ended 30 June 2026 is 11.0 sen per share (Financial year 2025: 8.0 sen per share). Based on 1.31 billion fully paid ordinary shares in issue and with voting rights, the fourth interim dividend distribution for the financial year ended 30 June 2026 will amount to RM39.42 million. With this, the total dividend distribution for the financial year ended 30 June 2026 is approximately RM145.0 million.

B10 The earnings per share is calculated by dividing profit attributable to owners of the parent of the Company by the weighted average number of ordinary shares with voting rights as follows:

	Group	
	3-month period 1-4-2026 to 30-6-2026	3-month period 1-4-2025 to 30-6-2025
Profit attributable to owners of the parent (RM'000)	62,536	40,346
Weighted average number of shares with voting rights ('000)	1,317,647	1,333,190
Basic earnings per share (sen)	4.75	3.03

	Group	
	12-month period 1-7-2025 to 30-6-2026	12-month period 1-7-2024 to 30-6-2025
Profit attributable to owners of the parent (RM'000)	188,858	233,937
Weighted average number of shares with voting rights ('000)	1,325,101	1,341,964
Basic earnings per share (sen)	14.25	17.43

Diluted earnings per share is the same as basic earnings per share as there were no potentially dilutive ordinary shares during the current quarter and financial year ended 30 June 2026.

B11 Profit before tax is stated after charging/(crediting):

	Current quarter RM'000	Financial year ended 30 June 2026 RM'000
Interest income	(8,198)	(34,933)
Dividend income	(425)	(936)
Other income excluding dividend and interest income	(5,987)	(13,976)
Depreciation of property, plant and equipment	12,764	46,770
Depreciation of right-of-use assets	8,040	33,258
Amortisation of intangible assets	1,329	2,618
Foreign exchange gain (net)	(734)	(1,263)
Inventories written off	-	6,216
Reversal for allowance for impairment on receivables (net)	(535)	(801)