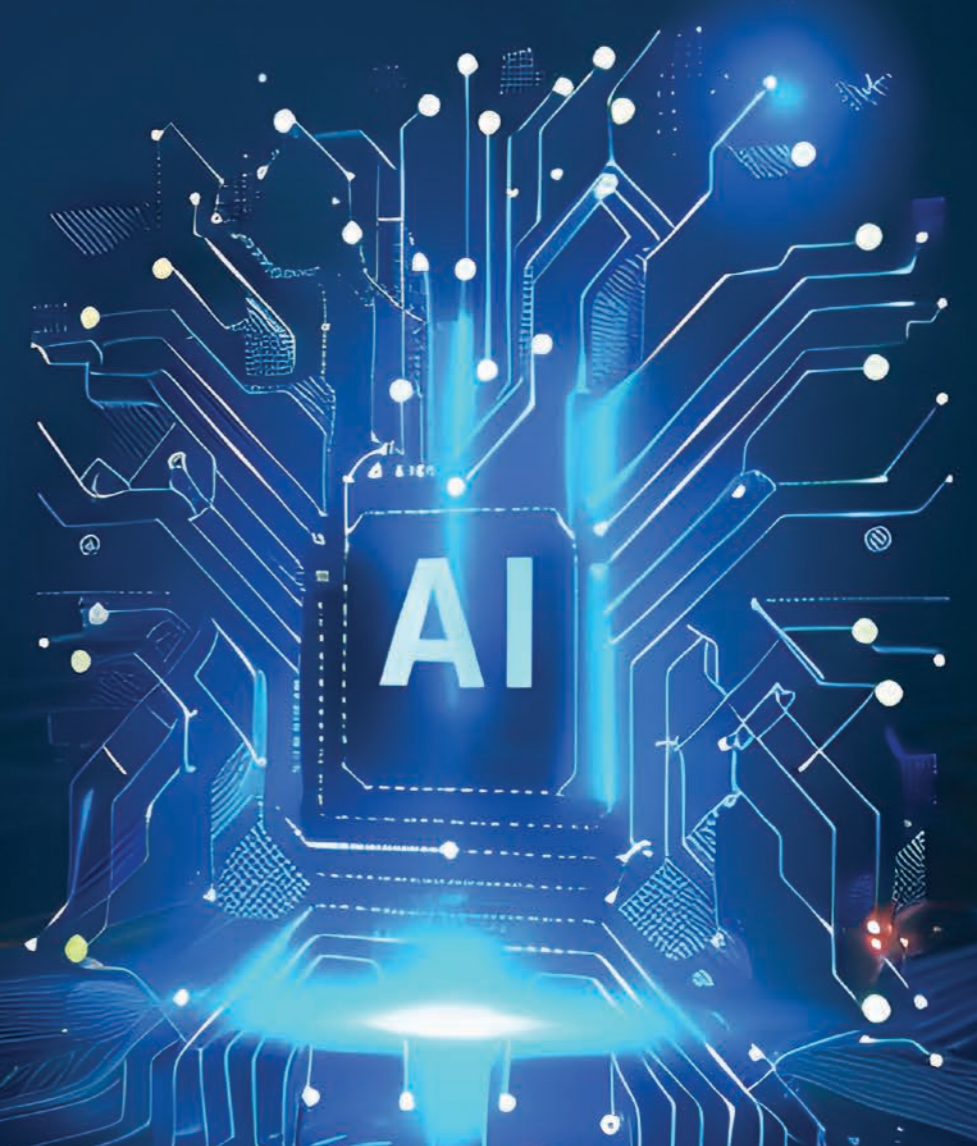




SNS NETWORK TECHNOLOGY BERHAD
(Registration No. 201601002835 (1173761-W))

ANNUAL REPORT 2026

www.sns.com.my



POWERING MALAYSIA'S DIGITAL & AI TRANSFORMATION



SNS NETWORK TECHNOLOGY BERHAD
(Registration No. 201601002835 (1173761-W))

No.61, Jalan Sultan Nazrin Shah, 30250 Ipoh Perak.

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SNS NETWORK TECHNOLOGY BERHAD (Registration No. 201601002835 (1173761-W))

2026
ANNUAL REPORT

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2026

Annual General Meeting

DATE & TIME

Thursday, 16 July 2026
at 10.30 a.m.

MEETING VENUE

Kinta 2 Hall, Hotel Travelodge Ipoh,
Jalan Raja Dihilir, 30350 Ipoh,
Perak Darul Ridzuan



ABOUT US



Our journey began in 1998 when SNS was established with its headquarters situated in the vibrant city of Ipoh, Perak. Today, we stand as a prominent Information Communication Technology (“ICT”) solution provider with a dynamic team of over 300 highly skilled professionals, dedicated to delivering excellence in every facet of our operations.

Our commitment to innovation, coupled with the expertise of our workforce, ensures that SNS remains at the forefront of the ever-evolving ICT landscape, continuously providing cutting-edge solutions tailored to meet the diverse needs of our clientele including end consumers, small and medium-sized enterprises (“SMEs”), large corporations and government institutions.

ABOUT US

Cont'd



OUR VISION & MISSION



Make Life Easy With Technology

Empowering simplicity through innovative technology, we pave the way for a smoother and more efficient lifestyle.



To be the most essential Information Communication Technology ("ICT") provider for Consumers and Businesses



To be a platform for employees to grow as successful as the company



To be a Global ICT Company

OUR CORE VALUES



CORE VALUES

Customer Centric

We emphasise on fostering customers' loyalty and trust. We listen and engage with our customers seeking to go beyond their expectations.



Teamwork

We believe that the collaboration of individual accountability and credibility is the essential key to success in any organisation. We foster and appreciate the best ideas as well as values of multiple perspectives within our organisation.



Quality of Products and Services

We are committed to winning with integrity. Everyone who works for us is empowered and expected to deliver the best quality in products, customer relationships, pre and post sales support.



Embrace Changes

Changes occur for us to stay competitive, constructive and creative in the market. We are committed to embrace, adapt and support changes that take place in ideas, policies, leadership, processes and technologies.



A Place To Excel

We believe each individual is born with unique talents. To turn our mission into reality, we believe we must fully expand one's capabilities and extend one's boundaries. We actively seek innovations and ideas that could transform the industry.

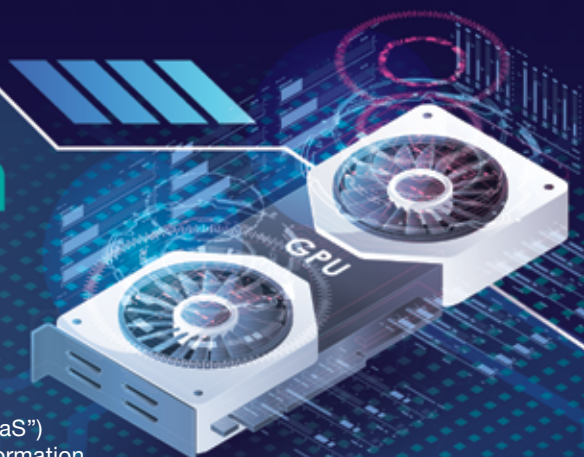


SNS AI FACTORY: DRIVING THE NEXT PHASE OF AI TRANSFORMATION

Leading the Evolution of AI Innovation

Following the successful launch of SNS AI Factory in Financial Year Ended 31 January 2026 ("FYE 2026"), SNS Network Technology Berhad ("SNS" or the "Company") has continued to strengthen its position as a key enabler of Malaysia's artificial intelligence ("AI") ecosystem by expanding adoption of its GPU-as-a-Service ("GPUaaS") offerings and supporting organisations in their AI transformation journey.

Powered by 64 NVIDIA Hopper graphics processing units ("GPUs") across eight Dell PowerEdge XE9680 servers and supported by NVIDIA Quantum-2 InfiniBand and hosted locally in Malaysia, SNS AI Factory provides enterprises, government agencies, and research institutions with scalable and secure AI cloud infrastructure, enabling accelerated deployment of AI-driven solutions while ensuring compliance with local data sovereignty requirements.




Driving Enterprise AI Adoption

As demand for AI capabilities continues to rise across industries, SNS AI Factory has become a critical platform supporting organisations in:


Generative AI
development and
deployment


AI model
training and
inference


Vision AI and intelligent
automation
initiatives


Advanced analytics and
machine learning
workloads

By removing the need for significant upfront infrastructure investments, SNS enables businesses to adopt AI faster, more efficiently, and with greater operational flexibility.

SNS AI FACTORY: DRIVING THE NEXT PHASE OF AI TRANSFORMATION

Cont'd

Strengthening Malaysia's Sovereign AI Ecosystem

SNS remains committed to supporting Malaysia's digital ambitions through locally hosted AI infrastructure that prioritises:



Data Sovereignty & Security

Ensuring sensitive workloads remain within Malaysia's borders in compliance with regulatory and enterprise governance requirements.

Scalable Infrastructure

Allowing customers to scale AI workloads based on evolving business needs.

Expert-Led Enablement

Providing AI readiness assessments, technical consultation, and implementation support to accelerate adoption.

Looking Ahead

As we move into the next financial year, SNS will continue to expand its AI capabilities and ecosystem initiatives to meet the growing demand for AI solutions. Our priorities include:

Increasing AI infrastructure capacity to support larger workloads and more industries

Driving AI adoption across enterprise, public sector, and education

Enhancing AI education and enablement programs

Fostering strategic partnerships to accelerate innovation and industry transformation

SNS remains dedicated to enabling organisations to innovate confidently and helping Malaysia establish itself as a regional leader in AI-driven digital transformation.



CORPORATE INFORMATION

BOARD OF DIRECTORS

Dato' Zulkapli Bin Ahmad
Independent Non-Executive
Chairman

Ko Yun Hung
Managing Director

Pah Wai Onn
Executive Director

Siow Wei Ming
Executive Director

Dato' F'ng Meow Cheng
Independent Non-Executive Director

Maylee Gan Suat Lee
Independent Non-Executive Director

Prof. Dr. Anna Azriati Binti Che Azmi
Independent Non-Executive Director

AUDIT AND RISK MANAGEMENT COMMITTEE

Chairman
Dato' F'ng Meow Cheng

Member
Maylee Gan Suat Lee
Prof. Dr. Anna Azriati Binti Che Azmi

REMUNERATION COMMITTEE

Chairman
Prof. Dr. Anna Azriati Binti Che Azmi

Member
Maylee Gan Suat Lee
Dato' F'ng Meow Cheng

NOMINATION COMMITTEE

Chairman
Maylee Gan Suat Lee

Member
Dato' F'ng Meow Cheng
Prof. Dr. Anna Azriati Binti Che Azmi

COMPANY SECRETARY

Chan Eoi Leng
(SSM PC No. 202008003055)
(MAICSA 7030866)

Chong Kwai Yoong
(SSM PC No. 202308000244)
(MAICSA 7075434)

REGISTERED OFFICE

37B, Jalan Basco Kepadang 1
Basco Avenue @ Kepadang
31400 Ipoh, Perak
Telephone: (+605) 541 7618
Fax: (+605) 541 7618
Email:
concierto.hub@concierto.com

HEAD OFFICE

61, Jalan Sultan Nazrin Shah
30250 Ipoh
Perak
Telephone : (+605) 242 4616
Fax : (+605) 243 4389
Email : ir@sns.com.my
Website : www.sns.com.my

AUDITORS

Crowe Malaysia PLT
(LLP0018817-LCA)
Chartered Accountants (AF1018)
59C, Hala Pusat Perdagangan Canning 1
Pusat Perdagangan Canning II
30350 Ipoh
Perak
Telephone : (+605) 237 8800
Fax : (+603) 2788 9998

SHARE REGISTRAR OFFICE

**Boardroom Share Registrars
Sdn Bhd**

(199601006647 (378993-D))
Level 11, Menara Symphony
5, Jalan Prof. Khoo Kay Kim
Seksyen 13
46200 Petaling Jaya
Selangor
Telephone : (+603) 7890 4700
Fax : (+603) 7890 4670
Email : bsr.helpdesk@
boardroomlimited.com

STOCK EXCHANGE LISTING

MAIN Market of Bursa Malaysia
Securities Berhad
Stock Name : SNS
Stock Code : 0259
Sector : Technology

CORPORATE STRUCTURE



SNS NETWORK TECHNOLOGY BERHAD

100%

Acrux Technology Sdn Bhd
("Acrux")

100%

GLOO Sdn Bhd
("GLOO")

100%

iTworld Services (M) Sdn Bhd
("iTworld")

100%

JOI Sdn Bhd
("JOI")

100%

Notebook Plaza Sdn Bhd
("Notebook Plaza")

100%

SNS AI Cloud Sdn Bhd
("SNS AI Cloud")

100%

SNS Network (ICT) Sdn Bhd
("SNS Network ICT")

100%

SNS Network (M) Sdn Bhd
("SNS Network Malaysia")

49%

MIMOS Network Sdn Bhd
("MIMOS Network ")

100%

SNS Network Services Sdn Bhd
("SNS Network Services")

CORPORATE MILESTONE



1998

SNS Network, a sole proprietor was established.

2000

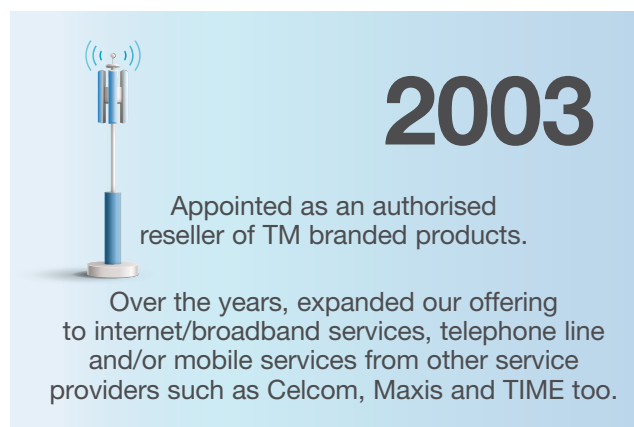
SNS
NETWORK

Incorporated SNS Network Malaysia.

Set up Regional Office in Kuala Lumpur.

Secured first dealership agreement with Acer.

With this, expanded our range of third party brand ICT products, services and solutions.



2003

Appointed as an authorised reseller of TM branded products.

Over the years, expanded our offering to internet/broadband services, telephone line and/or mobile services from other service providers such as Celcom, Maxis and TIME too.

2004

Started our first consignment counter in AEON Kinta City, this marked our retail expansion journey.

Relocated our headquarters to Greentown Business Centre, Ipoh, Perak.



2008

Received the "SME Young Entrepreneur Award" for SME Recognition Award 2008 from

SMI Association of Malaysia (now known as SME Association of Malaysia).

Relocated our regional office to Petaling Jaya, Selangor.

2009

Received the "SME ICT Adoption Award (IT Service Provider)" for

SME Recognition Award 2009 from SMI Association of Malaysia (now known as SME Association of Malaysia).



2010

Appointed as an Apple Authorised Reseller, with our first Apple store "iTworld" in Ipoh, Perak.

Obtained 2nd place in the "Enterprise 50 Award Programme 2010", awarded by SME Corporation Malaysia.

2014

JOI[™]

Appointed as Apple Authorised Service Provider, with our first service center in Ipoh, Perak.

Launched our house brand of ICT products, JOI[®].

CORPORATE MILESTONE

Cont'd



2015

Relocated our Headquarters to a 4 storey building with over 33,000 sqft in Jalan Sultan Nazrin Shah, Ipoh, Perak.

2017

Launched our first online store, iTworl.com.my.



2021

Obtained 3rd placing in the "Malaysia Top E-Commerce Merchant Award",

awarded by Selangor Information Technology and Digital Economy Corporation.

2022

Listed on the Ace Market of Bursa Malaysia Securities Berhad.



2023

First ESOS granted on 12 September 2023.



2024

Opened the largest store in SNS Group's history – the GLOO ICT Hyperstore at Queensbay Mall, spanning over 6,000 sqft, bringing an enhanced tech retail experience to our customers.

Successfully transferred to the Main Market of Bursa Malaysia Securities Berhad on 13 June 2024.



Expanded to East Malaysia – Established a new branch office in Kuching, Sarawak.



CORPORATE MILESTONE


Cont'd



2025

Launched of SNS AI Factory.

Joint Venture with MIMOS Holdings Sdn Bhd, Kelab Kebajikan Dan Rekreasi MIMOS and SNS Network Malaysia undertake digital quality assurance and independent verification and validation services.




Successfully obtained ISO/IEC 27001:2022 Information Security Management System (“ISMS”).



Officially licensed by the National Cyber Security Agency (“NACSA”) Malaysia for the Managed Security Operations Centre (“SOC”) Monitoring Service Licence.

CHAIRMAN'S STATEMENT

On behalf of the Board of Directors ("**the Board**") of SNS Network Technology Berhad, ("**SNS**" or the "**Company**"), I am honoured to present to you the Annual Report and Audited Financial Statements of SNS and its subsidiaries ("**SNS Group**" or the "**Group**") for the Financial Year Ended 31 January 2026 ("**FYE 2026**").



DATO ZULKAPLI BIN AHMAD | Independent Non-Executive Chairman

Dear Valued Shareholders,

FYE 2026 has been a year of consolidation, acceleration, and strategic execution for SNS. Following our successful transfer to the Main Market of Bursa Malaysia Securities Berhad in the previous financial year, we entered FYE 2026 with strengthened foundations and a clear mandate, to scale sustainably, deepen our technological capabilities, and enhance long-term shareholder value.

CHAIRMAN'S STATEMENT

Cont'd

Financial Performance

In FYE 2026, our Group posted a strong financial performance, recording revenue of RM3.34 billion, underpinned by the continued strength of our core business, sale of Information Communication Technology (“ICT”) products. This translated into a Profit After Tax of RM45.97 million for the financial year. The financial results are discussed in depth in the Management’s Discussion and Analysis as set out in this Annual Report.

Strengthening Our Position in a Rapidly Evolving Industry

The ICT industry continues to undergo rapid transformation, driven by Artificial Intelligence (“AI”), high-performance computing, cloud adoption, cybersecurity requirements, and enterprise digitalisation. In FYE 2026, SNS strengthened its positioning not merely as an ICT products distributor, but as an integrated technology solutions provider.

We continued to expand our capabilities in AI-driven infrastructure and high-performance computing solutions. Demand for AI workloads, data analytics, and machine learning applications has accelerated across industries, reinforcing the relevance of our GPU-as-a-Service (“GPUaaS”) offerings. Our GPUaaS model enables customers to access scalable computing power efficiently and cost-effectively, lowering barriers to AI adoption while generating recurring income streams for the Group.

In parallel, the development of the SNS AI Factory initiative progressed further during the year. The AI Factory serves as a dedicated innovation platform to design, test, and deploy AI-powered solutions tailored to enterprise requirements. This initiative positions SNS at the forefront of Malaysia’s AI ecosystem, enabling us to move beyond hardware supply into higher-value solution orchestration and managed services.

Looking Ahead

As we move into the next financial year, we remain optimistic. Digital transformation across both public and private sectors continues to accelerate, while AI adoption is progressing from exploratory initiatives to mission-critical deployment. These structural shifts present meaningful opportunities for SNS to deepen its role within the technology value chain.

Moving forward, our strategic focus will be centered on expanding recurring and solution-based revenue streams to enhance earnings visibility and long-term sustainability. We will continue scaling our AI and high-performance computing capabilities to meet the growing demand for data-intensive applications, while strengthening our enterprise solutions and managed services offerings to deliver greater value to customers.

Sustainability

The Board continues to provide oversight of the Group’s sustainability agenda, ensuring that environmental, social and governance (“ESG”) considerations are integrated into our strategy, governance framework and decision-making processes. We remain committed to embedding relevant and practicable ESG practices across our operations, including managing our environmental footprint, upholding ethical and responsible sourcing, and fostering diversity, equity and inclusion, as we focus on sustainable long-term value creation for our stakeholders.

For more details, please visit the Sustainability Statement in this report.

Appreciation

On behalf of the Board, I extend my sincere appreciation to our management team and employees for their dedication, professionalism, and resilience. I also thank our customers and business partners for their continued trust and collaboration.

To our shareholders, thank you for your unwavering confidence and support. We remain committed to rewarding that trust through disciplined execution, strategic growth, and responsible leadership.

Together, we will continue building a stronger and more innovative SNS.

Dato’ Zulkapli Bin Ahmad

Independent Non-Executive Chairman

FINANCIAL HIGHLIGHTS



REVENUE

RM3.3
billion

(FYE 2025 : RM1.0 billion)

PROFIT
BEFORE TAX**RM58.9**
million

(FYE 2025 : RM41.4 million)

FIXED DEPOSITS, CASH
AND BANK BALANCES**RM96.3**
million

(FYE 2025 : RM88.4 million)

CURRENT
RATIO**1.84x**

(FYE 2025 : 1.73x)

DIVIDEND
PAYOUT RATE**36.5%***Based on dividend per share
declared in respect of FYE 2026*

DIVIDEND DECLARED

RM16.8
million*Dividend declared in
respect of FYE 2026*

FINANCIAL HIGHLIGHTS

Cont'd

Financial year ended 31 January (RM'000)	2022 ⁽¹⁾	2023	2024	2025	2026
Revenue	1,112,008	1,403,783	1,276,115	1,018,513	3,340,022
Gross profit ("GP")	94,013	109,572	96,377	104,841	175,853
Profit before tax ("PBT")	48,685	57,360	43,468	41,423	58,923
Profit after tax ("PAT")	35,918	43,716	31,963	30,303	45,969
Profit attributable to owners of SNS	35,918	43,716	31,963	30,303	45,969
Basic earning per share (RM) ⁽²⁾	5.89	0.05	0.02	0.02	0.03

As at 31 January (RM'000)	2022	2023	2024	2025	2026
Total assets	292,094	396,373	536,794	560,407	663,219
Total liabilities	199,075	175,370	293,142	284,020	352,729
Total shareholders' equity	93,019	221,003	243,652	276,387	310,490
Fixed deposits, cash and bank balances	29,829	91,993	121,475	88,397	96,260
Current ratio ⁽³⁾	1.40	2.04	1.68	1.73	1.84
Gearing ratio ⁽⁴⁾	0.54	0.16	0.22	0.28	0.44

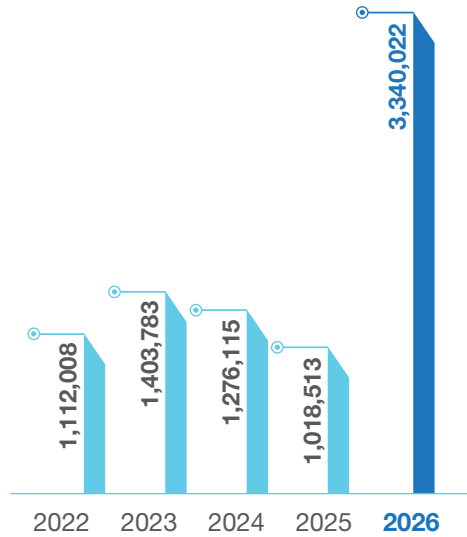
Notes:

- (1) The statements of comprehensive income and statements of financial position as at 31 January 2022 were combined financial statements of SNS Group as disclosed in the Prospectus of SNS Group dated 27 July 2022.
- (2) Basic earning per share is calculated based on PAT over weighted average number of shares in issue for the FYE 2022, FYE 2023, FYE 2024, FYE 2025 and FYE 2026 ("**Financial Years Under Review**").
- (3) Computed based on current assets over current liabilities as at the end of each financial year.
- (4) Computed based on total interest-bearing borrowings (excluding lease liabilities for right-of-use assets) over total equity as at the end of each financial year.

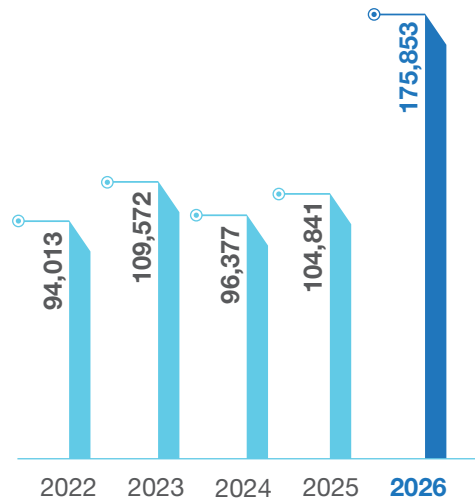
FINANCIAL HIGHLIGHTS

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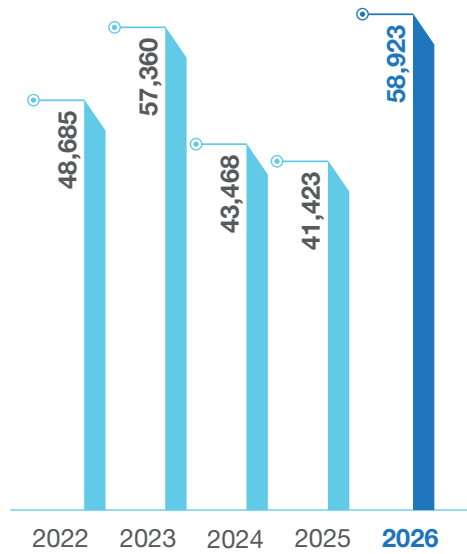
REVENUE (RM'000)



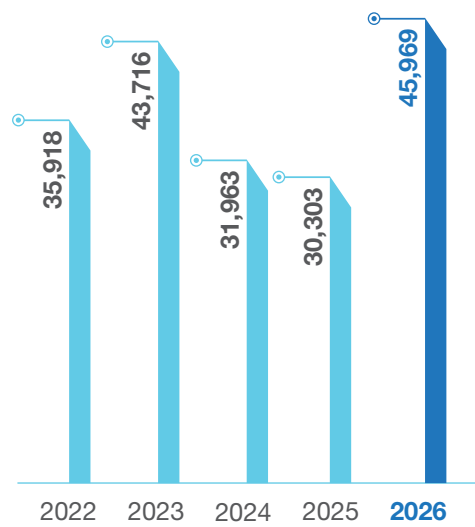
GROSS PROFIT ("GP") (RM'000)



PROFIT BEFORE TAX ("PBT") (RM'000)



PROFIT AFTER TAX ("PAT") (RM'000)



MANAGEMENT'S DISCUSSION AND ANALYSIS

OVERVIEW OF THE GROUP'S BUSINESS AND OPERATIONS

SNS was established in 1998 and has its start in the assembly and supply of desktop and related peripherals. Over 28 years, the Group has grown significantly and with the incorporation of SNS Network Technology Berhad as an investment holding company to consolidate various subsidiaries, the Group was listed on the ACE Market of Bursa Malaysia Securities Berhad ("**Bursa Securities**") on 2 September 2022. On 13 June 2024, the Group had been transferred from the ACE Market of Bursa Securities to the Main Market of Bursa Securities.

As at the date, the Group's principal activities comprised the provision of Information Communication Technology ("**ICT**") products, services and solutions. The Group's core business activities are sale of ICT products comprising hardware, devices and related peripherals, as well as the provision of ICT services and solutions; and provision of device repair and related services, as well as sale of broadband services. The Group distributes and sells ICT products through physical store channel (i.e brand-specialty stores, multi-brand concept stores and consignment counters), online store channel (i.e iTworld online store, GLOO online store, Notebook Plaza online store and third-party marketplaces), and commercial channel (i.e businesses, government agencies, ministries of the government, and educational institutions).

The sales of ICT products include an extensive range of third-party brands (i.e. Apple, Intel, Samsung, etc.) and the Group's in-house brand (i.e. JOI®). The Group sources the third-party branded ICT products from brand principals and/or appointed distributors for onward sale to customers.

The Group's house brand, JOI®, is internally developed to cater the demand for affordable ICT products. JOI® products are generally positioned at lower price points and are therefore complementary to, rather than competitive with, third-party branded ICT products. The Group has developed a range of JOI® products comprising laptops, tablets, desktops, interactive smartboards, mobile charging stations and other related peripherals.

In addition, the Group also provides customers with after-sales repair services. For software issues, the Group performs remote software troubleshooting whereas for hardware issues, the Group assists logistically to send devices to authorised third-party service centres or for Apple and JOI® products, to the Group's in-house service centres.

Building on its established ICT solutions capabilities and enterprise customer base, the Group has expanded into higher value, services driven digital infrastructure offerings in line with its strategic focus on digital transformation. In this regard, the Group launched SNS AI Factory, a fully managed Artificial Intelligence ("**AI**") cloud infrastructure platform designed to support high performance computing requirements for enterprises, government agencies and research institutions.

SNS AI Factory is powered by 64 NVIDIA Hopper graphics processing units ("**GPUs**") across eight Dell PowerEdge XE9680 servers and supported by NVIDIA Quantum-2 InfiniBand ("**GPUaaS**"), enabling customers to access scalable, secure and cost effective AI computing resources through subscription based and managed service models, without the need for significant upfront capital investment or the operational complexity of managing underlying infrastructure.

The platform is designed to support the principles of AI sovereignty, enabling organisations to deploy and operate AI workloads while retaining greater control over data, computation and system governance. By providing locally managed AI computing infrastructure, SNS AI Factory assists customers that require enhanced visibility and control over data residency, system access and operational oversight, particularly in regulated or sensitive use case environments.

In addition to commercial deployment, approximately half of SNS AI Factory's computing capacity is allocated to commercial workloads, while the remaining capacity supports the development of Malaysia's broader AI ecosystem through structured training programmes, bootcamps and industry led initiatives. The introduction of SNS AI Factory enhances the Group's digital solutions portfolio, extends its offerings beyond traditional ICT products into managed digital infrastructure services, and supports the Group's long term sustainable growth strategy.

The Group's revenue is mainly contributed by the local market, while the Group has also established presence in other geographical markets comprise mainly Hong Kong, Singapore, Brunei, Denmark, Indonesia, the Maldives, Thailand, Vanuatu and the United States of America.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Cont'd

REVIEW OF FINANCIAL RESULTS

Financial performance

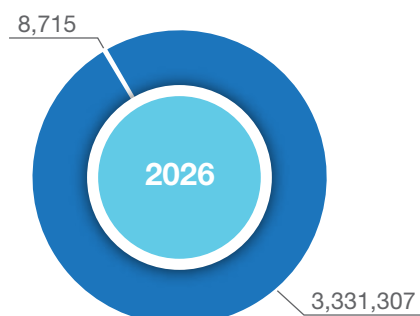
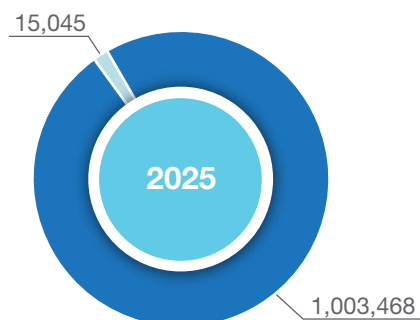
Financial year ended ("FYE") 31 January	Audited		Variance	
	FYE 2025 RM'000	FYE 2026 RM'000	RM'000	%
Revenue	1,018,513	3,340,022	2,321,509	227.9
Profit before tax ("PBT")	41,423	58,923	17,500	42.2
Profit after tax ("PAT")	30,303	45,969	15,666	51.7

Revenue

The Group's revenue by business segment and geographical regions are tabulated as below:

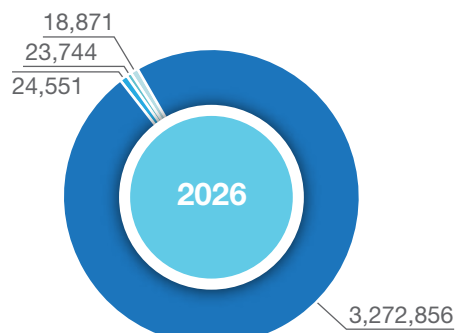
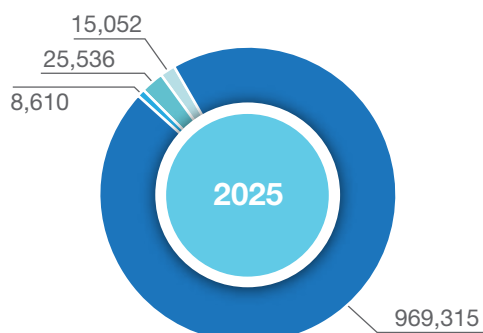
Revenue by business activities (RM'000)

- Sales of ICT products
- Provision of device repair and related services, as well as sale of broadband services



Revenue by geographical location (RM'000)

- Malaysia
- Hong Kong
- Singapore
- Others



MANAGEMENT'S DISCUSSION AND ANALYSIS

Cont'd

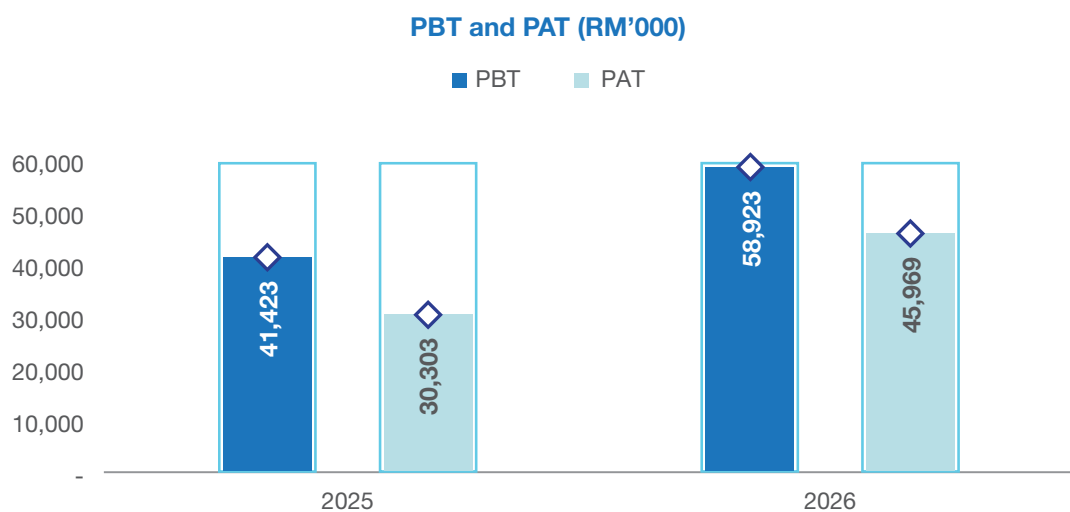
The Group's revenue increased by RM2,321.50 million or 227.9% to RM3,340.02 million for FYE 2026 (FYE 2025: RM1,018.52 million) primarily due to an increase in the sale of ICT products segment.

The sale of ICT products segment was the Group's largest revenue contributor, which recorded RM3,331.31 million or 99.7% of the Group's total revenue for FYE 2026 (FYE 2025: RM1,003.47 million or 98.5%), mainly contributed by the local market. In terms of geographical location, the local market was the primary revenue contributor which recorded RM3,272.86 million or 98.0% of the Group's total revenue for FYE 2026 (FYE 2025: RM969.32 million or 95.2%).

The Group's revenue from the sale of ICT products increased by RM2,327.84 million or 232.0% to RM3,331.31 million for FYE 2026 (FYE 2025: RM1,003.47 million). This substantial growth was mainly driven by stronger demand from the commercial channel, complemented by improved performance from the online store channel.

The Group recorded decrease in revenue from the provision of device repair and related services, as well as sale of broadband services by RM6.33 million or 42.1% to RM8.72 million for FYE 2026 (FYE 2025: RM15.05 million), primarily attributable to a decline in broadband service revenue, driven by lower sales volumes, coupled with reduced demand from provision of device repair and related services from consumers.

PBT and PAT



The Group recorded an increase in PBT by RM17.50 million or 42.2% to RM58.92 million for FYE 2026 (FYE 2025: RM41.42 million) mainly driven by higher gross profit contributed by the commercial channel. The said increase was partially offset by the increase in the higher selling and distribution expenses mainly attributable to the increase in staff costs and commissions paid to the third-party online marketplaces as well as impairment losses on financial assets. Correspondingly, the Group has also registered an increase in PAT by RM15.67 million or 51.7% to RM45.97 million for FYE 2026 (FYE 2025: RM30.30 million).

Financial position

As at 31 January	Audited		Variance	
	2025 RM'000	2026 RM'000	RM'000	%
Total assets	560,407	663,219	102,812	18.3
Total liabilities	284,020	352,729	68,709	24.2
Total shareholders' equity	276,387	310,490	34,103	12.3
Fixed deposits, cash and bank balances	88,397	96,260	7,863	8.9

MANAGEMENT'S DISCUSSION AND ANALYSIS

Cont'd

Total Assets

The Group's total assets increased by RM102.81 million or 18.3% to RM663.22 million as at 31 January 2026 (as at 31 January 2025: RM560.41 million), mainly attributable to higher inventory levels to support sales growth, as well as the increase in finance lease receivables as the Group secured more device-as-a-service ("DaaS") subscription-based service agreements.

Total Liabilities

The Group's total liabilities increased by RM68.71 million or 24.2% to RM352.73 million as at 31 January 2026 (as at 31 January 2025: RM284.02 million), mainly due to an increase in trade and other payables as there were higher purchases towards the end of FYE 2026 as well as increase in borrowings, mainly attributable to higher utilisation of bankers' acceptance and drawdown of term financing for payments to suppliers.

Total Shareholders' Equity and Capital Structure

The Group's total shareholders' equity increased by RM34.10 million or 12.3% to RM310.49 million as at 31 January 2026 (as at 31 January 2025: RM276.39 million), resulting from the increase in our retained earnings due to the improved financial performance and position for FYE 2026. The said increase was partially offset by dividends paid, which amounted to RM14.66 million.

Liquidity, Capital Expenditures and Capital Resources

The Group recorded a net cash used in operating activities of RM13.23 million for FYE 2026 (FYE 2025: RM38.32 million), after taking into consideration its operating profit of RM108.72 million and working capital changes, mainly arising from increases in inventories, trade and other receivables and finance lease receivables coupled with the income tax paid. These were partially offset by an increase in trade and other payables.

Net cash outflow from investing activities of RM6.47 million for FYE 2026 (FYE 2025: RM5.89 million), mainly due to purchase of property and equipment.

The Group recorded higher net cash generated from financing activities of RM29.47 million for FYE 2026 (FYE 2025: RM9.93 million), primarily attributable to higher utilisation of bankers' acceptances as well as drawdown of term financing and other financing for payments to suppliers. These were partially offset by finance interest paid by the Group.

As a results, the cash and cash equivalents increased by RM8.21 million or 9.7% to RM92.81 million as at 31 January 2026 (as at 31 January 2025: RM84.60 million), after netting off the effect of exchange rate changes of RM1.56 million.

The Group's capital expenditure in respect of property, plant and equipment incurred in FYE 2026 amounted to RM7.18 million mainly due to the purchase of computer software and office equipment mainly for operating lease as well as furniture, fixture and electrical fittings for our physical stores and office.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Cont'd

ANTICIPATED OR KNOWN RISKS

a) **Dependence on brand principals, appointed distributors, and original equipment manufacturers ("OEMs").**

During FYE 2026, sales generated from third-party branded ICT products accounted for 99.52% of the Group's revenue. The Group is dependent on brand principals and appointed distributors for the provision of ICT products, services and solutions. While the Group continues to have a good relationship with the Group's brand principals and appointed distributors, there can be no assurance that the Group will not encounter any disruption in supplies in the foreseeable future.

Furthermore, the Group also relies on brand principals to conduct quality control on ICT products manufactured as the Group has limited or no control over such processes. Thus, any product defects that are not resolved by the Group's brand principals may adversely affect the Group.

While the Group is the brand principal for JOI® products, the risk of product defects remains, as the Group relies on the quality of ICT products assembled by OEMs, as well as the quality of manufactured components that the Group sources to assemble JOI® desktops.

b) **Competitive industry**

The Group operates in a competitive market where the Group's performance can be affected by a variety of factors such as the range of products offering. The competitive landscape includes generally low barriers to entry with competitive pricing, promotional activities, outlet location and quality of customer service. The Group's products and services are often subject to technological advancement and the constantly evolving spending habits and expectations of the consumers.

As such, the Group recognises the need to improve continuously to remain competitive in this market. The Group continues to improve towards the goal of providing the appropriate product mix that matches consumer demand and preferences across different demographics.

c) **Credit risk**

Credit risk refers to the risk that the counterparty will default on its contractual obligations resulting in financial loss to the Group. The normal trade credit terms granted by the Group for trade receivables range from 30 to 120 days. The exposure of the Group to credit risk arises principally from receivables and other financial assets. The Group has adopted a policy of transacting only with creditworthy counterparties to mitigate the risk of financial loss arising from defaults. Any significant delay or default in payment by the Group's major customers may result in the recognition of impairment for credit losses, which could in turn, adversely affect the Group's financial position and results of operations. The Group review ageing reports monthly to identify slow paying customers for actions to be taken for recovery and provision, if necessary.

d) **Liquidity risk**

Liquidity risk is the risk that the Group will encounter difficulty in meeting financial obligations due to a shortage of funds. The Group's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. As part of the overall liquidity management, the Group has established an appropriate framework to manage liquidity and cash flow risks, to address the Group's short, medium and long-term funding, liquidity and cash flow management requirements. The Group manages liquidity and cash flow risks by maintaining adequate reserves and banking facilities, continuously monitoring forecast and actual cash flows, by matching the maturity profiles of its financial assets and financial liabilities.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Cont'd

e) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Group's exposure to interest rate risk arises mainly from its loans and borrowings. The Group finances its operations by a mixture of internal funds, loan and borrowings. The Group regularly reviews the interest rate profile of borrowings against prevailing and anticipated market rates. The repayment and maturity profiles of borrowings are structured after taking into consideration the cash inflows expected to be generated from the underlying assets or operations and the economic life of the assets or operations being financed.

The Group's policy is to maintain a mix of fixed and floating rate borrowings to mitigate the impact of an upward change in interest rates while allowing it to benefit from potential declines.

FUTURE PROSPECTS

The ICT products and services industry is expected to maintain robust growth, driven by the increasing integration of ICT into daily life by both individuals and businesses for routine and operational activities. Key contributing factors include the regular device replacement cycle, ongoing technological advancements, government-led digital transformation, and the adoption of ICT to promote digital education in schools.

In response to the positive outlook, in the past 1 year and up to the present, the Group has further expanded its physical presence across Malaysia, by opening several new multi-brand and brand specific stores in Penang and Selangor to support a broader customer base.

As businesses increasingly seek greater flexibility and control over the deployment of ICT products and services to better align with operational requirements, the shift away from large upfront capital investments is gaining momentum. In this context, the demand for Device-as-a-Service ("DaaS") subscriptions is expected to grow steadily over the long term. The Group remains focused on expanding its DaaS offerings to support both existing and prospective subscription agreements.

Looking ahead, the Group remains firmly committed to innovation, with a strategic focus on adopting emerging technologies that align with its mission and core values. The Group recognises the transformative potential of Artificial Intelligence ("AI") and anticipates that AI will play a pivotal role in driving its future growth and success. As the technological landscape continues to evolve, the Group is well-positioned to adapt and thrive amid increasingly dynamic and diverse market demands.

The Group provides AI-driven solutions aimed at enhancing operational efficiency and delivering personalised customer experiences. By integrating advanced AI technologies into its offerings, the Group delivers customised solutions that streamline workflows, optimise decision-making processes, and promote innovation. These solutions are designed to be both accessible and scalable, enabling organisations of all sizes to effectively navigate the digital landscape while supporting sustainable, long-term growth.

Through its initiatives, the Group seeks to make AI technologies more accessible, understandable, and impactful, thereby encouraging broader adoption across industries. This approach contributes to the development of a resilient, adaptable, and sustainable digital ecosystem that benefits businesses across multiple sectors.

In line with its commitment to strengthen AI capabilities and support Malaysia's national AI transformation agenda, the Group has launched the SNS AI Factory—Malaysia's first locally hosted, fully-managed AI cloud infrastructure. Powered by 64 NVIDIA Hopper graphics processing units ("GPUs") across eight Dell PowerEdge XE9680 servers and supported by NVIDIA Quantum-2 InfiniBand networking alongside NVIDIA AI Enterprise software, the SNS AI Factory is strategically located at Telekom Malaysia's KVDC facility in Cyberjaya.

MANAGEMENT'S DISCUSSION AND ANALYSIS

Cont'd

In addition, the Group recognises the increasing importance of AI sovereignty, particularly among enterprises, government agencies and institutions that manage sensitive, regulated or mission-critical data. Through the locally hosted and managed design of the SNS AI Factory, the Group supports customers' requirements for greater control over data residency, system governance and operational oversight. This capability enables organisations to deploy and operate AI workloads within a trusted domestic infrastructure environment, aligning with evolving regulatory, security and data governance expectations while supporting responsible and sustainable AI adoption.

The SNS AI Factory offers GPU-as-a-Service ("GPUaaS"), providing enterprises, government agencies, and academic institutions with secure, high-performance, and scalable AI computing resources. The facility is purpose-built to accelerate AI adoption across industries, the facility offers flexible subscription models, AI readiness assessments, and proof-of-concept ("POC") initiatives. Notably, half of the AI Factory's computing capacity is allocated to commercial workloads, while the remaining capacity is dedicated to strengthening Malaysia's AI ecosystem through structured training programmes, bootcamps, and industry-led hackathons.

This strategic initiative not only expands local access to advanced AI infrastructure but also positions the Group at the forefront of AI innovation in Malaysia. It aligns with national objectives to drive technological advancement, develop local talent, and promote the responsible and ethical deployment of AI development.

Looking ahead, the Group remains optimistic about the ICT industry's outlook, supported by the rapid advancement of AI technologies. This continued evolution is expected to drive stronger demand for ICT products and services, reinforce the Group's existing customer base, and create opportunities to expand market share by acquiring new clientele.

DIVIDEND POLICY

The Group presently does not have any formal dividend policy. The declaration of dividends and other distributions is subject to the discretion of the Board of Directors. During FYE 2026, in line with the Group's performance and the continued support of its loyal shareholders, the Board of Directors had declared and paid interim single-tier dividends as follows:

	Financial Year End	Payment Date	Total Dividends RM'000
A fourth interim single-tier dividend of 0.125 sen per ordinary share	2025	26 May 2025	2,095
A first interim single-tier dividend of 0.25 sen per ordinary share	2026	28 August 2025	4,189
A second interim single-tier dividend of 0.25 sen per ordinary share	2026	26 November 2025	4,190
A third interim single-tier dividend of 0.25 sen per ordinary share	2026	13 February 2026	4,189
			14,663

Subsequently to FYE 2026, the Board of Directors has approved and declared a fourth interim single-tier dividend of 0.25 sen per ordinary share amounting to RM4.19 million in respect of financial year ended 31 January 2026, to be paid on 26 May 2026. The entitlement date is 5 May 2026.

The Board of Directors is of the view that the recommended dividends provide an adequate balance between rewarding the shareholders and investors with appropriate returns while retaining sufficient profits to sustain growth in the future.

PROFILE OF DIRECTORS

DATO' ZULKAPLI BIN AHMAD

Independent Non-Executive Chairman

Nationality



Gender



Age



Date of Appointment:

19 July 2021

Membership(s) of Board Committee:

Nil



Dato' Zulkapli bin Ahmad obtained his Malaysia Certificate of Education from Sekolah Menengah St Paul Seremban in 1974. In 1983, he obtained his Chartered Institute of Transport (UK) qualification from Institut Teknologi Mara, Shah Alam. In 1996, he obtained a Certificate in Maintenance Management from Crown Agents Management Training Centre Worthing, UK and subsequently obtained a Diploma in Police Sciences from Universiti Kebangsaan Malaysia in 2003.

In 1975, he pursued further studies at Institute Teknologi Mara, Shah Alam. Prior to completing his studies there, he left the institution in 1977 to work at his family's grocery business in Seremban.

In 1977, he joined Polis Diraja Malaysia ("PDRM") where he obtained basic police training in Kuala Lumpur before being posted to Johor Contingent where he was involved in intelligence gathering. From 1981 to 1983, he took a study leave from PDRM to pursue further studies, in which he subsequently obtained his Chartered Institute of Transport (UK) qualification. In 1983, he returned to PDRM where he was ranked Assistant Force Transport Officer (Administration) in Bukit Aman. He served at the Bukit Aman Police Headquarters, Kuala Lumpur and was involved in executing the day-to-day operations of the transport division. Over the years, he was posted to different state contingents within the transport division. In 1994, he was posted back to the Bukit Aman Police Headquarters, Kuala Lumpur where he was promoted as Deputy Force Transport Officer and served the transport division until mid-1998.

In July 1998, he was transferred to the Shah Alam District Police Headquarters as Deputy Head of Police District Shah Alam to perform police duties. From 2002 to early 2003, he was selected to attend a Diploma Police Science Course conducted by University Kebangsaan Malaysia. In mid-2003, he was posted as Principal Assistant Director Logistics (Procurement) and promoted to the rank of Assistant Commissioner Police, where he was involved in overseeing and managing the procurement activities of the procurement division Logistic Department in Bukit Aman. He continued to serve in PDRM and was promoted and posted to different divisions where he oversaw the daily operational functions of each division including supplies division, human resource division, as well as finance and budgeting division of the logistics department. He retired from PDRM in 2015 as Deputy Commissioner of Police of the Bukit Aman Police Headquarters, Kuala Lumpur.

PROFILE OF DIRECTORS

Cont'd

In 2016, he was appointed as a Business Consultant for Samsung Malaysia Electronics (SME) Sdn Bhd, a company involved in the trading and distribution of electrical and electronic products and after-sales services, until 2018 where he provided consulting services to the company in relation to the procurement processes and procedures involved in supplying products to the government. In July of the same year, he was also appointed as Secretary of Koperasi Polis Diraja Malaysia Berhad, an investment holding company that invests in various industries such as hotel management, construction, aviation and tourism. He was involved in overseeing its administrative functions in relation to membership matters, conducting membership drive programmes, coordinating board meetings and annual general meetings, and preparing quarterly reports to Suruhanjaya Koperasi Malaysia on the performance and activities of the co-operative up to completion of his term in 2018.

Since then, he took a career break until 2020, where he was offered to join Kop Tradtech Sdn Bhd, as Chief Executive Officer, a subsidiary of Kop Mantap Berhad, a company involved in general trading and supply of uniform and uniform accessories mainly to PDRM and Auxiliary Police. He is responsible for overseeing the management and overall performance of the company. In October 2022, he left the company due to health reasons.

He does not hold any directorship in other public and/or public-listed company and does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries nor any family relationship with any other Director, member of key senior management or major shareholder of the Group. He has not been convicted for any offences within the past five (5) years nor has he been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

PROFILE OF DIRECTORS

Cont'd

KO YUN HUNG

Managing Director

Nationality



Gender



Age



Date of Appointment:
26 January 2016

Membership(s) of Board Committee:
Nil



Ko Yun Hung is the Group's Managing Director. He is responsible for determining the strategic direction and growth of the Group, formulating business policies, roadmaps and corporate strategies, and overseeing the overall business and product development of the Group.

In 1999, he graduated with a Bachelor of Engineering (Hons) Mechanical Engineering from Universiti Sains Malaysia.

Upon graduation, he joined SNS Network, a sole proprietorship, as part of its pioneer management team and was involved in the assembly and supply of desktops and related peripherals, as well as the provision of ICT services such as structured cabling work, networking services and software installation. With growing orders from customers and seeing the potential of the industry, he co-founded SNS Network Malaysia in 2000.

Under his leadership, he led the launch of the Group's first brand of retail outlet, iTworld, in 2010. To further enhance the Group's brand name and market presence, he also initiated the launch of the Group's consignment counters in AEON in 2004 and led the rebranding of these consignment counters to GLOO in 2012. He also spearheaded the development and launch of the Group's house brand of ICT products, JOI® in 2014.

With over 26 years of experience in the ICT products and services industry, he has developed vast experience and in-depth understanding of the industry. Building on his experience and industry knowledge, he plays a major role in spearheading the expansion of the Group, as well as helm ongoing product development and improvement initiatives for the Group's products, services and solutions to support the continued growth of the Group. In 2018, he received the "SME Icons Recognition" award from the Malaysian Service Providers Confederation, in recognition for his outstanding contribution toward innovative, articulate and motive talents that lead the industry and place Malaysia on the world map.

He does not hold any directorship in other public and/or public-listed company and save as disclosed in Note 34 under Notes to Financial Statements, he does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries nor any family relationship with any other Director or major shareholder of the Group. He is spouse of Eng Su Fern who is member of Key Senior Management of the Group. He has not been convicted for any offences within the past five (5) years nor has he been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

PROFILE OF DIRECTORS

Cont'd

PAH WAI ONN

Executive Director

Nationality



Gender



Age



Date of Appointment:

19 July 2021

Membership(s) of Board Committee:

Nil



Pah Wai Onn is the Group's Executive Director. He is responsible for managing and overseeing the sales and marketing functions of the Group including sales planning and budgeting, developing marketing and brand awareness strategies, leading the implementation of sales and marketing initiatives and leading the sales team to achieve annual sales target and building business relationships with industry stakeholders to be continuously updated with the latest trends and products for sales and marketing purposes.

He obtained his Sijil Pelajaran Malaysia from Sekolah Menengah Jenis Kebangsaan Sam Tet Ipoh, Perak in 1993. From 2017 to 2019, he studied part-time and obtained a certificate for International Executive Master of Business Administration in International Business Management from Paris Graduate School of Management, France in Mantissa College, Kuala Lumpur.

Upon completing his Sijil Pelajaran Malaysia, he pursued further studies in Tunku Abdul Rahman College. Nevertheless, prior to completing his studies, he left in 1995 and became involved in freelance IT works where he was involved in sourcing and selling desktops until 1999.

In 1999, he joined SNS Network, a sole proprietorship, as part of its pioneer management team and was involved in the assembly and supply of desktops and related peripherals, as well as the provision of ICT services such as structured cabling work, networking services and software installation.

In 2000, he left SNS Network and joined SNS Network Malaysia as part of its pioneer management team and undertook the position as Project Coordinator. His responsibilities include developing, implementing and executing sales and marketing strategies, managing and coordinating projects as well as building and managing supplier relationships.

In 2007, he was promoted to Sales and Marketing Director. Throughout the years, he supported the Group's Managing Director, Ko Yun Hung, in various sales and marketing strategies and initiatives, as well as building brand awareness for the Group's house brands, namely iTworld and GLOO. He was also involved in the development of marketing strategies for the Group's house brand of ICT products, namely JOI®.

With over 26 years of experience in the ICT products and services industry, he has developed vast experience and in-depth understanding of the industry. Building on his experience and industry knowledge, he continues to play a critical role in spearheading the overall sales and marketing functions of the Group.

He does not hold any directorship in other public and/or public-listed company and does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries nor any family relationship with any other Director or major shareholder of the Group. He is spouse of Tham Sau Har who is member of Key Senior Management of the Group. He has not been convicted for any offences within the past five (5) years nor has he been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

PROFILE OF DIRECTORS

Cont'd

SIOW WEI MING

Executive Director

Nationality



Gender



Age



Date of Appointment:
19 July 2021

Membership(s) of Board Committee:
Nil



Siow Wei Ming is the Group's Executive Director. He is responsible for product planning including developing product pricing, new product launching, identifying new market potential, developing market entry approaches such as identifying new brands of products to be sold and developing strategies to promote the sales of new brands, as well as reviewing and enhancing product mix and offerings.

He obtained his Sijil Tinggi Persekolahan Malaysia from Sekolah Menengah Sulaiman, Bentong, Pahang in 1993.

In 1994, he began his career when he joined Alpha Data Sdn Bhd, a company involved in the sales and distribution of electronics and computer equipment, as Sales Executive where he was involved in the sale of laptops to retail dealers throughout Malaysia. In 1998, he left Alpha Data Sdn Bhd and joined Intranet Sdn Bhd, a company involved in the trading of computer products, as Account Manager where he was responsible for product sourcing and purchasing, supplier management and selling ICT products. In 2000, he was promoted to Assistant Sales Manager and was responsible for product distribution to branches located throughout Malaysia.

In 2001, he left Intranet Sdn Bhd and joined PM Distribution Sdn Bhd, a company involved in the distribution of laptops, motherboards, hard disk drives and digital versatile disk rewritable, as Sales Manager where he was responsible for sourcing products, managing business development activities, building brand awareness for the company's own brand of laptop and achieving yearly sales targets.

In April 2010, he left PM Distribution Sdn Bhd and set up Note Plaza Sdn Bhd with 2 other shareholders, a company involved in the trading of computer and computer accessories, and the provision of cyber internet and network IT solutions and services, and was involved in the sale of laptops.

In August 2010, he incorporated Notebook Plaza, with 2 other shareholders for the sale of ICT hardware, devices and related peripherals. With that, he led the development and execution of business plans and strategies, overseeing daily operations and building business relationships with industry stakeholders. Upon incorporating Notebook Plaza, he gradually ceased the operations and business of Note Plaza Sdn Bhd. He joined the Group in August 2010 upon incorporating Notebook Plaza. He has been with the Group for 15 years.

He does not hold any directorship in other public and/or public-listed company and does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries nor any family relationship with any other Director, member of Key Senior Management or major shareholder of the Group. He has not been convicted for any offences within the past five (5) years nor has he been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

PROFILE OF DIRECTORS

Cont'd

DATO' F'NG MEOW CHENG

Independent Non-Executive Director

Nationality



Gender



Age



Date of Appointment:

28 September 2021

Membership(s) of Board Committee:

Audit and Risk Management Committee (Chairman)
Remuneration Committee
Nomination Committee



Dato' F'ng Meow Cheng graduated with a Bachelor of Science in Business Administration from University of Southwestern Louisiana, United States of America in 1991. She has been a member of the MACPA and the Malaysian Institute of Accountants since 1997 and 1998 respectively. In 2016, she pursued further studies on a part-time basis and obtained her Master of Management from the Australian Institute of Business, Australia through distance learning in Malaysia.

In 1991, she began her career in Sony Electronics (M) Sdn Bhd, a company involved in the manufacturing of consumer electronic products, as System Planner, where she assisted in the preparation and drafting of standard operating procedures (SOP) for the company's overall processes for the application of International Organisation for Standardisation (ISO) certification.

In 1992, she left Sony Electronics (M) Sdn Bhd and joined Russ Ooi & Associates, an audit firm, as Junior Auditor, where she was involved in audit and corporate advisory works. She was an Assistant Manager when she left the firm in 1996 to pursue full-time studies for her MACPA examination.

In 1997, she joined H.B. Ooi & Co., an audit firm, as Manager and was involved in providing consultancy and advisory services for corporate exercises, audit and taxation matters.

In February 1998, she left H.B. Ooi & Co. and in March 1998, she joined K.B. Tan & Co., an audit firm, as Audit Manager where she was involved in providing audit, taxation and corporate advisory services. In November 1998, she left the main office in Klang, Selangor to set up and manage a new branch office in Bukit Mertajam, Penang.

In 2002, she set up MC F'ng & Associates, an audit firm and took over the practice from K.B. Tan & Co., as the latter ceased its Penang operations. As at to-date, she still operates as a sole practitioner of the firm and is involved in providing audit services.

In 2006, she set up MC F'ng Consultancy Sdn Bhd, a company involved in the provision of tax consulting and financial management services, to provide advisory and tax planning services as well as compliance consultancy services.

She currently serves as an Independent Non-Executive Director on the Board of Directors of UWC Berhad (listed on Main Market), Aurelius Technologies Berhad (listed on Main Market) and PSP Energy Berhad (listed on ACE Market). She does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries nor any family relationship with any other Director, member of Key Senior Management or major shareholder of the Group and has not been convicted for any offences within the past five (5) years nor has she been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

PROFILE OF DIRECTORS

Cont'd

MAYLEE GAN SUAT LEE

Independent Non-Executive Director

Nationality



Gender



Age



Date of Appointment:

19 July 2021

Membership(s) of Board Committee:

Nomination Committee (Chairman)
Audit and Risk Management Committee
Remuneration Committee



Maylee Gan Suat Lee graduated with a Bachelor of Laws from the University of London, UK in 1999. She obtained her Certificate in Legal Practice from the Legal Profession Qualifying Board Malaysia in 2000. She pursued further studies and obtained the University Postgraduate Certificate in Information Technology and the University Postgraduate Diploma in Information Technology in 2001 and 2003, respectively from Staffordshire University, UK. Following that, she continued to pursue her part-time studies and obtained her Master of Science in Information Technology in 2005 from Staffordshire University, UK.

She was admitted as an Advocate and Solicitor of the High Court of Malaya in 2005. She is a member of the Malaysian Association of Company Secretaries since 2016, a member of the Fintech Association of Malaysia since 2016 and a registered Company Secretary of the ROC since 2019.

In 2003, she joined Hiew & Loh (now known as SW Tham, Yong & Co), a law firm, to carry out her pupillage. In January 2004, she left Hiew & Loh and took a 6-month career break to focus on her studies.

In July 2004, she joined Lee Hishammuddin Allen & Gledhill, a law firm, and completed her pupillage in October 2004 and she was called to the bar in 2005. She continued practising as a Legal Assistant in Lee Hishammuddin Allen & Gledhill, where she was placed under the corporate department. In 2008, she left Lee Hishammuddin Allen and Gledhill and co-founded Maylee Gan & Tai, a law firm, to provide legal services in relation to corporate matters to clients from a wide range of industries.

She has 21 years of experience in providing legal services. Her portfolio of clients includes public listed companies and multinational corporations in various industries such as real estate development and construction, investment, retail and consumer banking and financial services, private equity funding, financial technology, peer to peer lending, automotive, electronics and IT, industrial manufacturing, as well as oil and gas. Amongst the key areas of her practice are commercial and corporate matters, securities and capital markets, compliance and regulatory matters as well as banking and finance.

She currently serves as an Independent Non-Executive Director on the Board of Directors of Kerjaya Prospek Group Berhad (listed on the Main Market) and Nextgreen Global Berhad (listed on the Main Market). She does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries nor any family relationship with any other Director, member of Key Senior Management or major shareholder of the Group and has not been convicted for any offences within the past five (5) years nor has she been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

PROFILE OF DIRECTORS

Cont'd

PROF. DR. ANNA AZRIATI BINTI CHE AZMI

Independent Non-Executive Director

Nationality



Gender



Age



Date of Appointment:

1 August 2025

Membership(s) of Board Committee:

Remuneration Committee (Chairman)
Audit and Risk Management Committee
Nomination Committee



Prof. Dr. Anna Azriati Binti Che Azmi graduated with a Bachelor of Accounting (Honours) from Universiti Utara Malaysia in 1999. She subsequently obtained her Master of Accounting in 2001 and a Doctorate in Accounting for Business in 2006 from the University of Reading, United Kingdom. She is a member of the Malaysian Institute of Certified Public Accountants ("MICPA") and the Malaysian Institute of Accountants, and also holds associate membership with the Persatuan Akauntan Percukaian Malaysia, Chartered Tax Institute of Malaysia and International Fiscal Association Malaysia Branch.

In September 1999, she began her professional career as a Lecturer at Universiti Tenaga Nasional, where she was involved in teaching accounting and taxation subjects while developing her early research interests. In 2006, she joined Universiti Malaya as a Senior Lecturer in the Department of Accounting, Faculty of Business and Economics, where she delivered undergraduate teaching, designed course curricula, supervised students, and actively participated in research projects.

As her academic career progressed, she was appointed Associate Professor, where she undertook expanded responsibilities in both undergraduate and postgraduate teaching, led and secured competitive research grants, supervised Master's and PhD candidates, and mentored junior academics. She was subsequently promoted to the position of Professor, where she continues to provide specialised teaching at undergraduate, postgraduate, and doctoral levels, lead national and international research programmes, attract research funding, and contribute to the development of accounting curriculum and academic standards within the University.

Throughout her career, Prof. Dr. Anna has held various academic leadership and administrative roles at Universiti Malaya, including Head of Department, Head of Accreditation Unit at the Dean's Office, Deputy Director of the University's Consultancy Unit, and key committee member roles relating to postgraduate studies, curriculum development, accreditation (including AACSB), and quality assurance. She has also served as an external examiner, reviewer, evaluator, and accreditation panel member for universities, professional bodies, and research grant agencies at both national and international levels.

In addition to academia, she has been actively involved in consultancy and advisory work, providing professional services in areas such as taxation, financial reporting, and digital record-keeping to government agencies and private organisations. She is also a frequent contributor to public discourse through invited talks, media interviews, and opinion pieces on matters relating to taxation, ethics, digital economy, and corporate governance.

She does not hold any directorship in other public and/or public-listed company and does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries nor any family relationship with any other Director, member of Key Senior Management or major shareholder of the Group. She has not been convicted for any offences within the past five (5) years nor has she been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

PROFILE OF KEY SENIOR MANAGEMENT



Nationality



Gender



Age

45

ENG SU FERN

Development Director

Date of Appointment:

1 January 2007

Membership(s) of Board Committee:

Nil

Eng Su Fern is the Group's Development Director. She is responsible for leading and overseeing the development of the Group's e-commerce and omnichannel platform as well as the Group's business development, sales and operations, retail expansion, software and system development as well as customer service and support. She is also involved in overseeing the daily operations of the Group's Apple Authorised service centres.

In 2004, she graduated with a Bachelor of IT with Honours from Universiti Utara Malaysia. She pursued further studies and obtained her Master of Business Administration from Universiti Sains Malaysia in 2019.

In 2004, she began her career as System Development Engineer in SNS Network Malaysia where she was involved in software and system Research and Development ("R&D") activities, primarily focusing on website development and creating online presence for the company.

In 2007, she was promoted to Development Director where she led a team of engineers in software and system development activities, exploring new product offerings and performing business development matters pertaining to identifying new locations for retail expansion. She also led R&D activities for new products, services and solutions development, and/or continuous upgrade of existing products, services and solutions for the Group's JOI® smart classroom framework, JOI® Smart Sense solution and JOI® ICT products services and solutions. She also spearheaded the launch of the Group's online stores on third party marketplaces in 2015 and the Group's in-house online stores in 2017.

In 2024, she successfully developed and patented "the Platform for Digital Smart Classroom Using Intelligent and Big Data Techniques", which leverages advanced Artificial Intelligence ("AI") algorithms and big data analytics to create personalised and adaptive learning experiences for students. She has also played a key role in the development of AI-related technologies, contributing to innovative projects that integrate intelligent systems into the Group's offerings

She is spouse of Ko Yun Hung, the Managing Director and major shareholder of the Group. She holds 21,877,931 ordinary shares (direct) and 419,539,439 ordinary shares of SNS through Clover Wealth Sdn Bhd pursuant to Section 8 of the Companies Act 2016 and does not hold any directorship in other public and/or public-listed company. She does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries. She has not been convicted for any offences within the past five (5) years nor has she been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

PROFILE OF KEY SENIOR MANAGEMENT

Cont'd



Nationality



Gender



Age

45

THAM SAU HAR

Administrative and Operations Director

Date of Appointment:

29 January 2021

Membership(s) of Board Committee:

Nil

Tham Sau Har is the Group's Administrative and Operations Director. She is responsible for overseeing the day-to-day administrative and operational functions of the Group, planning and supervising inventory management, building relationships with brand principals, appointed distributors, OEMs and suppliers for procurement and operational purposes, as well as ensuring the Group's internal operations, processes and practices comply with regulatory requirements.

She obtained her Sijil Pelajaran Malaysia from Sekolah Menengah Kebangsaan Raja Perempuan, Ipoh, Perak in 1998. She continued her education and obtained her Accounting – Third Level certification from the London Chamber of Commerce and Industry (“LCCI”) Examinations Board in 2000.

In 2000, she joined SNS Network Malaysia as Business Administrator where she was responsible for the execution of daily administrative and accounting tasks.

In 2007, she was promoted to Finance Director and was responsible for the management of daily administrative and accounting functions including controlling monthly expenses, managing payment collections, overseeing the continuous improvement of financial processes involving internal control policies and standard operating procedures, securing loans and financial facilities from financial institutions, and ensuring compliance of quality controls and quality assurance procedures.

In 2017, she handed over her financial responsibilities to the Group Financial Controller to focus on the administrative and operational functions of the Group. In February 2021, she was redesignated as Administrative and Operations Director and assumed her current responsibilities.

She is spouse of Pah Wai Onn, the Executive Director and major shareholder of the Group. She holds 21,877,931 ordinary shares of SNS and does not hold any directorship in other public and/or public-listed company. She does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries. She has not been convicted for any offences within the past five (5) years nor has she been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

PROFILE OF KEY SENIOR MANAGEMENT

Cont'd



Nationality Gender Age



56

THONG SOON CHEONG

Group Financial Controller

Date of Appointment:

29 June 2020

Membership(s) of Board Committee:

Nil

Thong Soon Cheong is the Group's Financial Controller. He is responsible for overseeing and managing the overall financial and accounting functions of the Group including preparing financial budgets and providing financial advice to the management for decision making, as well as developing and implementing financial policies to improve the profitability of the Group.

He obtained his Unified Examination Certificate for Independent Chinese Secondary Schools in Malaysia from Sekolah Menengah Shen Jai, Ipoh, Perak in 1989. He continued his education in Sekolah Menengah Shen Jai Ipoh, Perak and obtained his Accounting – Third Level certification from the LCCI Examinations Board in 1991. He has been a member of The Chartered Institute of Management Accountants (“CIMA”) and the Malaysian Institute of Accountants, both since 1999.

In January 1991, he began his career in Francis Lee & Co. as Audit Assistant for 2 months where he assisted in the financial audit processes for clients. In March 1991, he joined MBF Construction Sdn Bhd as Accounts Assistant where he handled payments, prepared accounts receivables and assisted in debtor reconciliation. In 1992, he left to join Hexza Corporation Berhad as Accounts Assistant where he was responsible for preparing subsidiaries' accounts and consolidating accounts. In 1993, he left to pursue full-time studies in CIMA which he completed in 1995 and obtained his CIMA professional certification.

In 1995, he joined Sportma Corporation Berhad as Accounts Manager where he was responsible for the preparation of cash flows, monthly reporting, reviewing and updating the costing system, and assisted in the listing exercise of the company.

In 2000, he left Sportma Corporation Berhad and joined Maju Weko Timber Industries Sdn Bhd as Accountant where he was responsible for managing the administrative and finance functions including tax and regulatory requirements, licensing applications and renewals, and securing loan facilities from financial institutions. He also participated in the listing exercise of the company. In March 2003, he was transferred to Kota Pinang Sdn Bhd (a related company to Maju Weko Timber Industries Sdn Bhd) as Accountant and assumed similar responsibilities. In December 2003, he was promoted to Group Finance Manager when Leweko Resources Berhad, the holding company of Maju Weko Timber Industries Sdn Bhd and Kota Pinang Sdn Bhd, was listed Main Market on Bursa Securities through a reverse takeover exercise. He left the group in 2010.

In 2010, he joined his family business, Square One Concept Interior Design, a sole proprietorship involved in interior design and renovation, as Finance Manager where he was responsible for its finance and administrative functions.

In February 2012, he left to join another family business, Greenster Trading, a partnership involved in landscaping design and flowerpot manufacturing, as Finance Manager where he was responsible for its finance and administrative functions. In May 2012, he left to join Yayasan Bina Upaya Darul Ridzuan as Manager where he managed the overall finance and administrative operations of the company. In 2013, he left to join YBU Holdings Sdn Bhd where he managed the overall finance and accounting functions of the company and was involved in management decision making. In 2015, he was promoted to Finance Manager.

In 2017, he left YBU Holdings Sdn Bhd and joined SNS Network Malaysia as Financial Controller. In June 2020, he was promoted to Group Financial Controller and assumed his current responsibilities.

He holds 1,300,000 ordinary shares of SNS and does not hold any directorship in other public and/or public-listed company. He does not have any family relationship with any other Director, member of Key Senior Management or major shareholder of the Group and does not have any conflict of interest or potential conflict of interest including interest in any competing business with the Company or its subsidiaries. He has not been convicted for any offences within the past five (5) years nor has he been imposed of any public sanction or penalty by any relevant regulatory bodies during the financial year ended 31 January 2026.

SUSTAINABILITY STATEMENT

STATEMENT FROM THE CHAIRMAN



To our Stakeholders,

At SNS, we recognise the importance of sustainable business practices and their contribution to the national economy. As an information and communications technology (“ICT”) solution provider, we support digital transformation across various sectors. Our vision of “Making Life Easy with Technology” is underpinned by the consideration of Environmental, Social, and Governance (“ESG”) principles within our operations. We seek to balance economic progress with social and environmental considerations, and regard sustainability as an integral component of our long-term business development.



In today’s fast-paced environment, digital transformation continues to accelerate. In this context, our role in providing technology solutions remains relevant to the evolving needs of businesses and industries nationwide. Our product and service offerings support workforce agility and business continuity across a broad customer base.

We recognise the importance of ESG considerations in the long term, and they form part of our corporate direction. Our sustainability efforts are not solely driven by regulatory requirements or stakeholder expectations but are also reflected in our corporate culture. The Board provides oversight of our sustainability agenda, with the objective of ensuring that environmental, social, and governance considerations are incorporated into strategy, governance, and decision-making processes.

We remain committed to implementing ESG considerations across our operations where relevant and practicable. These include efforts to manage our carbon footprint, encourage ethical and responsible sourcing practices, and promote diversity, equity, and inclusion within our organisation.

As part of our sustainability initiatives, we have invested in green energy solutions, including the installation of solar panels at certain facilities. These initiatives contribute to the generation of renewable energy and a reduction in reliance on non-renewable energy sources. Such measures form part of our broader efforts to manage our environmental impact. We acknowledge the growing importance of climate-related considerations and continue to assess related risks and opportunities as part of our sustainability approach, particularly in relation to energy use, operational efficiency, and technology-enabled solutions.

For the Financial Year Ended 31 January 2026 (“**FYE 2026**”), we conducted a range of knowledge-sharing sessions and engagement initiatives to support sustainability and technology awareness. We continue to support organisations in addressing environmental considerations associated with the lifecycle of ICT equipment. Our solutions facilitate ICT device leasing and ICT Asset Disposition, helping organisations manage sustainability-related objectives. We also engaged in initiatives involving technology applications across education, healthcare, and hybrid work environments. During the year, we continued to advance our sustainability agenda through ongoing stakeholder engagement, the adoption of ICT lifecycle-related solutions, and efforts to manage environmental impacts within our operations.

We remain focused on conducting our operations in an ethical and responsible manner and will continue to engage with stakeholders as part of our ongoing sustainability efforts.

Lastly, on behalf of the Board, I would like to express my appreciation to our employees for their dedication and commitment throughout the year. Their contributions remain important to the Group’s continued operations and development.

Thank you for your continued support.

On behalf of the Board,

Dato’ Zulkapli Bin Ahmad
Independent Non-Executive Chairman

SUSTAINABILITY STATEMENT

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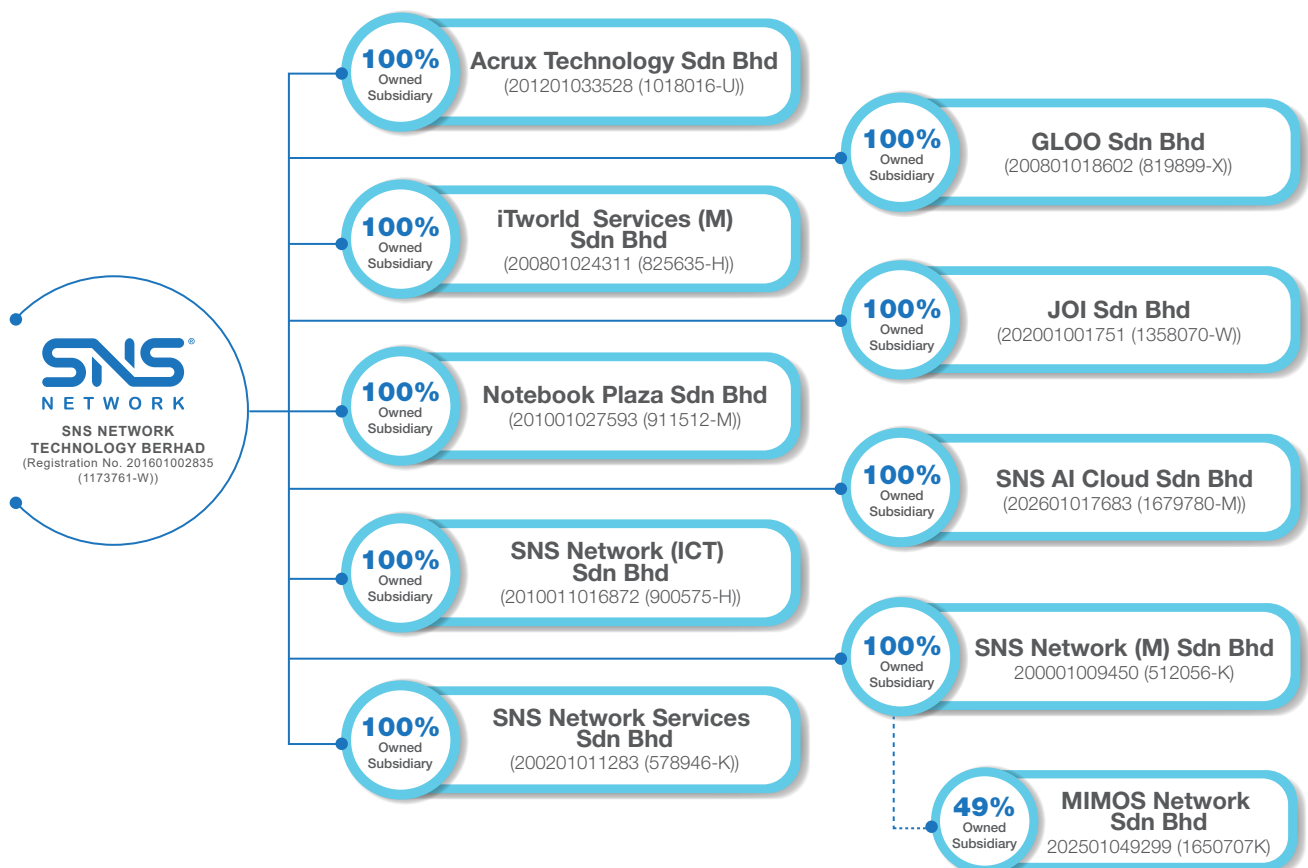
ABOUT SNS

SNS Network Technology Berhad, a Public Limited Company (“**SNS**” or the “**Company**”) and together with its subsidiaries (“**SNS Group**” or “**Group**”), is an Information Communication Technology (“**ICT**”) solution provider headquartered in Ipoh, Perak. The Group employs over 400 trained professionals with a nationwide network across Malaysia. The Group strives to satisfy the increasingly sophisticated needs of technology-driven solutions and seamlessly integrated information systems for end consumers, education, SME businesses, large corporations, and government institutions.

Since 1998, the Group has prided itself on being a solutions-based organisation that takes time to understand each customer’s business needs. The Group’s comprehensive and flexible spectrum of services is supported by leading-edge information technology that provides high visibility from end to end. The Group endeavours to integrate sustainability principles into its strategies, policies, and procedures.

Group Structure

SNS, the parent company, is listed on the Main Market of Bursa Malaysia Securities Berhad (“**Bursa Securities**”). All subsidiaries are wholly owned by SNS and are incorporated and domiciled in Malaysia.



Operating Locations, Products, and Services

The Group’s core activities include the sale of ICT products, device repair and related services, and provision of broadband services.

The Group sources its products and services from a diverse range of multinational corporations.

SUSTAINABILITY STATEMENT

Cont'd

All companies within the Group are domiciled in Malaysia and are operating in Johor, Penang, Perak, Sarawak, Selangor, Pahang and Malacca, with retail operations in Kuala Lumpur, Selangor, Putrajaya, Perak, Kedah, Kelantan.



The Group is designated under the Trading, Distribution, and Logistics Sector as determined according to the GRI Sector Program.

SUSTAINABILITY STATEMENT

Cont'd

SCOPE OF REPORT

The sustainability report (the “**report**”) presented here is an essential step for the Group in demonstrating its commitment to sustainability and responsible corporate practices.

The report covers the sustainability efforts and performance of the Group’s consolidated entities (including the Group’s headquarters and all subsidiaries operating in Malaysia) for the FYE 2026. This comprehensive scope allows for a holistic assessment of the Group’s sustainability performance across all areas of its operations, providing stakeholders with a picture of the Group’s sustainability practices and how the Group addresses ESG issues.

Material issues and topics described in this report have been selected according to their significance level within the Group’s boundaries, sustainability context, and materiality, reflecting its core business operations.

This report uses FYE 2023’s data, the first of the Group’s regular sustainability reporting, as the baseline for measuring progress and identifying areas for improvement. The data presented in this report applies to the Group unless otherwise stated in the report. As part of the Group’s ongoing commitment to sustainability, it aims to continuously improve reporting and expand the indicators presented on material matters, providing stakeholders with a more comprehensive view of its sustainability performance.

This sustainability report was published on 20 May 2026.

Reporting Methodology

This report is the Group’s fourth sustainability report since listing in 2022. The Group has prepared this report with reference to the requirements of the Global Reporting Initiative’s (“**GRI**”) Standards 2021, an internationally recognised reporting framework covering a comprehensive range of sustainability disclosures. Using the GRI Standards, the Group ensures that the report is aligned with international best practices for sustainability reporting and that stakeholders can compare performance against other companies reporting under the same framework. Additionally, the GRI Standards helped the Group to identify material issues and indicators, ensuring that reporting is relevant, comprehensive, and meaningful. Further, this report is prepared following the Sustainability Reporting Guide (“**ESG Guide**”) issued by the Bursa Securities 3rd Edition following the Main Market Listing Requirements.

Contact Information

The Group values stakeholder feedback on sustainability reporting to enhance sustainability performance and processes. We welcome any suggestions to the Report.

Please send any questions and suggestions to: ir@sns.com.my

SUSTAINABILITY APPROACH

Sustainability governance includes the systems and controls in place to manage the Group’s sustainability activities. This includes policies, processes, and people, which are necessary to meet the expectations of all stakeholders with integrity, respect, transparency, and accountability.

The Group prides itself on remaining steadfast in conducting its operations with integrity and the highest standards of ethical conduct and corporate governance. This shapes a culture of responsibility within the Group among employees at all levels, helps uphold the Group’s corporate reputation, and maintains brand positioning to build its thriving business further. With a commitment to conducting business in line with the best corporate governance practices, the Group aims to achieve sustainable business development by considering the interests of the stakeholders while ensuring compliance with legal and regulatory requirements.

SUSTAINABILITY STATEMENT

Cont'd

The Board of Directors (“**the Board**”) recognises the importance of adopting the Principles and Recommendations as set out in the Malaysian Code on Corporate Governance (“**MCCG**”), Third Edition of Corporate Governance Guide issued by Bursa Securities, and the Main Market Listing Requirements (“**MMLR**”) of Bursa Securities and is fully committed to ensuring that the highest standards of corporate governance are observed and practiced throughout the Group to build sustainable business growth, safeguard the interest of shareholders, enhance shareholders’ value and protect stakeholders’ interest.

Sustainability Leadership

Governance Structure and Composition

The Group’s Board of Directors, as the highest governance body, has ultimate responsibility for management, direction, general affairs, and performance. It also takes overall accountability in managing all risks and opportunities of the business. The Board oversees the advancement of the Group’s long-term success and the development of shareholder value. The Board leads by example, promoting the Group’s culture and acting with integrity.

The individual profiles of the Directors are available in the Investor Relations section of the Group’s website at www.sns.com.my.

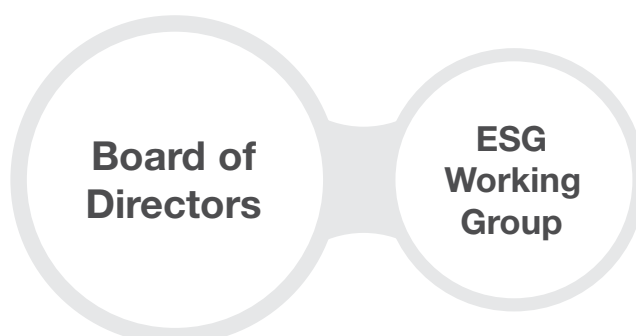
Role of the Board

The Board’s role is to provide leadership of the Group within a framework of prudent and effective controls that enable risk to be assessed and managed. The Board has delegated certain responsibilities to committees that operate in accordance with the Charter approved by the Board and delegated the day-to-day management of the business to the Group’s Managing Directors (“**MD**”), Management, and Executive Officers, subject to an agreed authority limit. The Chairman of the Board of Directors is not part of the Group’s senior executives.

The role of the Board includes reinforcement of ethical, prudent, and professional behaviour; reviewing and adopting a strategic plan on sustainability; addressing sustainability risks and opportunities; identifying principal risks and ensuring the implementation of appropriate internal controls and risk management together with mitigation measures; reviewing the adequacy and the integrity of the Group’s risk management, internal control systems and management information systems, including systems/reporting framework for compliance with applicable laws, regulations, rules, directives and guidelines to safeguard our Group’s reputation, employees and assets; etc. The full details of the role of the Board are publicly available on the Group’s website at www.sns.com.my.

The Board shall maintain an effective communications policy that enables both the Board and Management to communicate effectively with its shareholders, stakeholders, and the general public. It is the responsibility of the Board to ensure that the Annual General Meeting (“**AGM**”) and Extraordinary General Meeting (“**EGM**”) of the Group are conducted efficiently and serve as a crucial mechanism in shareholder communications. Key ingredients behind this include providing comprehensive and timely information to shareholders and encouraging active participation at the general meetings.

While the Board oversees the strategy of all sustainability initiatives throughout the Group, the ESG Working Group (led by the Group’s Financial Controller) oversees the Group’s impact on the economy, environment, and people. The ESG Working Group ensures that they engage with various stakeholders and consider the outcome of the engagement in their decision-making.



SUSTAINABILITY STATEMENT

Cont'd

The ESG Working Group reports to the MD during quarterly meetings. During these meetings, the MD reviews and approves all matters raised by the ESG Working Group concerning all stakeholders, including assessing the Group's material topics. In FYE 2026, FYE 2025, and FYE 2024, there were no identified critical concerns, and none were communicated to the Board.

Further, during the quarterly reporting of the ESG Working Group to the MD, the MD evaluates the performance of the working group and provides independent feedback on their performance in managing the Group's sustainability activities and impacts. The ESG Working Group takes notes of feedback and recommendations to improve its process and sustainability actions to address impacts on the economy, environment, and people.

Nomination Committee

The Board of Directors of the Group is committed to maintaining high standards of corporate governance in overseeing the performance strategy, risk management and sustainability impacts. In line with this, the Group's Nomination Committee oversees matters relating to the nomination of new Directors and recommends candidates to the Board. It is responsible for ensuring the appropriate Board balance and size and that the Board has a required mix of skills, experience, and other core competencies to ensure independence, integrity, and diversity. The Board is also mindful of the recommendation for diversity, and, under this circumstance, the Nomination Committee shall ensure that diversity is sought during its recruitment exercise and consider all forms of diversity in its recommendation to the Board.

This process ensures that Board composition, appointments, and evaluations are rigorous, transparent, and aligned with best governance practices.

The full charter, including membership, roles, and responsibilities, of the Nomination Committee is publicly available on the Group's website at www.sns.com.my.

Policy Commitments

The Group has established a Sustainability Policy that formalises its commitment to integrating Environmental, Social and Governance (ESG) principles across its operations, strategies and decision-making processes. The policy aims to embed sustainability into the Group's corporate culture, ensuring that business practices are conducted responsibly, ethically, and with consideration for long-term value creation. The Group is committed to promoting sustainable practices by incorporating ESG considerations into its policies and procedures, with active oversight from the Board of Directors and senior management.

From a social perspective, the Group commits to maintaining a safe and healthy workplace, supporting employee development through training and capacity building, promoting diversity and inclusion, preventing discrimination and harassment, and contributing to community development through charitable initiatives.

The policy also highlights the Group's commitment on environmental stewardship, through identifying, managing and minimising the environmental impact of its operations. This includes reducing the consumption of non-renewable resources, encouraging the use of renewable materials, minimising emissions and pollutants, and ensuring compliance with applicable environmental laws and regulations.

These policies are established to ensure responsible business conduct and extend to all the Group's activities, including its business relationships. These are reviewed periodically and approved by the Key Senior Management and the Board in accordance with the requirements of the Group.

The Group ensures that all policies are communicated to all employees as part of their onboarding and regular training. All officers and levels of management are tasked to ensure that policies are followed when establishing strategies, operational policies, and operational procedures. The progress is being communicated through the Group's Corporate Governance and Annual Reports, while the Group's sustainability policy details can be found at www.sns.com.my.

SUSTAINABILITY STATEMENT

Cont'd

Board Charter

The charter serves as a guide for the Board and Management vis-à-vis the role of the Board and its Committees, the requirements of the directors in carrying out their stewardship role and discharging their duties towards the Group, and the Board's current practices.

Based on the process and procedures laid out by the Board, the Nomination Committee shall carry out and ensure proper documentation of all assessments and evaluations on the effectiveness of the Board, the Board Committees, and the contribution of each Director annually. The Board should keep its size at a reasonable level of which Two (2) or one-third (1/3), whichever is higher, must be Independent and Non-Executive Directors as defined in the MMLR; and one (1) Director is a woman. Appointments to the Board, including new members, re-appointments, or re-elections, are made only after consultation with the Nomination Committee. In line with the MCCG, the tenure of an Independent Director is limited to a cumulative nine years, which may be consecutive or non-consecutive. An Independent Director may continue beyond nine years if re-designated as a non-independent Director, or, in exceptional cases, if the Board and Nomination Committee determine that their continued independence adds value, subject to a rigorous two-tier voting process at the general meeting. Tier 1 votes are cast by large shareholders (holding $\geq 33\%$ of voting shares or with majority appointment/control rights), and Tier 2 votes by all other shareholders. A resolution is passed only when both tiers approve.

This process ensures that Board composition, appointments, and evaluations are rigorous, transparent, and aligned with best governance practices. The full details of the Board Charter are publicly available on the Group's website at www.sns.com.my.

Training

Under the Board Charter, Directors are required to undergo the mandatory accreditation program under the auspices of Bursa Securities. In addition, directors must periodically attend relevant training courses or seminars to keep themselves updated on developments about their oversight function, including technical matters (such as sustainable development). The Nomination Committee shall decide on the continuous education training program for directors.

All training attended by directors is disclosed in the Annual Report.

Code of Conduct and Ethics

The Board is mindful of its responsibility to establish a culture that instils ethical conduct that penetrates all levels of the Group and inhibits misconduct or unethical behaviours. Accordingly, the Board has formalised a Code of Conduct and Ethics ("**the Code**") on 1 October 2021 for all the Board, executive officers, members of management, regular employees, and contractual employees having employment relationships with the Group, as well as temporary staff and seconded employees, working under the control and supervision of the Group.

The Group's Code of Conduct and Ethics lays down the Group's expectations of both the Board's and employees' behaviour while conducting business. The code aims to outline the standards of business conduct and ethical behaviour as well as the fundamental guiding principles and standards of the Officers, especially for the directors to discharge their duties and responsibilities to uphold their high standards of personal integrity, professionalism, and ethical practices. The details of the Group's Code are made available on the Group's website at www.sns.com.my.

SUSTAINABILITY STATEMENT

Cont'd

The Code covers areas such as the following:



Conflict of Interest

The Board acts in the best interests of the Group and its shareholders while avoiding conflicts of interest. A conflict of interest arises when a board member has personal or financial interests that may influence their decision-making, potentially compromising their duty to act solely in the Group's best interests. To prevent conflicts of interest, the Board Charter includes policies for identifying and managing conflicts, such as disclosing financial interests, recusing oneself from discussions and decisions, and limiting or prohibiting certain financial transactions. An actual, potential, or perceived conflict of interest does not necessarily disqualify an individual director from the Board, provided that full disclosure of the interest has been made to all stakeholders in good faith and with due honesty.

The Company Secretary aids the directors in the annual independence and conflict of interest self-declaration.

In FYE 2026, FYE 2025, and FYE 2024, there were no conflicts of interest identified.

Remuneration

The Group has established a comprehensive Remuneration Policy for Directors and Key Senior Management to ensure transparency, fairness, and alignment with the company's long-term business strategy and sustainability objectives. The remuneration policy is guided by principles that ensure alignment with both company and individual performance, consider prevailing market practices and economic conditions, maintain a balanced structure between fixed and variable pay components, and uphold strong governance and sustainability standards. In accordance with the MCCG, the Remuneration Committee of the Group is set up to provide recommendations to the Board on the remuneration of the Executive Directors and Key Senior Management.

Remunerations are assessed based on a director's position and scope of work, business strategy, long-term objectives, the complexity of activities performance, years of service, experience, and industry standard. The parts of remuneration are structured to link rewards to corporate and individual performance, including performance in relation to the management of the Group's impacts on the economy, environment, and people.

All remuneration for directors shall be approved by the Board, with the directors concerned abstaining from participating in the discussion of their remuneration. Further, remuneration for Non-Executive Directors is subject to shareholders' approval at general meetings. The full details of the Board Charter and Remuneration Policy can be found on the Group's website at www.sns.com.my, while the details of the remuneration of all directors are available on the Group's Corporate Governance Report for FYE 2026 and previous years.

SUSTAINABILITY STATEMENT

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Compliance with Laws and Regulations

Compliance with laws and regulations is crucial for the Group's business operations. Practicing self-regulation, the Group ensures that all its business activities are in check with the applicable laws and regulations.

The Group is committed to doing business the right way by acting ethically and consistently with its Code of Conduct and Ethics, its policies, and all applicable laws, rules, and regulations. Employees must familiarise themselves with applicable laws relating to their job responsibilities and Group policies.

Failure to abide by the laws and regulations could subject the Group to civil and/or criminal actions leading to damages, fines, and criminal sanctions against the Group and/or its employees with significant consequences for its name. The Group conducts regular compliance monitoring. Based on the activities conducted in FYE 2026, it was observed that the Group successfully met all compliance requirements with no major offenses and no penalties or fines for non-compliance, except for late payment penalty if any.

Tax Compliance

The Group ensures compliance with tax regulations and fully supports the local and national governments by paying the appropriate taxes. Tax compliance is monitored both by the ESG Working Group and the Board. The Group regularly files its tax returns as part of its accounting and reporting. It monitors tax laws and regulations and assesses and identifies tax complexities and risks. The Group engages third-party tax consultants to assist in tax management and external auditors to ensure that its financial statements comply with reporting and disclosure requirements. The Group Financial Controller ("**GFC**") serves as the designated person-in-charge ("**PIC**") responsible for overseeing and coordinating tax compliance, tax planning, and other tax-related matters. The PIC ensures that all tax obligations are properly monitored and met in a timely manner, with technical support and advisory services provided by the external professional party. As of the reporting period, the Group has not been subject to any tax audits initiated by tax authorities.


Stakeholders

Stakeholder engagement is fundamental to the Group's sustainability strategy. It keeps the Group abreast with stakeholder needs and expectations. Through the years, the Group has maintained close and effective communication with its valued stakeholders through its various engagement platforms to manage stakeholders' needs and ensure the voices of the stakeholders are heard. These engagement programs aim to identify and address stakeholders' concerns or grievances and provide a way for stakeholders to seek advice.

SUSTAINABILITY STATEMENT

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The Group has established multiple engagement programs to gauge the stakeholders' views on the operations and services. The Group's stakeholder engagement, including topics of concern, purpose, and engagement methods, is listed below.

Stakeholders	Engagements	Expectations and Concerns	Engagement Methods and Frequency
 Government and Regulators	The Group complies with corporate governance, local laws, and regulations, and it pays all taxes to support Malaysia's programs and economic growth in each region.	<ul style="list-style-type: none"> • Compliance with laws and regulations • Support economic development 	<ul style="list-style-type: none"> • Monitoring of compliance with laws and regulations (Continuously) • Routing regulatory reports and payments of taxes (Continuously, according to regulatory schedules)
 Shareholders and Investors	The Group prioritises shareholder interests by appointing an experienced management team and upholding good corporate governance.	<ul style="list-style-type: none"> • Return on investments • Corporate governance • Business compliance 	<ul style="list-style-type: none"> • Reports and announcements (As needed) • Regular general meetings • Official website (Continuously)
 Employees	Employees are the Group's greatest asset, and continuous training programs enable them to excel in their field.	<ul style="list-style-type: none"> • Compensation and benefits • Professional and career development • Health and safety • Inclusivity and equity 	<ul style="list-style-type: none"> • Performance reviews (Semi-annually) • Training (Regular and as needed) • Emails, notices, hotlines, activities with management (Regularly and as needed)
 Customers	The Group prioritises value-added products, better business terms, and customer-oriented business models to create value for domestic clients.	<ul style="list-style-type: none"> • High-quality products and services • Protect the rights of customers 	<ul style="list-style-type: none"> • Customer satisfaction survey (Regularly and as needed) • Customer service hotline and email (Continuously) • Live interactions and consultations (Continuously)
 Suppliers and Contractors	The Group fosters supplier industries' advancement and conducts fair, transparent tenders as a vital purchaser of products and services.	<ul style="list-style-type: none"> • Fair and open procurement • Long-term relationship 	<ul style="list-style-type: none"> • Requests for quotations from various vendors for comparison before purchase. • Suppliers' satisfaction assessment (Regularly and as needed) • Face-to-face and online consultations (Continuously)
 Communities	The Group promotes regional prosperity by conducting sustainable business operations and sponsoring social and economic development programs for healthier, happier local communities. It also engages local communities to identify, address, and remediate any adverse impacts of its operations, ensuring accountability and continuous improvement.	<ul style="list-style-type: none"> • Involvement in community development • Business compliance • Environmental protection and awareness 	<ul style="list-style-type: none"> • Media conferences and responses to inquiries (Regularly and as needed) • Public welfare activities (Regularly and as needed)

The Group is committed to providing for or cooperating in the remediation of any negative social, environmental, or economic impacts that it has caused or contributed to. The Group has not encountered any actual negative impacts during the reporting period. In the event that any negative impacts arise, the MD serves as the designated spokesperson of the Company and is responsible for overseeing the communication, assessment, and implementation of appropriate remedial action plans. As of the reporting date, no incidents have been reported.

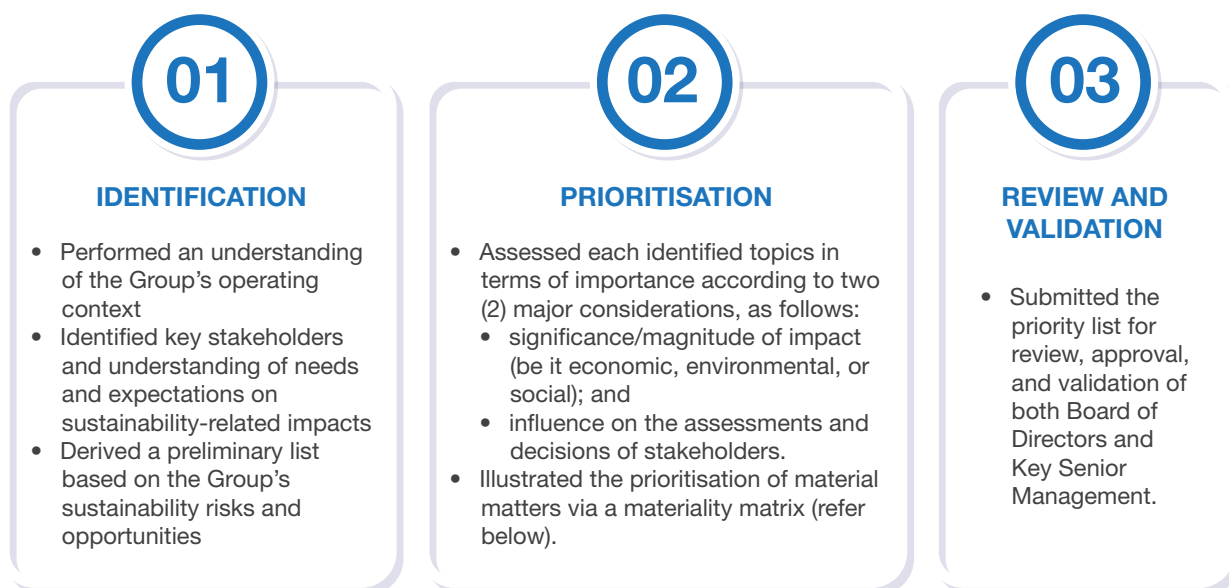
SUSTAINABILITY STATEMENT

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Identification of Material Topics

Undertaking a robust materiality assessment process is essential for systematically identifying and prioritising sustainability matters that are most material to the Group and its stakeholders.

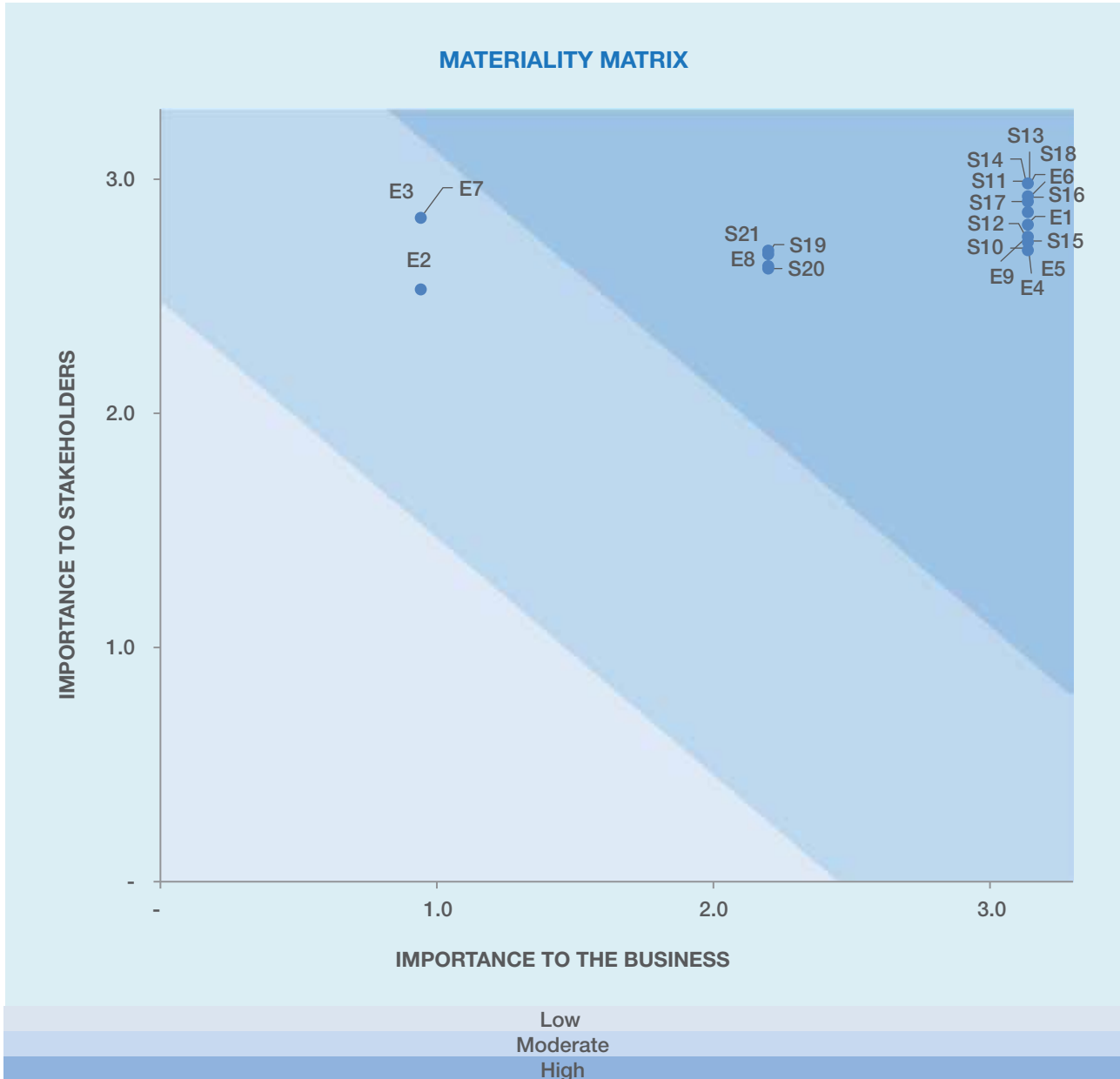
The Group's Materiality Assessment Process followed the guidance provided by the ESG Guide issued by the Bursa Securities 3rd Edition, as follows:



In FYE 2023, the Group conducted its first materiality assessment and identified ten (10) matters of significance. The assessment involved evaluating the importance of each matter to the Group's stakeholders and business operations. The Group conducts the materiality assessment process regularly, at least on an annual basis. In FYE 2024, the Group revisited its assessment of material topics to improve the disaggregation of material topics and enhance reporting, continuing this proactive approach. The Group further aligned its assessment of material topics for FYE 2025 with the 9+2 common indicators as suggested by the Sustainability Reporting Guide 3rd Edition. In FYE 2026, the Group continues to report in accordance with these guidelines.

SUSTAINABILITY STATEMENT

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Legends:

- | | |
|--|---|
| E1. Air and Greenhouse Gas Emissions | S12. Training & Development |
| E2. Waste and Effluents | S13. Legal compliance on employment practice |
| E3. Water Use | S14. Anti-corruption policies and whistle-blowing procedure |
| E4. Energy Use | S15. Product/Service Safety |
| E5. Environmental design on products and services | S16. Data Privacy and Protection |
| E6. Legal Compliance on environmental aspect | S17. Labelling and information relating to products and services |
| E7. Land remediation, contamination or degradation | S18. Legal compliance on operation and products/services provided |
| E8. Supplier environmental assessment | S19. Community Development and Investments |
| E9. Material used in production and packaging | S20. Supplier Assessment for Impacts on Society |
| S10. Employment Practices | S21. Capital Investments on Local Economy and other indirect economic impacts |
| S11. Occupational Health and Safety | |

SUSTAINABILITY STATEMENT

Cont'd

The identified material topics were grouped into the following categories:

Material Matters	Definition	GRI Indicators	United Nations Sustainable Development Goals
Governance			
Anti-corruption Policies and Whistle-blowing Procedure	The impact of the Group's commitment to fair and just practices.	205	16 – Peace, Justice, and Strong Institutions
Environmental			
Environmental Design on Products and Services	The impact of the Group's contribution to resource conservation to minimise negative environmental impacts.	301	12 – Responsible Consumption and Production
Material used in production and packaging			
Energy Use	The impact of the Group's stewardship of energy conservation to minimise negative environmental impacts.	302	7 – Affordable and Clean Energy 13 – Climate Actions 15 – Life on Land
Water Use	The impact of the Group's water management, from consumption to discharge, to minimise negative environmental impact.	303	6 – Clean Water and Sanitation 14 – Life Below Water
Legal Compliance on Environmental Aspect	The impact of the Group's compliance with environmental policies on the protection of the environment.	2-27 101	13 – Climate Action 16 – Peace, Justice, and Strong Institutions
Land Remediation, Contamination or Degradation	The extent of the Group's prevention and remediation activities with respect to its impacts on the environment.	101 306	13 – Climate Action 14 – Life Below Water 15 – Life on Land
Air and Greenhouse Gas Emissions	The impact of the Group's stewardship of emission reduction to minimise negative environmental impacts.	305	7 – Affordable and Clean Energy 13 – Climate Actions 15 – Life on Land
Waste and Effluents	The Group's policies and recovery processes manage waste effectively across its operations, with minimal impact on the environment and communities.	306	3 – Good Health and Well-Being 13 – Climate Actions 15 – Life on Land
Supplier Environmental Assessment	The Group's assessments and audits of existing suppliers and their products and services using environmental criteria to minimise negative environmental impacts.	308	12 – Responsible Consumption and Production
Social			
Employment Practices	The Group's approach towards managing equitable remuneration, benefits occupational health and safety, training and education, diversity, human rights, and other	401	3 – Good Health and Well-Being
Training and Development		402	4 – Quality Education
Occupational Health and Safety		403	5 – Gender Equality
		404	8 – Decent Work and Economic Growth
		405	
Legal Compliance on Employment Practice	employee engagement programs that aim to protect, retain, and strengthen the workforce.	406	10 – Reduced Inequalities
		407	
		408	
		409	
		411	

SUSTAINABILITY STATEMENT

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Material Matters	Definition	GRI Indicators	United Nations Sustainable Development Goals
Supplier Assessment for Impacts on Society	The Group's supplier assessment procedures to prevent, mitigate, and address actual and potential negative social impacts in the supply chain.	414	12 – Responsible Consumption and Production 16 – Peace, Justice, and Strong Institutions
Community Development and Investments	The impact of the Group's infrastructure investments and services on stakeholders and the economy.	201	8 – Decent Work and Economic Growth 11 – Sustainable Cities and Communities
Capital Investments in Local Economy and Other Indirect Economic Impacts		202	
		203	
		204	
		207	
Product/Service Safety	The existence and range of the Group's systematic efforts to address health and safety concerns across the life cycle of a product or service.	416	8 – Decent Work and Economic Growth 12 – Responsible Consumption and Production
Labelling and information relating to products and services		417	
Legal Compliance on Operation and Products/ Services Provided	The Group's approach to addressing health and safety protection is a recognised goal of many national and international regulations.	410	8 – Decent Work and Economic Growth 12 – Responsible Consumption and Production 16 – Peace, Justice, and Strong Institutions
		416	
		417	
Data Privacy and Protection	The Group's approach to protecting data.	418	8 – Decent Work and Economic Growth 16 – Peace, Justice, and Strong Institutions

¹ In 2015, the United Nations adopted the Sustainable Development Goals (SDGs), also known as the Global Goals, which aim to end poverty, protect the planet, and promote peace and prosperity for all people by 2030 (<https://sdgs.un.org/goals>)

GOVERNANCE

Economic Performance

Economic Value Generated and Distributed

The Group's direct economic value significantly increased in the reporting year and has demonstrated steady growth over the years since 2023. Group's direct economic value growth was delivered through concentration on the Group's sustainable and strategic choices.

RM3.3B
FYE 2026 Revenue

↑ 228%
from RM1.0B FYE 2025

RM45.9M
FYE 2026 Net Income

↑ 52%
From RM30.3M FYE 2025

Economic value distributed during the year amounted to RM3.23 billion (FYE 2025: RM0.97 billion; FYE 2024: RM1.24 billion), which includes RM3.16 billion cost of sales and service from products and services purchased (FYE 2025: RM0.91 billion; FYE 2024: RM1.18 billion), RM13.33 million operating costs, (FYE 2025: RM13.05 million; FYE 2024: RM13.63 million), RM46.78 million employee wages and benefits, (FYE 2025: RM33.10 million; FYE 2024: RM29.54 million), RM0.72 million interest payments to loan providers (FYE 2025: RM0.31 million; FYE 2024: RM0.34 million), RM9.52 million payments to the Malaysian Government (FYE 2025: RM7.22 million; FYE 2024: RM12.10 million), and RM0.09 million community investments such as voluntary donations and investments of funds to charities, non-profit organisations ("NGO") and research institutes, community infrastructure, and social programs (FYE 2025: RM0.09 million; FYE 2024: RM0.91 million).

SUSTAINABILITY STATEMENT

Cont'd

Operating costs included property rental, license fees, facilitation payments with clear commercial objectives, royalties, payments to contract workers, training costs, and personal protective clothing.

RM1.9B

Local Expenditures

↑ 99%

from RM1.0B FYE 2025

RM1.4B

Foreign Expenditures

↑ 3325%

from RM0.04B FYE 2025

Local expenditures refer to total spending for goods and services provided by local vendors, employees, etc. It also includes all payments to the local and national government for taxes, licenses, and other fees. In FYE 2026, total economic value distributed locally accounted for 58.3% of total expenditures (FYE 2025: 95.9%; FYE 2024: 95.8%). Foreign expenditures saw a significant scale-up, rising from RM41.2 million in FYE 2025 to over RM1.4 billion in FYE 2026, primarily driven by a substantial increase in purchases from overseas suppliers to support strong business growth to meet global supply chain requirements. No government support was received in FYE 2026. In prior periods, the Group benefited from government hiring incentives aimed at promoting employment and workforce development, receiving RM0.12 million in FYE 2025 and RM0.01 million in FYE 2024. These incentives supported the recruitment of new employees and aligned with national initiatives to enhance job creation and economic recovery post-pandemic.

Further details of the Group's direct economic value generated and distributed ("**EVG&D**") are found in the Group's Audited Consolidated Financial Statements.

Climate Change Risks and Opportunities

Climate change presents financial implications, risks, and business opportunities. As extreme weather events become more frequent, businesses may experience increased costs due to property damage, supply chain disruption, and higher insurance premiums. However, companies that invest in renewable energy and sustainable practices may benefit from cost savings, improved reputation, and increased consumer demand.

The Group continuously assesses and monitors climate change's impact on its operations. The Group has embraced renewable energy and installed solar panels at the headquarters office premises. Moving forward, climate change will be taken into consideration in the Group's future strategic development process. In September 2024, the National Sustainability Reporting Framework was issued, providing comprehensive guidance to listed companies on the adoption of IFRS S1 and S2 standards.

In line with this framework, Main Market listed issuers with a market capitalization of RM2 billion and above (Group 1) are required to apply IFRS S1 and IFRS S2 for financial years beginning on or after 1 January 2025, while the remaining Main Market issuers (Group 2) will adopt the standards for financial years beginning on or after 1 January 2026 and are granted an additional two-year transition period, enabling full adoption of the IFRS standards by FYE 2029. The Group will provide a detailed update on our compliance progress in the next fiscal year.

Indirect economic Impact

Given the continuous growth in demand for ICT products and the acceleration of digital transformation, the Group sees a positive outlook for the future. The Group currently has plans for the expansion of our device-as-a-service ("**DaaS**") business by setting up of 10 new stores in the country, and the construction of a regional hub in Petaling Jaya. Over the past year and up to the present, the Group has further expanded its physical presence across Malaysia by opening several new multi-brand and brand-specific stores in Penang and Selangor to support a broader customer base. Looking ahead, the Group's regional hub, expected to commence operations in December 2027, will serve as a storage facility, customer experience centre, live video production area, training centre, workshops, and office facilities. Aside from reaching more businesses and providing them with secure and scalable ICT solutions, these expansion plans will create more job opportunities for the community and drive growth across other parts of the country.

The Group is also supported by JOI[®], our in-house brand of devices and solutions designed to meet the needs of a growing student audience, enabling them to access educational tools and online learning in a hybrid environment. The Group continues to secure more DaaS projects from both the government and private sectors across all industries.

SUSTAINABILITY STATEMENT

Cont'd

Anti-Bribery, Anti-Corruption, and Whistleblowing Policy

The Group is committed to conducting its business activities properly and lawfully, particularly against corruption, fraud, terrorism, and money laundering. Aiming to build ethical business relations, the Group adheres to the anti-bribery and anti-corruption policy adopted by the Group on 01 December 2020, which is established in line with Section 17A of the Malaysian Anti-Corruption Commission Act 2009 (“**MACC Act**”).

During the reporting period, the Group ensured that 100% of its business partners were formally communicated with regarding the Group’s anti-corruption policies and procedures. This coverage includes all directors and employees of the Group, including consultants, contractors, trainees, seconded employees, volunteers, interns, agents, sponsors, suppliers, customers, any third party, and any other person associated with the Group. All its directors and employees regularly receive training, timely refresher courses, and awareness programs on anti-bribery and anti-corruption.

The anti-bribery and corruption policy is publicly available on the Group’s website at www.sns.com.my.

The Group has established a Whistleblowing Policy and Procedure to uphold the highest standards of professionalism, integrity, and ethical behaviour in its business and operations. The policy sets out procedures that enable employees to raise genuine concerns regarding actual or suspected unethical, unlawful, illegal, wrongful, or other improper conduct. It also sets out the process for managing any action, intimidation, or harassment against a whistle-blower. The Group’s employees are highly encouraged to report any violation of the Group’s Code of Conduct and Ethics via honesty@sns.com.my. Examples of violations may include, but are not confined to, bribery, kickback, fraud, theft, forgery, unfair treatment, harassment and/or sexual harassment, abuse of power, some other form of misconduct, and/or misuse of common resources. All feedback is dealt with justly and with the highest confidentiality.

The Whistleblowing policy is publicly available on the Group’s website at www.sns.com.my.

The Board periodically reviews the Code in accordance with the Group’s needs, and any changes are communicated to all employees.

From FYE 2024 to FYE 2026, the Group communicated its anti-bribery and anti-corruption policies to all employees, Key Senior Management, the Board of Directors, and business partners. Business partners are required to acknowledge these policies through the Group’s “Acknowledgement of Notice and Declaration,” which also includes other sustainability-related commitments.

All employees, Key Senior Management, and the Board were also trained in anti-corruption.

In FYE 2026, FYE 2025, and FYE 2024, the Group assessed its entire operations for corruption risks and has not noted any incidents of corruption. Furthermore, no public legal cases were brought against the Group or its employees within the reporting year.

ENVIRONMENT

The Group recognises that protecting the environment is a critical component of its sustainability strategy. The Group is committed to minimising and mitigating environmental impacts throughout the life cycle of operations and to conserving valuable resources.

To achieve this, the Group conducts operations in a manner that protects the environment and carefully evaluates the methods to reduce any adverse exposure to the surrounding environment.

As the world becomes more mindful of the detrimental effects of climate change, the Group believes that businesses must take proactive steps to mitigate its impacts. The Group also recognises that employees are critical in helping achieve its sustainability goals. Currently, the Group has not yet set its emission reduction targets as it continues to assess its impact and develop specific plans and programs. However, the Group encourages all personnel to reduce consumption of non-renewable and non-recyclable materials, pursue renewable resources, minimise the level of pollutants entering the air and water from daily business operations, and comply with environmental laws. By working together, the Group can make a positive impact on the environment and help to build a more sustainable future for all.

SUSTAINABILITY STATEMENT

Cont'd

Energy and Emissions

The Group recognises the critical role of energy consumption in contributing to Greenhouse Gas (“GHG”) Emissions. In FYE 2026, FYE 2025, and FYE 2024, the Group assessed that its air emission and ozone impact are focused mainly on the GHG emissions from the usage and consumption of fuel and purchased electricity. As part of its commitment to sustainability, the Group has taken proactive measures to address its GHG emissions.

In FYE 2023, the Group initiated a comprehensive monitoring and management system to track and manage its GHG emissions across all its subsidiaries and operating locations. By combining data from all operating locations, the Group can better identify areas of high energy consumption and develop strategies to reduce its carbon footprint.

As a trader, the Group also relies upon product manufacturers’ commitments to reducing energy requirements through product development. This means that the Group considers manufacturers who prioritise efficiency in their product design and development process. These manufacturers may use innovative techniques and technologies to reduce the energy requirements of their products while maintaining their performance and quality.

Scope 1 Emissions

As a provider of ICT products and solutions, SNS’s direct emissions (scope 1) only come from fuel consumption of its own vehicles. Scope 1 emissions account for the Group’s 11.3% of disclosed GHG emissions. In FYE 2026, the group generated 145.42 metric tons of CO₂e (“tCO₂e”), which is 49.4% higher than the base year’s direct emissions (FYE 2025: 107.77 tCO₂e, FYE 2024: 96.78 tCO₂e). Additionally, the Group’s intensity ratio decreased by 42.9% in the current fiscal year, with 0.04 tCO₂e per million RM of revenue compared to base year data (FYE 2025: 0.11 tCO₂e per million RM of revenue; FYE 2024: 0.08 tCO₂e per million RM of revenue) due to an increase in FYE 2026 revenue value.

Mobile Combustion

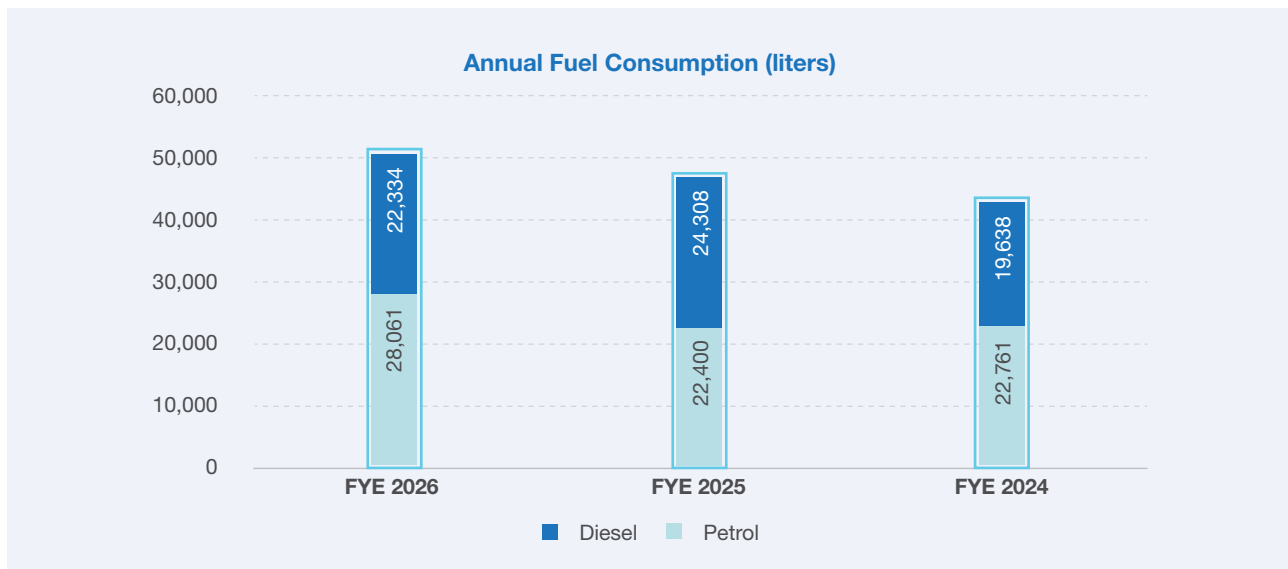
Fuel Type	Annual Consumption (Liters)			Annual GHG Emissions (metric tons of CO ₂ e)		
	FYE 2026	FYE 2025	FYE 2024	FYE 2026	FYE 2025	FYE 2024
Petrol	28,061	22,400	222,761	74.36	46.69	47.45
Diesel	22,334	24,308	19,638	71.06	61.08	49.33
Total	50,395	46,708	42,399	145.42	107.77	96.78
Intensity Ratio*	15.1	45.9	33.2	0.04	0.11	0.08
Baseline Year Consumption (FY2023)		41,437			50.07	
Baseline Intensity ratio* (FY2023)		29.5			0.07	
Change in consumption intensity*	-48.9%	55.4%	12.6%	-42.9%	57.1%	14.3%

*Per million RM of revenue

The Group used these fuels for transportation and business purposes.

SUSTAINABILITY STATEMENT

Cont'd



The increased fuel consumption in FYE 2026 is mainly due to increased engagement in knowledge-sharing sessions and campaigns. Total petrol and diesel consumption amounts to approximately 15.1 litres of petrol and diesel (FYE 2025: 45.9 litres of petrol and diesel; FYE 2024: 33.2 litres of petrol and diesel) per million RM of revenue.

Scope 2 Emissions

The Group's indirect emissions (Scope 2 emissions) are primarily generated from electricity consumption sourced from regional grids and on-site solar panels at the Headquarters. Emissions data is calculated based on the Country Emission Factors database from the Carbon Database Initiative.

Electricity Consumption

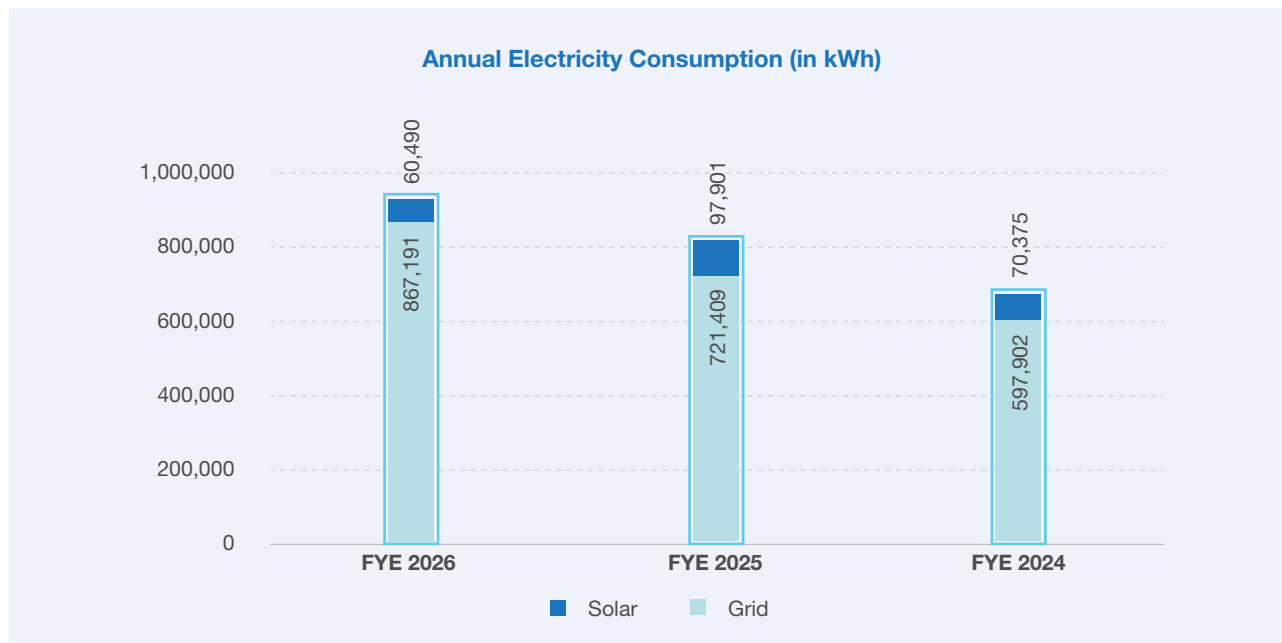
Source Type	Annual Consumption (kWh)			Annual GHG Emissions/Avoidance (metric tons of CO ₂ e)		
	FYE 2026	FYE 2025	FYE 2024	FYE 2026	FYE 2025	FYE 2024
Non-Renewable						
Grid	867,191	721,409	597,902	675.69	443.30	321.90
Renewable						
Solar	60,490	97,901	70,375	-	-	-
Intensity Ratio*	259.6	708.3	468.5	0.20	0.44	0.25
Baseline Year Consumption (FY2023)		582,380			313.50	
Baseline Intensity ratio* (FY2023)		414.9			0.22	
Change in consumption intensity*	-37.4%	70.7%	12.9%	-9.1%	95.5%	13.6%

*Per million RM of revenue

In FYE 2026, the Group's scope 2 emissions stood at 675.69 tCO₂e, equivalent to 0.20 tCO₂e per million RM of revenue (FYE 2025: 0.44 tCO₂e/million RM of revenue). Despite the increase in absolute emissions, the emissions intensity decreased by 9.0% compared with the baseline emission intensity of 0.22 tCO₂e/million RM of revenue in FYE 2023, primarily driven by the increase in revenue during the reporting year. The increase in scope 2 emissions is due to increased electricity consumption of the Group's new outlet sites, offices, and stores. This increase was partially offset by the reduction in usage in our Headquarters office due to the implementation of solar panels.

SUSTAINABILITY STATEMENT

Cont'd



Total grid electric consumption intensity during the year translates into approximately 259.6 kilowatt-hours (“kWh”) (FYE 2025: 708.3 kWh, FYE 2024: 468.5 kWh) per million RM of revenue. For FYE 2026, the Group’s electricity consumption increased due to the newly set up office, warehouse, and outlets, and additional usage of equipment, while intensity decreased due to an increase in the Group’s revenue. The Headquarters implements energy reduction initiatives, including solar panel utilisation and setting timers for central air conditioning.

The Group seeks to reduce non-renewable electricity consumption in all its locations through transition to more energy-saving products as the existing equipment is retired and/or spoiled. In FYE 2023, the Group has started to utilise solar panels as a source of renewable energy.

The Group’s total solar energy consumption is 60,490 kWh in FYE 2026 (FYE 2025: 97,901 kWh, FYE 2024: 70,234 kWh).



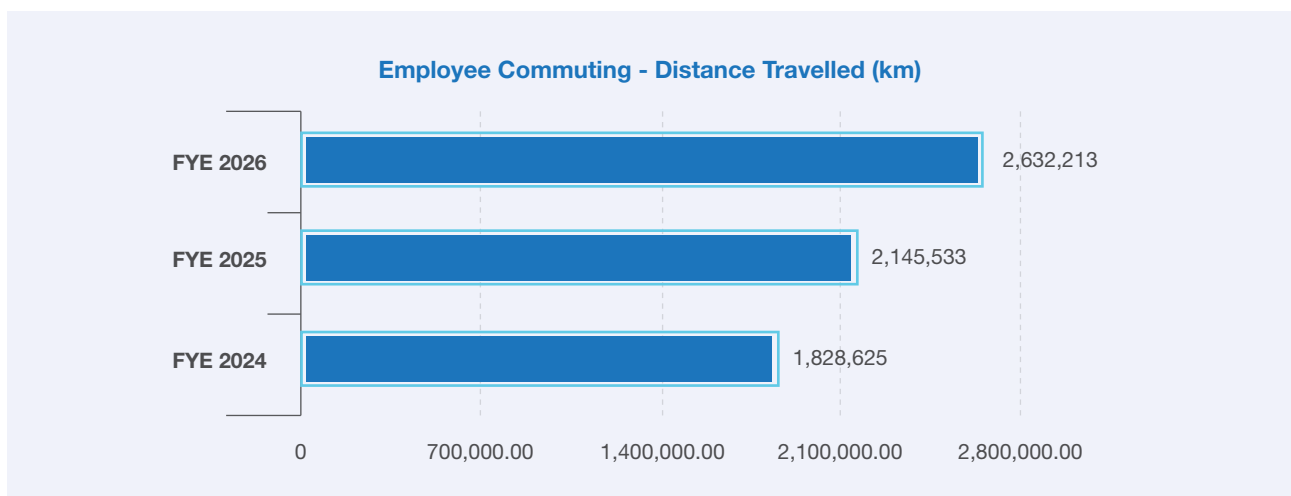
SUSTAINABILITY STATEMENT

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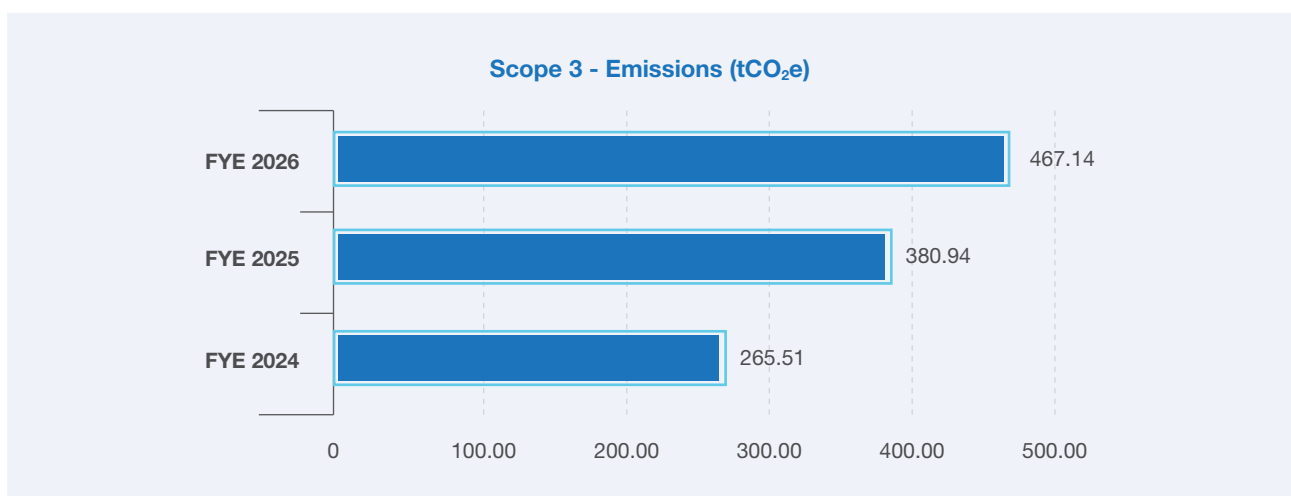
Scope 3 Emissions

Staff Commuting

The Group started reporting emissions from commuting of staff in FYE 2024. This activity includes emissions from employees' travel between their homes and their respective worksites. Employee commuting is calculated using a distance-based method in accordance with the Corporate Value Chain (Scope 3) Accounting and Reporting Standard. The Group used the Greenhouse gas reporting: conversion factors, emission factors published by the United Kingdom Department for Environment, Food and Rural Affairs ("DEFRA"). Emissions from electric vehicles are calculated using the grid region emission factor for Malaysia, supplied by the carbon calculator tool we used for calculating the emissions.



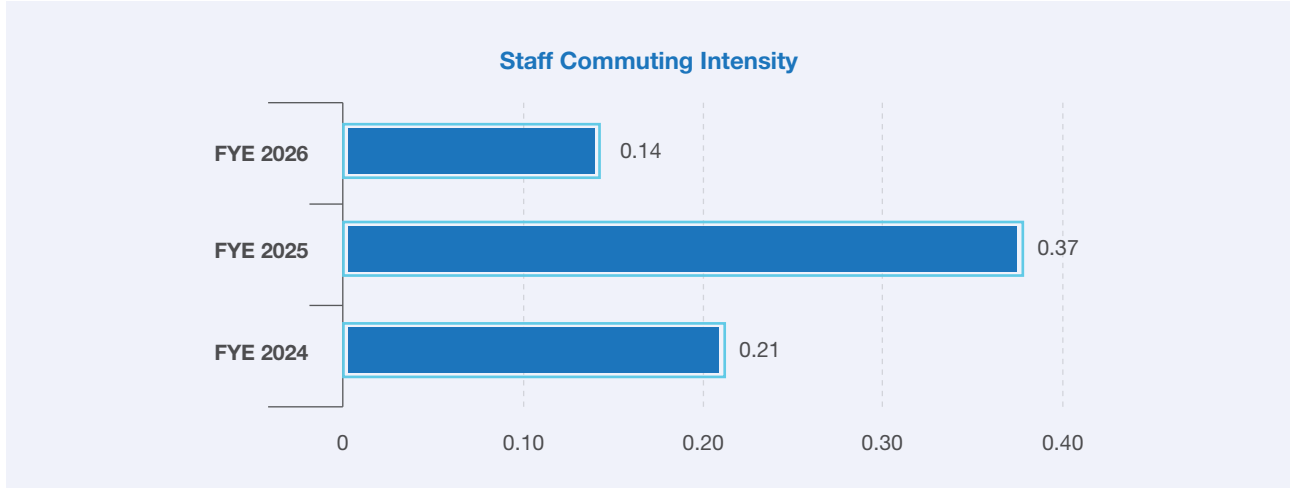
In FYE 2026, the Group's staff travelled a total of 2,632,213 km from their homes to their respective worksites (FYE 2025: 2,145,533 km, FYE 2024: 1,828,625 km). This resulted in total emissions of 467.14 tCO₂e, a 22.6% increase compared to last year's employee commuting emissions (FYE 2025: 380.94 tCO₂e; FYE 2024: 265.51 tCO₂e).



Despite the increase in absolute emissions, the emissions intensity for this year improved, decreasing to 0.14 per million RM of revenue (FYE 2025: 0.37 tCO₂e per million RM of revenue, FYE 2024: 0.21 tCO₂e per million RM of revenue), primarily driven by higher Group's revenue.

SUSTAINABILITY STATEMENT

Cont'd



As part of our ongoing commitment to sustainability and employee well-being, we have introduced a new awareness campaign to encourage more sustainable employee commuting practices. Informational posters have been strategically placed at staff entrances to promote environmentally friendly transportation options and to support behavioural change toward greener commuting options.

Other Emissions

The Group will continue to improve the measurement of Scope 3 emissions in subsequent reporting. Further, the Group is not involved in operations resulting in emissions of ozone-depleting substances (“**ODS**”) nor nitrogen oxides (“**Nox**”), sulfur oxides (“**Sox**”), and other significant air emissions.

Water and Effluents

The Group is committed to responsible water sourcing and usage practices. The Group recognises the importance of reducing its water consumption footprint and takes proactive measures to achieve this goal. Although the Group is not operating in any area experiencing water stress or issues, it remains vigilant of its consumption and strives to reduce its water consumption footprint by constantly implementing water-saving initiatives, such as optimising water usage in its facilities, reducing water wastage through leak detection and repair, and promoting water conservation awareness among its employees and stakeholders.

Through these efforts, the Group aims to minimise its impact on the environment and contribute to the sustainable use of water resources in the communities it operates in.

As a trader, the Group’s water consumption is limited to usage in its headquarters and stores. Water consumed is sourced directly from local distributors, not stored in any facility, and not directly drawn from any water source. The Group complies with local regulations and discharges the water it consumes into sewerage tanks.

In FYE 2026, the Group consumed 1,328 m³ (FYE 2025: 1,451 m³, FYE 2024: 1,793 m³) of water. Additionally, the Group’s intensity ratio decreased in the current fiscal year, with 0.04 m³ compared to base year data (FYE 2025: 1.42 m³; FYE 2024: 1.41 m³) per million RM of revenue due to an increase in FYE 2026 revenue value.

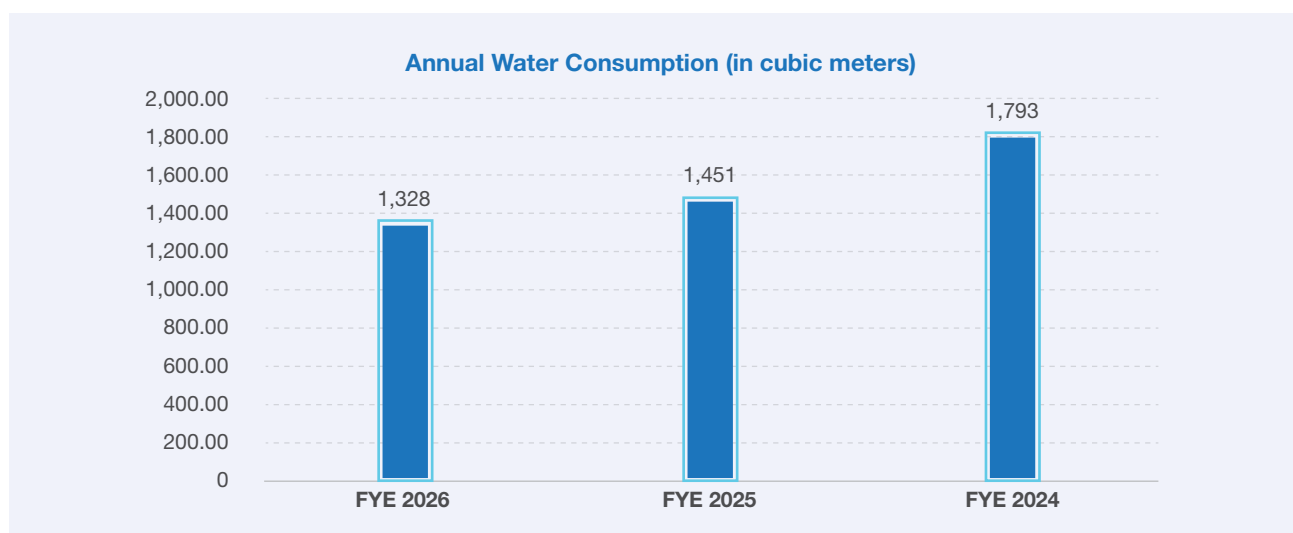
SUSTAINABILITY STATEMENT

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Due to the nature of the Group's operations, water withdrawal is equivalent to water consumption, as there is no material discharge, recycling, or reuse of water. Decrease in water consumption in FYE 2026, was due to the Group's proactive approach through continuous employee engagement. Regular communications and reminders are implemented to reinforce the importance of water conservation, including encouraging employees to turn off water-based appliances after use. This ongoing awareness-building initiative supports responsible water use and contributes to the company's broader environmental stewardship efforts.

Water Consumption	FYE 2026	FYE 2025	FYE 2024
Total	1,328	1,451	1,793
Intensity Ratio*	0.40	1.42	1.41
Baseline Year Consumption (FY2023)		1,756	
Baseline Intensity ratio* (FY2023)		1.25	
Change in consumption intensity*	-68.0%	13.6%	12.0%

*Per million RM of revenue



Waste

The Group's waste generation primarily arises from its core business activities as an ICT products distributor. The main waste streams identified are non-hazardous office waste such as paper used in transactions, and packaging waste, including cardboard boxes and plastic materials associated with inventory handling.

The Group is committed to reducing its environmental impact through responsible waste management practices. The Group strives to minimise our contribution to landfills by reducing, reusing, and recycling waste wherever possible. To achieve this, the Group has implemented a comprehensive waste management program that adheres to all local council regulations. The Group ensures that all wastes are properly labelled, stored, and disposed of. All employees are required to practice responsible waste management.

The Group is committed to continually reviewing and improving our processes in waste management to reduce our environmental footprint. In FYE 2023, the management started the process of creating waste management policies, plans, and programs. The Group, however, follows local regulations for waste management, which requires waste to be disposed of according to collection procedures and schedules provided by local city councils.

In FYE 2026, the Group's primary source of waste was paper used in transactions, with 1,740 reams (approximately 4.30 metric tons) consumed mostly in its headquarters (FYE 2025: 1,466 reams, approximately 3.60 metric tons; FYE 2024: 1,302, approximately 3.40 metric tons). Waste is collected regularly, with the Group scheduling a designated waste collector for proper disposal.

SUSTAINABILITY STATEMENT

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The amount of non-hazardous waste, pertaining to stock packaging and boxes, recycled by the Group in FYE 2026 weighed 2,396 kilograms ("kg") (approximately 2.40 metric tons) (FYE 2025: 1,866 kg, approximately 1.87 metric tons, FYE 2024: 6,610 kg, approximately 6.60 metric tons).

Type	Amount of non-hazardous waste produced (tons)			Amount of non-hazardous waste recycled (tons)		
	FYE 2026	FYE 2025	FYE 2024	FYE 2026	FYE 2025	FYE 2024
Stack Packaging	2.40	1.87	6.60	2.40	1.87	6.60
Paper	4.30	3.60	3.40	-	-	-
Total	6.70	5.47	10.00	2.40	1.87	6.60
Intensity Ratio*	-	0.01	0.01	-	-	0.01
Baseline Year Consumption (FY2023)		3.30			-	
Baseline Intensity ratio* (FY2023)		-			-	
Change in waste produced/recycled	-14.7%	128.3%	233.3%	-	-	-

*Per million RM of revenue

SOCIAL

The five core values of the Group, namely: Customer Centric, Teamwork, Quality Products & Services, A Place to Excel, and Embrace Change, recognise the important role of employees, customers, and suppliers in creating sustainable value.



Employees

The Group recognises the importance of collaboration, individual accountability, and credibility and has established teamwork as a core value. The Group fosters and appreciates the best ideas and values of multiple perspectives within the organisation. The Group's employees are considered key drivers who empower the Group for growth and success.

In FYE 2026, the Group has a total of 444 employees (FYE 2025: 383; FYE 2024: 340), 36.9% are females (FYE 2025: 43.6%; FYE 2024: 47.9%), and 63.1% are males (FYE 2025: 56.4%; FYE 2024: 52.1%). The majority of the Group's employees are situated in the Northern Region, accounting for 49.3% of the employee population (FYE 2024: 55.4%; FYE 2024: 57.4%). The Group mostly employs full-time permanent employees, with 92.6% of employees permanent (FYE 2025: 95.6%; FYE 2024: 96.8%) and 99.8% full-time (FYE 2026: 100.0%; FYE 2024: 100.0%). Fluctuations in the number of employees during the reporting period are due to the expansion of the sales team.

SUSTAINABILITY STATEMENT

Cont'd

FYE 2026	By Gender			By Region			
	Female	Male	Others/Not disclosed	Northern	Central	Southern	Eastern
Number of employees	164	280	-	219	212	5	8
Permanent employees	161	250	-	215	184	4	8
Temporary employees	3	29	-	3	28	1	-
Non-guaranteed hours employees	-	1	-	1	-	-	-
Full-time employees	164	279	-	218	212	5	8
Part-time employees	-	1	-	1	-	-	-

*The data presented are measured in terms of Full-time equivalent (FTE) employees.

FYE 2025	By Gender			By Region			
	Female	Male	Others/Not disclosed	Northern	Central	Southern	Eastern
Number of employees	167	216	-	212	166	1	4
Permanent employees	165	201	-	210	151	1	4
Temporary employees	2	15	-	2	15	-	-
Non-guaranteed hours employees	-	-	-	-	-	-	-
Full-time employees	167	216	-	212	166	1	4
Part-time employees	-	-	-	-	-	-	-

*The data presented are measured in terms of FTE employees.

FYE 2024	By Gender			By Region			
	Female	Male	Others/Not disclosed	Northern	Central	Southern	Eastern
Number of employees	163	177	-	195	144	1	-
Permanent employees	159	170	-	191	137	1	-
Temporary employees	4	7	-	4	7	-	-
Non-guaranteed hours employees	-	-	-	-	-	-	-
Full-time employees	163	177	-	195	144	1	-
Part-time employees	-	-	-	-	-	-	-

*The data presented are measured in terms of FTE employees.

SUSTAINABILITY STATEMENT

Cont'd

Benefits that are standard for full-time employees of the organisation but are not provided to part-time employees include personal accident and travel insurance, medical claims, staff purchase, Key Performance Indicators (“KPI”) rewards, and the Employee Share Option Scheme (“ESOS”).

The Group has subcontracted 2 FTEs who are not employees (FYE 2025: 2; FYE 2024: 2). These workers are subcontracted for security and maintenance activities. There were no significant fluctuations in the number of workers who are not employees during the reporting period and between the reporting periods.

All the Group’s employees are regularly and promptly informed of any operational changes.

Equitable gender choice for maternity and paternity leave, as well as other leave entitlements, can lead to greater recruitment and retention of qualified employees. It can also boost employee morale and productivity. Men’s uptake of paternity leave options can indicate the degree to which an organisation encourages fathers to take such leave.

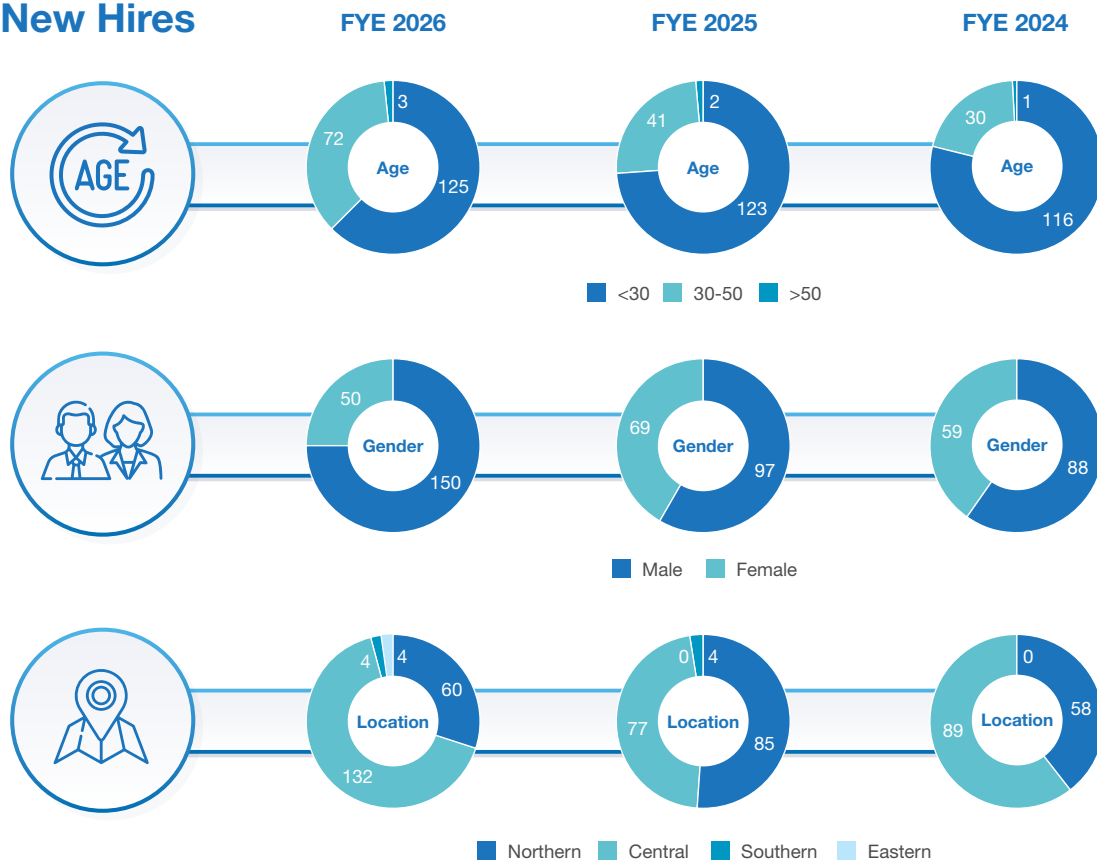
The Group managed to achieve these positive impacts in FYE 2026, FYE 2025, and FYE 2024, as seen in these figures:

Parental leaves	FYE 2026			FYE 2025			FYE 2024		
	Female	Male	Total	Female	Male	Total	Female	Male	Total
Number of employees who were entitled to parental leave	49	93	142	46	74	120	45	56	101
Number of employees who took parental leave	1	3	4	4	4	8	3	1	4
Number of employees who returned to work after parental leave ended	1	3	4	4	4	8	3	-	3
Number of employees who returned to work after parental leave ended, who were still employed 12 months after their return to work	-	-	-	2	2	4	3	-	3
Return to work rate of employees who took parental leave (%)	100	100		100	100		100	-	
Retention rates of employees who took parental leave (%)	50	50		100	-		77.8	50	

SUSTAINABILITY STATEMENT

Cont'd

New Hires

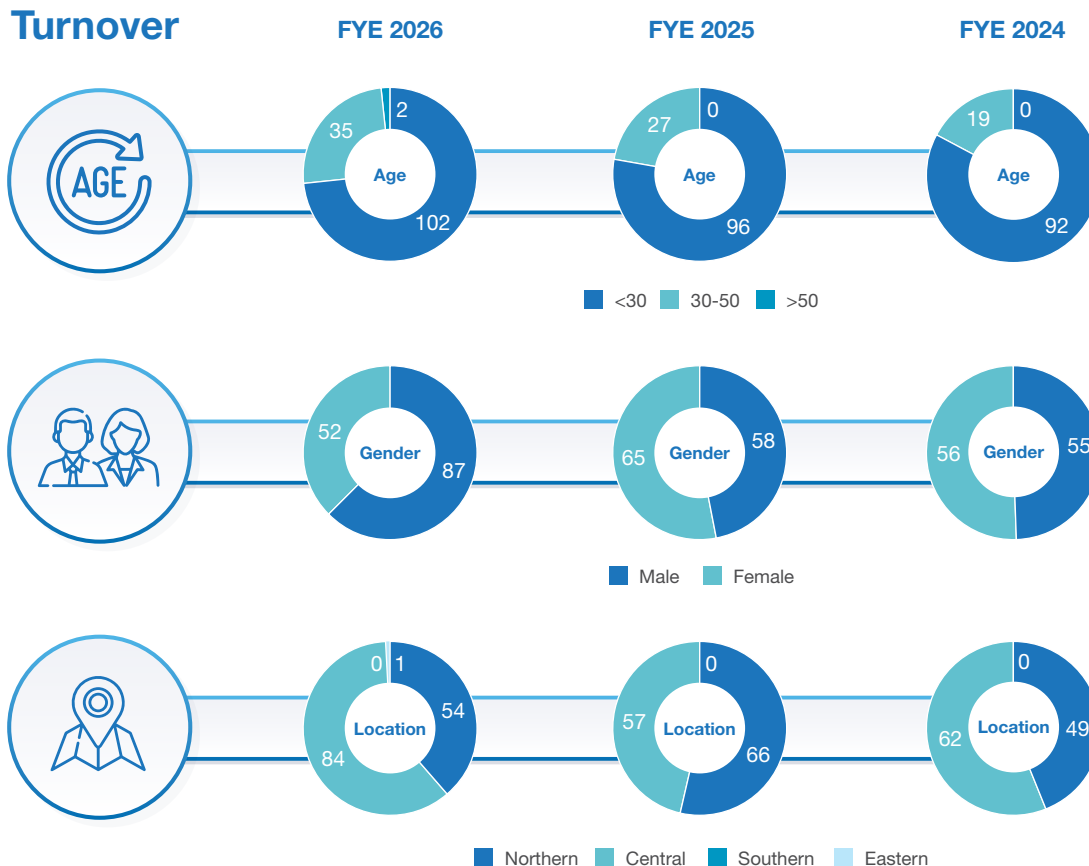


*The locations presented are identified as significant states of business operation

In FYE 2026, the Group hired a total of 200 FTEs (FYE 2025: 166; FYE 2024: 147). Most new hires are below 30 years old comprising 62.5% of employees (FYE 2025: 74.1%; FYE 2024: 78.9%), while 36.0% are 30-50 years old (FYE 2025: 24.7%; FYE 2024: 20.4%), and 1.5% are more than 50 years old (FYE 2025: 1.2%; FYE 2024: 0.7%). Gender diversity among new hires is significant, with 75.0% of new hires being male (FYE 2025: 58.4%; FYE 2024: 59.9%), while females represent 25.0% (FYE 2025: 41.6%; FYE 2024: 40.1%). Over the past three fiscal years, new hire distribution has shifted significantly across regions. Currently, new hires assigned in the Northern region is 30.0% (FYE 2025: 51.2%; FYE 2024: 39.5%), 66.0% in the central region (FYE 2025: 46.4%; FYE 2024: 60.5%), 2.0% in the Eastern region (FYE 2025: 2.4%), and 2.0% in the Southern region.

SUSTAINABILITY STATEMENT

Cont'd



*The locations presented are identified as significant states of business operation.

In FYE 2026, a total of 139 employees left the Group (FYE 2025: 123; FYE 2024: 111). The majority of employee turnover occurs in the Central region, which accounts for 60.4% of total turnover (FYE 2025: 46.3%; FYE 2024: 55.9%). 62.6% of the employee turnover is males (FYE 2025: 47.2%, FYE 2024: 49.5%), and 73.4% are less than 30 years old (FYE 2025: 78.0%; FYE 2024: 82.9%). The annual turnover rate decreased from 33.5% in FYE 2025 to 33.0% in FYE 2026.

SUSTAINABILITY STATEMENT

Cont'd

Occupational Health and Safety

The Group is a people-driven organisation committed to nurturing its employees by reinforcing safety and well-being. We have implemented occupational health and safety management policies in compliance with the Occupational Safety and Health Act (“OSHA”) of 1994. All workers and workplaces are covered by these policies to secure the welfare of persons at work by protecting them from safety and health risks arising from their activities.

To achieve such an objective, the management adheres to the International Organisation for Standardization (“ISO”) 31000 Risk Management Guidelines to continually improve identifying opportunities and threats and effectively allocate and use resources to treat risks associated with work activities.

A process study is conducted annually to identify and address work-related hazards and/or illnesses. Existing health and safety systems are reviewed annually or as the need arises. In FYE 2026, FYE 2025, and FYE 2024, the Group has not identified any critical risk on work-related hazards and/or illnesses.

Health and safety support and training are provided to all employees to ensure a clear understanding of occupational health and safety obligations and full compliance with all relevant requirements, policies, and procedures established by the Group. Regular briefings and training sessions are conducted to enhance safety awareness across the workforce. In addition, the Company provides training and basic healthcare screening to employees to support overall well-being. Employees are encouraged to promptly report any unsafe practices, conditions, incidents, or workplace injuries to management to facilitate continuous improvement of health and safety measures. Employees are also granted the right to remove themselves from any situation reasonably believed to pose a risk of injury or illness.

In FYE 2026, FYE 2025 and FYE 2024, the Group has not encountered any work-related accidents, injuries, and ill health, and workdays were lost due to any of these circumstances. This covers all employees, including workers who are not employees whose work and/or workplace is controlled by the organisation.

The Group’s employees have access to health services to assist them in any of their occupational and non-occupational health assistance needs. The Health Services function is being monitored by the ESG Working Group as well. Furthermore, the ESG Working Group also monitors the investigation of any health incidents should they arise.

Prior to January 1, 2023, the Group’s office employees work an average of 45 hours per week, while retail employees work an average of 48 hours per week. Starting January 1, 2023, all employees are working an average of 45 hours per week, while the Group’s subcontracted workers do not work more than 45 hours per week.

Training and Education

The Group believes in providing a platform where the talents and skills of all current and future employees are cultivated, and where individual growth is not only encouraged but also guided. The Group wishes for all of its employees to be successful and for their careers to flourish.

The Group ensures equal opportunity for employees to develop their skills through training courses for all men and women, regardless of position or rank in the organisation. Programs for upgrading employee skills allow the Group to plan skills acquisition that equips employees to meet strategic targets in a changing work environment. More skilled employees enhance the Group’s human capital and contribute to employee satisfaction, which correlates strongly with improved performance.

In FYE 2026, various training programs were conducted, resulting in an average training hour of 13.6 per employee per year (FYE 2025: 22.1; FYE 2024: 24.1). These programs include soft skills training, product knowledge, information technology, e-invoice-related, business continuity and succession planning, and ISO 27001:2022-related training. No programs related to transition assistance from work to retirement were facilitated.

SUSTAINABILITY STATEMENT

Cont'd

	Average Hours of Training per Gender								
	FYE 2026			FYE 2025			FYE 2024		
	Female	Male	Total	Female	Male	Total	Female	Male	Total
Manager	18.0	8.5	12.1	64.3	31.3	46.2	45.0	17.9	30.7
Non-Manager	15.2	13.1	13.9	17.9	17.2	17.5	27.7	18.3	22.8
Overall Average	15.7	12.3	13.6	25.7	19.4	22.1	30.5	18.3	24.1

With everyone in the Group working their best to achieve success, the Group wants to provide an opportunity for employees to grow substantially by aligning management and employee goals. Regular performance and career development reviews can also enhance employee growth and satisfaction, which correlates with improved organisational performance. In FYE 2026, 72.7% of the total employees received regular performance and career development reviews (FYE 2025: 75.2%; FYE 2024: 76.2%), with both representations of women at 31.3% (FYE 2025: 34.5; FYE 2024: 39.1%) and men at 41.4% (FYE 2025: 40.7%; FYE 2024: 37.1%) both in managerial and non-managerial positions.

	Total Number and Percentage of Employees Receiving Regular Review						
	Female		Male		Total		
	#	%*	#	%*	#	%*	
FYE 2026							
Manager	25	5.6%	34	7.7%	59	13.3%	
Non-Manager	114	25.7%	150	33.8%	264	59.5%	
Total	139	31.3%	184	41.4%	323	72.7%	
FYE 2025							
Manager	28	7.3%	29	7.6%	57	14.9%	
Non-Manager	104	27.2%	127	33.2%	231	60.3%	
Total	132	34.5%	156	40.7%	288	75.2%	
FYE 2024							
Manager	26	7.6%	26	7.6%	52	15.3%	
Non-Manager	107	31.5%	100	29.4%	207	60.9%	
Total	133	39.1%	126	37.1%	259	76.2%	

Diversity and Equal Opportunity

Building a diverse and inclusive culture is essential to the Group's success as it enables the Group to respond to the diverse customer base in Malaysia. Being diversified enhances the effectiveness, creativity, and capacity of the Group. It supports, encourages, and respects diversity and promotes equity and inclusion in the workplace.

The Group established its Diversity Policy, which mandates all of its people to promote workplace diversity through the following:

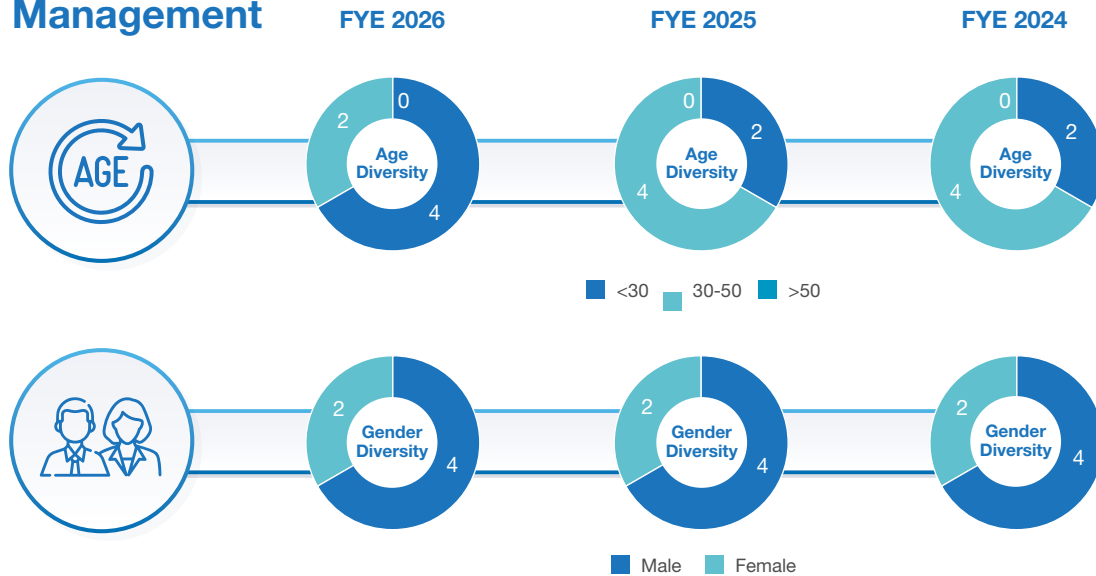
- Practicing and promoting behaviour consistent with the Company's Code of Conduct;
- Respecting different ways of thinking and using our employees' different perspectives to improve business outcomes;
- Treat each other with respect and dignity;
- Provide a safe, secure, and healthy workplace;
- Make decisions genuinely based on equity and fairness;
- Value the diversity of people; and
- Take appropriate action to eliminate discrimination.

The details of the Diversity policy are available at www.sns.com.my.

SUSTAINABILITY STATEMENT

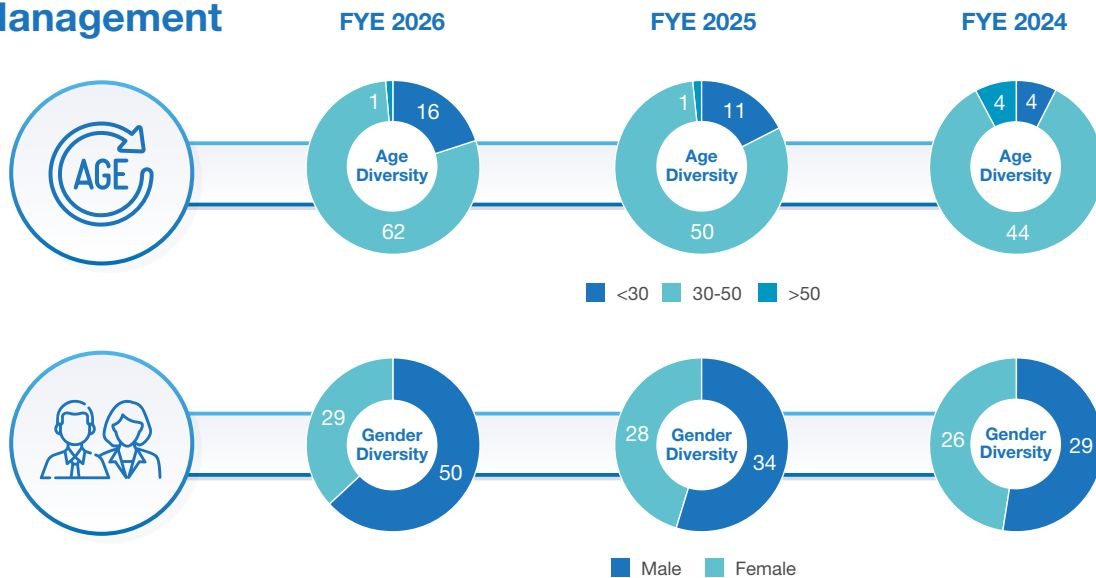
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Top Management



As of FYE 2026, 33.3% of the top management officers are between 30 and 50 (FYE 2025: 66.7%; FYE 2024: 66.7%), while 66.7% are above 50 (FYE 2025: 33.3%; FYE 2024: 33.3%). Females represent 33.3% of top management positions as of FYE 2026 (FYE 2025: 33.3%; FYE 2024: 33.3%)

Management

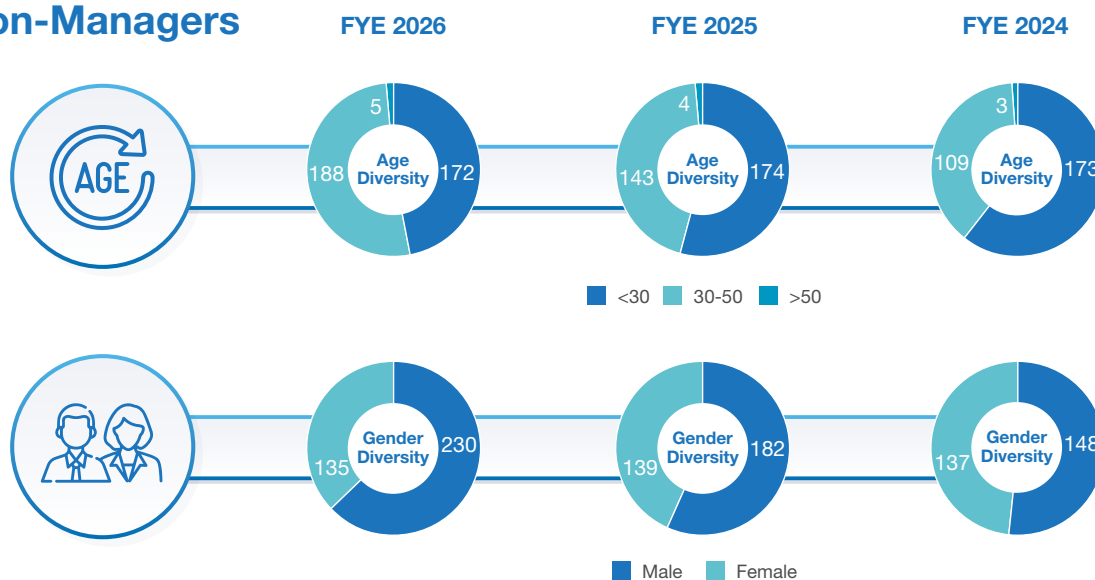


As of FYE 2026, 1.3% of management officers are less than 30 years old (FYE 2025: 1.6%; FYE 2024: 7.3%). Most managers are in the 30-50 age range, accounting for 78.5% of those at the management level (FYE 2025: 80.6%; FYE 2024: 80.0%). Also, in the current year, 20.3% of managers are over 50 years old (FYE 2025: 17.7%; FYE 2024: 12.7%). Gender diversity is also apparent at the management level, with 36.7% of managers being female (FYE 2025: 45.2%; FYE 2024: 47.3%)

SUSTAINABILITY STATEMENT

Cont'd

Non-Managers



As of FYE 2026, 47.1% of the non-managers are less than 30 years old (FYE 2025: 54.2%; FYE 2024: 60.7%), 51.5% are between 30 and 50 (FYE 2025: 44.5%; FYE 2024: 38.2%), and 1.4% are above 50 (FYE 2025: 1.2%; FYE 2024: 1.1%). Females represent 37.0% of non-manager positions as of FYE 2026 (FYE 2025: 43.3%; FYE 2024: 48.1%)

The basic salary in the organisation meets the minimum wage requirement in Malaysia, and it has a male-to-female compensation ratio of 1.0:0.9 (FYE 2025: 1.0:0.8; FYE 2024: 1.0:0.8) for managers and 1.0:0.9 (FYE 2025: 1:0.8; FYE 2024: 1.0:0.8) for non-managers.

Non-Discrimination

Discrimination can occur on the grounds of race, color, sex, religion, political opinion, nationality, or social origin. Many workplaces are exposed to the threat of discrimination. The Group supports and encourages diversity within its workforce. The Group promotes racial harmony and establishes policies to prevent discrimination. Within the Group's Code of Conduct and Ethics, employees are reminded to treat everyone with dignity and that any form of discrimination is strictly not tolerated. The details of the Group's Diversity policy are available at the Group's website at www.sns.com.my.

In FYE 2026, FYE 2025, and FYE 2024, there were no recorded incidents of discrimination in the organisation.

Freedom of Association and Collective Bargaining

Transactions and activities inside and outside an organisation may or may not have a negative impact on the human rights of its workers. Employees in any organisation may exercise their human right to form or join trade unions and bargain collectively when they deem that their employer's activities may threaten their rights as employees. As of FYE 2026, FYE 2025, and FYE 2024, the Group did not enter into any collective bargaining agreement. However, the Group has also not identified any operations and suppliers in which the workers' rights to exercise freedom of association or collective bargaining are violated or at significant risk. The Group does not currently have any formal written policy on the freedom of association and collective bargaining. However, it does not hinder any employee from joining an association or collective bargaining.

SUSTAINABILITY STATEMENT

Cont'd

Human Rights

The Group supports and respects human rights. It seeks to provide a work environment where employees are treated with respect and are free from any form of harassment, threat, intimidation, violence, or any other inappropriate behaviour. The Group views sexual harassment as a serious offense, and appropriate action is taken against any employee found guilty of committing the offense.

In FYE 2026, FYE 2025, and FYE 2024, the Group has not recorded any activity/operations/employees that have been subject to human rights reviews, impact assessments, or training. The Group also has not entered into any significant investment agreements and contracts that include human rights clauses or undergone human rights screening.

Suppliers

In its pursuit to provide quality and sustainable products and services, the Group recognises the importance of building a strong partnership with its suppliers. The Group recognises that its suppliers are critical in helping achieve their sustainability goals. The Group is committed to working collaboratively with suppliers to drive positive change. It is imperative to perform due diligence and supplier assessments to prevent, mitigate, and address actual and potential negative environmental and social impacts in the supply chain.

As a step, the Group requires an acknowledgment from all suppliers of its Anti-Bribery and Corruption policies. This ensures that all its people and business partners understand its goal to eliminate bribery, kickback, fraud, forgery, or unfair business practices.

Further, the Group keeps a vendor profile as part of its new supplier assessment and is regularly updated for existing suppliers. The assessment includes a review of a supplier's company (reputation), organisation (corporate governance practices), financial (banking details, banking relationship, credit, and liquidity), and product (benefits to consumers, function, innovation, and quality).

In FYE 2026, FYE 2025, and FYE 2024, most of the Group's suppliers are Fortune 500 companies that monitor their environmental impacts and follow occupational health and safety policies, anti-child labor policies, anti-forced or compulsory labor, and other employment practices. The Group also ensures that local dealers or distributors follow these ethical practices and policies. The Group has noted that its major suppliers are continuously working to improve their environmental impacts and has not identified any critical social impacts in its supply chain for FYE 2026, FYE 2025, and FYE 2024.

As of FYE 2026, the Group has not yet assessed its suppliers on their environmental and social impact, but the Group will work on establishing these procedures and assessments in the coming years. The Group did not note any supplier with actual or potential negative environmental and social impacts.

Customers

The Group's customer-centric values prioritise customer loyalty and trust. The Group recognises that building a strong customer relationship is crucial to its success and growth. To achieve this, the Group emphasises the importance of listening to its customers, understanding their needs, and responding appropriately. This approach ensures that the Group provides products and services that exceed customers' expectations, leading to higher customer satisfaction and loyalty.

The Group's commitment to exceeding customer expectations reflects its dedication to continuous improvement and innovation. The Group recognises that customer needs and expectations can evolve. It strives to stay ahead of these changes by seeking customer feedback and incorporating it into its products and services. One of the Group's core values is "Embracing Changes". Through this, the Group remains competitive, constructive, and creative in the market. The Group is committed to accepting, adapting, and assisting changes in ideas, policies, leadership, processes, and technologies.

By prioritising its customers' health, safety, needs, and satisfaction, the Group is committed to sustainable growth and success. All of the Group's products and services are assessed and ensured to meet customer expectations while ensuring their health and safety.

SUSTAINABILITY STATEMENT

Cont'd

Certain of the Group's products are provided with Energy Efficiency Certification. The Group continuously coordinates with its suppliers regarding the continuous enhancement of their products.



In FYE 2026, FYE 2025, and FYE 2024, the Group has not identified any product and service safety concerns. Further, the Group did not encounter incidents of non-compliance with health and safety regulations.

Marketing and Labelling

The Group understands that consumers are becoming keener on knowing all the information about the products or services they purchase.

As such, the Group ensures that its suppliers, mostly Fortune 500 companies, follow the labelling requirements of the industry. Necessary information includes safe use guidance, sourcing of product components, product content that might have a social or environmental impact, and disposal of the product and its impacts.

Certain procedures within the organisation are in place to ensure that products and services are coupled with the required information relevant to customers as mandated by laws, including safe use information for products. In FYE 2026, 0.07% (FYE 2025: 10.0%; FYE 2024: 10.0%) of the Group's products and services were assessed for compliance. The Group is continuously working on increasing the coverage of its compliance assessment.

In FYE 2026, FYE 2025, and FYE 2024, there were no incidents of non-compliance with regulations and/or voluntary codes concerning product and service information and labelling, marketing communications, including advertising, promotion, and sponsorship.

Customer Privacy

The Group understands the importance of trust in building long-lasting customer relationships. The Group recognises that customers share their personal and confidential information, and we have a responsibility to protect this information. Ensuring the protection of customer data is not only a legal requirement but also a moral obligation to respect the privacy and trust of individuals. All the Group's people value customers' privacy and trust.

While the group's nature of business generally involves information relating to private individuals and corporate customers, we have system-controlled (via ERP system) measures in place to safeguard sensitive commercial information and data in its dealings with external parties. Access to an external company and transactional data is categorised and only made available to specific job roles requiring access to such information.

The worldwide COVID-19 pandemic caused most of our employees to work from home, resulting in the need for data protection. The organisation has implemented Data Security and Protection Policies to safeguard or protect data or information from corruption, theft, or loss.

The Group's employees are trained to use IT resources effectively and efficiently to collect, store, control, use, protect, and dispose of management, technological, personal, and other useful information so that it can be properly and effectively used without jeopardising confidentiality. All personal information is handled appropriately in compliance with relevant laws and regulations.

In FYE 2026, FYE 2025, and FYE 2024, the group has not received any complaints from outside parties or regulatory bodies regarding data breaches or the loss of customer data. Similarly, the organisation is unaware of any identified leaks, thefts, or losses of customer data during the same reporting period.

SUSTAINABILITY STATEMENT

Cont'd

Local Communities

The Group is committed in reinvigorate the Corporate Social Responsibilities (“CSR”) initiatives by actively engaging in community contributions and fostering information and knowledge sharing during FYE 2026 as follows:

SNS conducted with Samsung at Marriott Putrajaya Hotel for the Program “Innovating Governance: Transforming Workflows with Samsung Solutions” with representatives from Pejabat Perdana Menteri Malaysia, Kementerian Kemajuan Desa dan Wilayah, Kementerian Komunikasi, Kementerian Digital, Kementerian Kewangan dan Kementerian Pelancongan, Seni dan Budaya.



SNS hosted Empowering the Future: STEM Robotics Workshop for Special Needs Students at Pejabat Pendidikan Daerah Hilir Perak.



SUSTAINABILITY STATEMENT

Cont'd

SNS conducted a sharing session at Cybersecurity Awareness Talk, presented by SNS's Enterprise Business Director, Mr. Simon Wong at Mah Sing.



The HIMSS Malaysia Executive Summit 2025 took place at the Four Seasons Hotel Kuala Lumpur, supported by the Ministry of Health Malaysia and jointly conducted with Intel and SNS, with YB Dato Lukanisman bin Awang Sauni, Deputy Minister of Health Malaysia, as the Guest of Honour.



Malaysia NVIDIA NIM Bootcamp organised by Dell Technologies and SNS, and accelerated by NVIDIA, with a full-house crowd and strong participation from developers and enterprises across Malaysia.



SUSTAINABILITY STATEMENT

Cont'd

SNS and NVIDIA conducted a sharing session at Universiti Sains Malaysia, centered around the theme of “NVIDIA Powers the World’s AI. And Yours”.



SNS conducted an NVIDIA sharing session at Sunway University — all about how NVIDIA Powers the World’s AI. And Yours. with Mr. Bertrand Lim from NVIDIA.



SNS conducted a sharing session in Samsung Event: The Next Evolution — A Samsung Business Experience successfully held at Raia Hotel & Convention Centre, Kuching, Sarawak.



SUSTAINABILITY STATEMENT

Cont'd

SNS conducted a sharing session in Samsung's Next Gen Mobility Briefing at Raia Hotel & Convention Centre, Kuching Sarawak.



The Training of Trainers (TOT) conducted by Tourism Malaysia and SNS, supporting the development of the Sistem Pengurusan Maklumat Program Malaysia My Second Home (MM2H) at MOTAC, Putrajaya.



SNS honoured to contribute IT equipments to enhance teaching and learning at Sekolah Jenis Kebangsaan (C) Pui Ying.



SUSTAINABILITY STATEMENT

Cont'd

SNS held a sharing session during PDRM Special Dialogue III 2025, hosted by the Commercial Crime Investigation Department at the Sime Darby Convention Centre, Kuala Lumpur. The event was officiated by the Inspector General of Police, YDH IG Dato' Sri Hj. Mohd Khalid bin Hj. Ismail, and attended by the Minister of Home Affairs, YB Datuk Seri Saifuddin Nasution bin Ismail.



SNS participated as panel speakers at Smart City Expo Kuala Lumpur (SCEKL) 2025 in the session “Edge AI for Critical Infrastructure: Building the Cognitive Core of Future Urban Ecosystems”, together with Dell Technologies, Intel and the Penang City Council.



Sponsored by SNS, MindHack Malaysia 2025 was a national coding tournament held at the L'Artelier Ballroom, Kingston Hotel in Kuala Lumpur, attracting over 180 students to demonstrate creativity and skills in coding, design, and robotics.



SUSTAINABILITY STATEMENT

Cont'd

Dr. Maha representing SNS as the forum speaker for the “Innovating Malaysian Healthcare with AI-Powered Technologies” forum at NIH AI Day, joining industry peers in exploring how AI is shaping the future of healthcare.



The NIMs Bootcamp commenced in Penang as a collaborative initiative by Dell Technologies and the Penang Skills Development Centre (PSDC), accelerated by NVIDIA and hosted by SNS.



SNS participated in the Perak Learning Summit: Learning Innovation with iPad, where educators gathered over three meaningful days to explore innovative ways to bring classrooms to life through the use of iPad.



SUSTAINABILITY STATEMENT

Cont'd

SNS conducted a sharing session in The Lenovo TechDay at the Sheraton Kuching Hotel, organised in collaboration with Intel and Microsoft.



SNS, together with MSI and Intel, organised the “Futuristic Innovation for Knowledge & Growth” session at The Everly Hotel, Putrajaya, welcoming participants from the Ministry of Education.



SNS is honoured to support the digital advancement of SMK Convent Ipoh through its Corporate Social Responsibility (CSR) programme. As part of this initiative, full desktop setups were contributed to upgrade the school's computer laboratory, providing students with improved and up-to-date learning tools.



SUSTAINABILITY STATEMENT

Cont'd

GRI CONTENT INDEX

Statement of Use	SNS NETWORK TECHNOLOGY BERHAD reported the information cited in this GRI content index for the period from 1 February 2025 to 31 January 2026 with reference to the GRI Standards.
GRI 1 used	GRI 1: Foundation 2021

GRI Disclosures		Reference/Direct Answer*/Reason for Omission
2 - General Disclosures		
2-1	Organisational details	About SNS Network
2-2	Entities included in the Organisation's sustainability reporting	About SNS Network Scope of Report
2-3	Reporting period, frequency, and contact point	Scope of Report
2-4	Restatements of information	The Group confirms that there were no restatements of information reported in prior reporting periods during the current reporting year. All disclosures presented are consistent with those previously reported, and there have been no changes to measurement methodologies, assumptions, or data that would require restatement.
2-5	External assurance	*This report was not externally assured.
2-6	Activities, value chain, and other business relationships	About SNS Network
2-7	Employees	Employees
2-8	Workers who are not employees	Employees
2-9	Governance structure and composition	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-10	Nomination and selection of the highest governance body	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-11	Chair of the highest governance body	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-12	Role of the highest governance body in overseeing the management of impacts	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-13	Delegation of responsibility for managing impacts	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-14	Role of the highest governance body in sustainability reporting	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-15	Conflicts of interest	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-16	Communication of critical concerns	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections

SUSTAINABILITY STATEMENT

Cont'd

GRI Disclosures		Reference/Direct Answer*/Reason for Omission
2-17	Collective knowledge of the highest governance body	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-18	Evaluation of the performance of the highest governance body	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-19	Remuneration policies	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-20	Process to determine remuneration	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections
2-21	Annual total compensation ratio	The Group does not disclose this information to uphold the confidentiality of individual compensation arrangements.
2-22	Statement on sustainable development strategy	Statement from the Chairman
2-23	Policy commitments	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections Human Rights
2-24	Embedding policy commitments	Sustainability Leadership Annual Report 2026 under Corporate Structure and Corporate Governance Overview Statement Sections Suppliers
2-25	Processes to remediate negative impacts	Stakeholders
2-26	Mechanisms for seeking advice and raising concerns	Stakeholders
2-27	Compliance with laws and regulations	Sustainability Leadership
2-28	Membership associations	*The Group has no membership in industry associations, other membership associations, or national or international advocacy organisations in which it participates in a significant role.
2-29	Approach to stakeholder engagement	Stakeholders
2-30	Collective bargaining agreements	*The Group did not enter into any collective bargaining agreements
3 - Material Topics		
3-1	Process to determine material topics	Identification of Material Topics
3-2	List of material topics	Identification of Material Topics
101 - Biodiversity		
3-3	Management of material topics	Identification of Material Topics
101-1	Policies to halt and reverse biodiversity loss	*The Group's operating locations are not in any protected areas or areas of high biodiversity.
101-2	Management of biodiversity impacts	*The Group's operating locations are not in any protected areas or areas of high biodiversity.
101-3	Access and benefit-sharing	*The Group's operating locations are not in any protected areas or areas of high biodiversity.

SUSTAINABILITY STATEMENT

Cont'd

GRI Disclosures		Reference/Direct Answer*/Reason for Omission
101-4	Identification of biodiversity impacts	*The Group's operating locations are not in any protected areas or areas of high biodiversity.
101-5	Locations with biodiversity impacts	*The Group's operating locations are not in any protected areas or areas of high biodiversity.
101-6	Direct drivers of biodiversity loss	*The Group's operating locations are not in any protected areas or areas of high biodiversity.
101-7	Changes to the state of biodiversity	*The Group's operating locations are not in any protected areas or areas of high biodiversity.
101-8	Ecosystem services	*The Group's operating locations are not in any protected areas or areas of high biodiversity.
201 - Economic performance		
3-3	Management of material topics	Identification of Material Topics
201-1	Direct economic value generated and distributed	Economic Performance
201-2	Financial implications and other risks and opportunities due to climate change	Climate Change Risks and Opportunities
201-3	Defined benefit plan obligations and other retirement plans	*The Group has no existing benefit plan obligation or other retirement plans.
201-4	Financial assistance received from the government	Economic Performance
202 - Market presence		
3-3	Management of material topics	Identification of Material Topics
202-1	Ratios of standard entry level wage by gender compared to local minimum wage	*The basic salary in the Organisation meets the minimum wage requirement in Malaysia.
202-2	Proportion of senior management hired from the local community	All of the Group's Key Senior Management are Malaysian nationals.
203 - Indirect economic impacts		
3-3	Management of material topics	Identification of Material Topics
203-1	Infrastructure investments and services supported	Indirect Economic Impacts
203-2	Significant indirect economic impacts	Indirect Economic Impacts
204 - Procurement practices		
3-3	Management of material topics	Identification of Material Topics
204-1	Proportion of spending on local suppliers	Economic Performance
205 - Anti-corruption		
3-3	Management of material topics	Identification of Material Topics
205-1	Operations assessed for risks related to corruption	Anti-Bribery, Anti-Corruption, and Whistleblowing Policy
205-2	Communication and training about anti-corruption policies and procedures	Anti-Bribery, Anti-Corruption, and Whistleblowing Policy

SUSTAINABILITY STATEMENT

Cont'd

GRI Disclosures		Reference/Direct Answer*/Reason for Omission
205-3	Confirmed incidents of corruption and actions taken	Anti-Bribery, Anti-Corruption, and Whistleblowing Policy
206 - Anti-competitive behavior		
3-3	Management of material topics	Identification of Material Topics
206-1	Legal actions for anti-competitive behavior, anti-trust, and monopoly practices	*The Group has not been involved nor had legal cases relating to anti-competitive behavior and violations of anti-trust and monopoly legislation.
207 - Tax		
3-3	Management of material topics	Identification of Material Topics
207-1	Approach to tax	Tax Compliance
207-2	Tax governance, control, and risk management	Tax Compliance
207-3	Stakeholder engagement and management of concerns related to tax	Tax Compliance
207-4	Country-by-country reporting	*The Group's operation is limited within the tax jurisdiction of Malaysia. Annual Report 2026 under Financial Statement Section
301 - Materials		
3-3	Management of material topics	Identification of Material Topics
301-1	Materials used by weight or volume	*The Group is in the retail business and is not involved in product manufacturing.
301-2	Recycled input materials used	*The Group is in the retail business and is not involved in product manufacturing.
301-3	Reclaimed products and their packaging materials	*The Group is in the retail business and is not involved in product manufacturing.
302 - Energy		
3-3	Management of material topics	Identification of Material Topics
302-1	Energy consumption within the Organisation	Energy and Emissions
302-2	Energy consumption outside of the Organisation	Energy and Emissions
302-3	Energy intensity	Energy and Emissions
302-4	Reduction of energy consumption	Energy and Emissions The Group is transitioning to more energy-efficient products as existing equipment is retired or replaced. In FYE 2023, solar panels were introduced as a renewable energy source.
302-5	Reductions in energy requirements of products and services	Energy and Emissions

SUSTAINABILITY STATEMENT

Cont'd

GRI Disclosures		Reference/Direct Answer*/Reason for Omission
303 - Water and Effluents		
3-3	Management of material topics	Identification of Material Topics
303-1	Interactions with water as a shared resource	Water and Effluents
303-2	Management of water discharge-related impacts	Water and Effluents
303-3	Water withdrawal	Water and Effluents
303-4	Water discharge	Water and Effluents
303-5	Water consumption	Water and Effluents
305 - Emissions		
3-3	Management of material topics	Identification of Material Topics
305-1	Direct (Scope 1) GHG emissions	Energy and Emissions
305-2	Energy indirect (Scope 2) GHG emissions	Energy and Emissions
305-3	Other indirect (Scope 3) GHG emissions	Energy and Emissions
305-4	GHG emissions intensity	Energy and Emissions
305-5	Reduction of GHG emissions	Energy and Emissions
305-6	Emissions of ozone-depleting substances (ODS)	Energy and Emissions
305-7	Nitrogen oxides (NOx), sulfur oxides (SOx), and other significant air emissions	Energy and Emissions
306 - Waste		
3-3	Management of material topics	Identification of Material Topics
306-1	Waste generation and significant waste-related impacts	Waste
306-2	Management of significant waste-related impacts	Waste
306-3	Waste generated	Waste
306-4	Waste diverted from disposal	Waste Recycled stack packaging is monitored and disclosed. However, general waste data disposal management are still under development.
306-5	Waste directed to disposal	Waste Data not currently collected; systems for tracking waste disposal are under development.
308 - Supplier environmental assessment		
3-3	Management of material topics	Identification of Material Topics
308-1	New suppliers that were screened using environmental criteria	Suppliers
308-2	Negative environmental impacts in the supply chain and actions taken	Suppliers

SUSTAINABILITY STATEMENT

Cont'd

GRI Disclosures		Reference/Direct Answer*/Reason for Omission
401 - Employment		
3-3	Management of material topics	Identification of Material Topics
401-1	New employee hires and employee turnover	Employees
401-2	Benefits provided to full-time employees that are not provided to temporary or part-time employees	Employees
401-3	Parental leave	Employees
402 - Labor/management relations		
3-3	Management of material topics	Identification of Material Topics
402-1	Minimum notice periods regarding operational changes	Employees
403 - Occupational health and safety		
3-3	Management of material topics	Identification of Material Topics
403-1	Occupational health and safety management system	Occupational Health and Safety
403-2	Hazard identification, risk assessment, and incident investigation	Occupational Health and Safety
403-3	Occupational health services	Occupational Health and Safety
403-4	Worker participation, consultation, and communication on occupational health and safety	Occupational Health and Safety
403-5	Worker training on occupational health and safety	Occupational Health and Safety
403-6	Promotion of worker health	Occupational Health and Safety
403-7	Prevention and mitigation of occupational health and safety impacts directly linked by business relationships	Occupational Health and Safety Suppliers
403-8	Workers covered by an occupational health and safety management system	Occupational Health and Safety
403-9	Work-related injuries	Occupational Health and Safety
403-10	Work-related ill health	Occupational Health and Safety
404 - Training and education		
3-3	Management of material topics	Identification of Material Topics
404-1	Average hours of training per year per employee	Training and Education
404-2	Programs for upgrading employee skills and transition assistance programs	Training and Education
404-3	Percentage of employees receiving regular performance and career development reviews	Training and Education

SUSTAINABILITY STATEMENT

Cont'd

GRI Disclosures	Reference/Direct Answer*/Reason for Omission
405 - Diversity and equal opportunity	
3-3 Management of material topics	Identification of Material Topics
405-1 Diversity of governance bodies and employees	Diversity and Equal Opportunity
405-2 Ratio of basic salary and remuneration of women to men	Diversity and Equal Opportunity
406 - Non-discrimination	
3-3 Management of material topics	Identification of Material Topics
406-1 Incidents of discrimination and corrective actions taken	Non-Discrimination
407 - Freedom of association and collective bargaining	
3-3 Management of material topics	Identification of Material Topics
407-1 Operations and suppliers in which the right to freedom of association and collective bargaining may be at risk	Freedom of Association and Collective Bargaining
408 - Child labor	
3-3 Management of material topics	Identification of Material Topics
408-1 Operations and suppliers at significant risk for incidents of child labor	*The Group and its supply chain are not involved in any instances or cases of child labor.
409 - Forced or compulsory labor	
3-3 Management of material topics	Identification of Material Topics
409-1 Operations and suppliers at significant risk for incidents of forced or compulsory labor	*The Group and its supply chain are not involved in any instances or cases of forced /compulsory labor.
410 - Security practices	
3-3 Management of material topics	Identification of Material Topics
410-1 Security personnel trained in human rights policies or procedures	Human Rights *All of the Group's security personnel also follow the same Code of Conduct and Ethics, received proper training, particularly in relation to human rights.
411 - Rights of indigenous peoples	
3-3 Management of material topics	Identification of Material Topics
411-1 Incidents of violations involving rights of indigenous peoples	*The Group is not involved in any instances or cases regarding violation of rights of indigenous people.
413 - Local communities	
3-3 Management of material topics	Identification of Material Topics
413-1 Operations with local community engagement, impact assessments, and development programs	Stakeholders Local Communities
413-2 Operations with significant actual and potential negative impacts on local communities	*The Group's operations do not have a significant actual and potential negative impact on its local communities.

SUSTAINABILITY STATEMENT

Cont'd

GRI Disclosures		Reference/Direct Answer*/Reason for Omission
414 - Supplier social assessment		
3-3	Management of material topics	Identification of Material Topics
414-1	New suppliers that were screened using social criteria	Suppliers
414-2	Negative social impacts in the supply chain and actions taken	Suppliers
415 - Public policy		
3-3	Management of material topics	Identification of Material Topics
415-1	Political contributions	*The Group has not made any political contributions.
416 - Customer health and safety		
3-3	Management of material topics	Identification of Material Topics
416-1	Assessment of the health and safety impacts of product and service categories	Customers
416-2	Incidents of non-compliance concerning the health and safety impacts of products and services	Customers
417 - Marketing and labelling		
3-3	Management of material topics	Identification of Material Topics
417-1	Requirements for product and service information and labelling	Marketing and Labelling
417-2	Incidents of non-compliance concerning product and service information and labelling	Marketing and Labelling
417-3	Incidents of non-compliance concerning marketing communications	Marketing and Labelling
418 - Customer privacy		
3-3	Management of material topics	Identification of Material Topics
418-1	Substantiated complaints concerning breaches of customer privacy and losses of customer data	Customer Privacy

SUSTAINABILITY STATEMENT

Cont'd

BURSA MALAYSIA PERFORMANCE DATA

Date & Time: 2026-05-21_09:17:45
Main Market | Group 2 | FYE 31/01/2026

SNS NETWORK TECHNOLOGY BERHAD
BMLR Transition Period

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance
Anti-Corruption	Percentage of employees who have received training on anti-corruption by employee category	%	Manager: 100 Non-manager: 100	Manager: 100 Non-manager: 100	-	Internal
Anti-Corruption	Percentage of operations assessed for corruption-related risks	%	100	100	-	Internal
Anti-Corruption	Confirmed incidents of corruption and action taken	Number	0	0	-	Internal
Community/Society	Total amount invested in the community where the target beneficiaries are external to the listed issuer	MYR	94,391.00	86,500.00	-	No assurance
Community/Society	Total number of beneficiaries of the investment in communities	Number	5	8	-	No assurance
Diversity	Percentage of employees by age group, for each employee category	%	Manager under 30: 1.60 Manager between 30 - 50: 80.60 Manager above 50: 17.70 Non Manager under 30: 54.20 Non Manager between 30 - 50: 44.50 Non Manager above 50: 1.20	Manager under 30: 1.30 Manager between 30 - 50: 78.50 Manager above 50: 20.20 Non Manager under 30: 47.10 Non Manager between 30 - 50: 51.50 Non Manager above 50: 1.40	-	No assurance
Diversity	Percentage of employees by gender, for each employee category	%	Manager Male: 54.80 Manager Female: 45.20 Non-Manager Male: 56.70 Non-Manager Female: 43.30	Manager Male: 63.30 Manager Female: 36.70 Non-Manager Male: 63.00 Non-Manager Female: 37.00	-	No assurance
Diversity	Percentage of directors by gender and age group	%	Male: 66.70 Female: 33.30 Under 30: 0.00 Between 30 - 50: 66.70 Above 50: 33.30	Male: 66.70 Female: 33.30 Under 30: 0.00 Between 30 - 50: 66.70 Above 50: 33.30	-	No assurance

SUSTAINABILITY STATEMENT

Cont'd

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance
Energy Management	Total energy consumption	Megawatt	819.31	927.68	-	Internal
Health and Safety	Number of work-related fatalities	Number	0	0	-	Internal
Health and Safety	Lost time incident rate ("LTIR")	Rate	0	0	-	Internal
Health and Safety	Number of employees trained on health and safety standards	Number	383	444	-	No assurance
Labour practices and standards	Total hours of training by employee category	Hours	Manager: 2,865 Non-Manager: 5,615	Manager: 966 Non-Manager: 5,052	-	No assurance
Labour practices and standards	Percentage of employees that are contractors or temporary staff	%	4.40	7.40	-	No assurance
Labour practices and standards	Total number of employee turnover by employee category	Number	Manager: 0 Non-Manager: 123	Manager: 9 Non-Manager: 130	-	No assurance
Labour practices and standards	Number of substantiated complaints concerning human rights violations	Number	0	0	-	No assurance
Supply chain management	Proportion of spending on local suppliers	%	96.00	58.30	-	No assurance
Data privacy and security	Number of substantiated complaints concerning breaches of customer privacy and losses of customer data	Number	0	0	-	No assurance
Water	Total volume of water used	Megalitres	1.45	1.33	-	No assurance
Waste management	Total waste generated	Metric tonnes	5.50	6.70	-	Internal
Waste management	Total waste diverted from disposal	Metric tonnes	1.90	2.40	-	Internal
Waste management	Total waste directed to disposal	Metric tonnes	0.00	0.00	-	Internal

SUSTAINABILITY STATEMENT

Cont'd

Date & Time: 2026-05-21_09:17:45
Main Market | Group 2 | FYE 31/01/2026

SNS NETWORK TECHNOLOGY BERHAD
BMLR Transition Period

Sustainability Matter	Metric	Measurement Unit	2025	2026	Target	Assurance
Emissions management	Scope 1 emissions in tonnes of CO2e	Metric tonnes	10780	145.40	-	No assurance
Emissions management	Scope 2 emissions in tonnes of CO2e	Metric tonnes	443.30	675.70	-	No assurance
Emissions management	Scope 3 emissions in tonnes of CO2e (at least for the categories of business travel and employee commuting)	Metric tonnes	380.90	4670	-	No assurance

CORPORATE GOVERNANCE OVERVIEW STATEMENT

The Board of Directors (“**Board**”) of SNS Network Technology Berhad (“**SNS**” or “**the Company**”) is committed to upholding high standards of corporate governance in accordance with the Main Market Listing Requirements (“**MMLR**”) of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) and the principles and practices set out in the Malaysian Code on Corporate Governance (“**MCCG**”). The Board recognises that sound corporate governance is fundamental to safeguarding shareholders’ interests, enhancing corporate accountability and ensuring the long-term sustainability of the Group.

This CG Overview Statement should be read in conjunction with the CG Report, which has set out details on how the Group has applied the practices as set out in MCCG 2021 and is available on the Group’s website at www.sns.com.my.

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS

1. BOARD RESPONSIBILITIES

Principal Roles

The Board is responsible for the corporate governance practices of the Group. It guides and monitors the affairs of the Group on behalf of the shareholders and retains full and effective control over the Group. The key responsibilities include the primary responsibilities recommended by the MCCG 2021. These cover a review of the strategic direction for the Group, setting out short-term and long-term plans, overseeing the business operations of the Group, and evaluating whether these are being properly and effectively managed.

The Board is guided by its Board Charter which outlines the duties and responsibilities of the Board and the delegation of day-to-day management to our Group. The Board Charter also defines matters which specifically require the Board’s approval or guidance. The Board Charter is reviewed from time to time and amended when there are changes to the MCCG 2021 and the MMLR of Bursa Securities that may have an effect on the Board’s responsibilities. The Board Charter, Policies and Terms of References approved and adopted by the Board are available on the Group’s website at www.sns.com.my: -

- ❖ **Board Charter and Code of Conduct and Ethics**
- ❖ **Policies**
 - Conflict of Interest Policy
 - Anti-Bribery and Anti-Corruption Policy
 - Fit and Proper Policy
 - Whistle-Blowing Policy
 - Related Party Transaction Policy
 - Remuneration Policy for Directors and Senior Management
 - Diversity Policy
 - Sustainability Policy
- ❖ **Terms of References**
 - Audit and Risk Management Committee
 - Nomination Committee
 - Remuneration Committee

CORPORATE GOVERNANCE OVERVIEW STATEMENT

Cont'd

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS *cont'd*

1. BOARD RESPONSIBILITIES *cont'd*

Roles and Responsibilities

The Board supports the principle that the positions of Chairman and Managing Director (“MD”) should be held by different individuals for the effective functioning of the Board and facilitates a good check and balance mechanism.

With that, the positions of the Chairman and MD of the Group and Company are held by two (2) different individuals. The roles of the Chairman, Dato’ Zulkapli Bin Ahmad and MD, Ko Yun Hung are distinct and separated with a clear division of responsibilities to ensure a balance of power and authority as set out in the Board Charter.

The Chairman leads the Board in setting the Group’s policies and strategic plans and ensures that the Board fulfils its obligations under the Board Charter and the relevant regulations. The MD ensures effective implementation of the Board’s policies and strategic plans, addresses performance targets and manages relationship with all stakeholders.

The Non-Executive Directors contribute significantly to areas such as policy and strategy, performance monitoring, as well as improving governance and controls.

The Board is responsible for oversight and overall management of the Group and regularly reviews the strategic direction of the Company and the progress of the Group’s operations taking into account the changes in business environment and risk factors.

Company Secretaries

The Board is supported by qualified Company Secretaries and all Directors have unlimited direct access to the professional advice and services of the Company Secretaries as well as access to all information within the Company whether as a Board collectively or individually.

The roles and responsibilities of the Company Secretaries are as follows:

- (i) attend and ensure that all meetings are properly convened and the proceedings of all meetings including pertinent issues, substance of inquiries and responses, suggestions and proposals are duly recorded and minuted;
- (ii) provide support to the Chairman to ensure the effective functioning of the Board and assists the Chairman in preparation for conduct of meetings;
- (iii) update and advise the Board on Board’s procedures and ensure that the applicable rules and regulations for the conduct of the affairs of the Board are complied with and all matters associated with the maintenance of the Board or otherwise required for its efficient operation;
- (iv) ensure proper upkeep of statutory registers and records of the Company; and
- (v) advise the Board on compliance of statutory and regulatory requirements.

Access to Information and Advice

The Board has unrestricted access to timely and accurate information, necessary in the furtherance of their duties. The Chairman ensures that all relevant issues requiring the Board’s deliberation and approval are on the agenda and senior management is invited to the Board meetings to present the relevant issues. The agenda and a full set of Board papers are distributed at least five (5) working days prior to the Board meeting to allow sufficient time for the Directors to review the Board papers for effective deliberation at the meeting. All proceedings of Board meetings are minuted and signed by the Chairman.

All the Directors can request for information, explanations or updates on the Group’s operations or business from management. There is also a formal procedure sanctioned by the Board of Directors, whether as a Board collectively or individually, to take independent professional advice at the Group’s expense, where necessary in furtherance of their duties.

CORPORATE GOVERNANCE OVERVIEW STATEMENT

Cont'd

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS *cont'd*

2. BOARD COMPOSITION

Board Composition and Balance

The Board has seven (7) members, comprising three (3) Executive Directors (“ED”) and (4) Independent Non-Executive Directors (“INED”). This complies with the MMLR of Bursa Securities to have at least one third (1/3) of the Board consisting of Independent Directors. The Board members are from different backgrounds with diverse perspectives. Such make-up is fundamental to the strategic success of the Group, as each Director has in-depth knowledge and experience in a variety of areas providing valuable direction to the Group. With more than half of the Board composed of Independent Directors, the Company is able to facilitate greater checks and balances during boardroom deliberations and decision making. The Independent Directors provide the Board with professional judgement, experience and objectivity without being subordinated to operational considerations or the ability to provide independent judgement in the best interest of the Company.

The Board comprises a mixture of businessmen and suitably qualified and experienced professionals with wide financial and commercial experience. The composition of the Board brings the required mix of skills and experience required for the Board to function effectively. A brief write-up of the background of the Board members as at the date of this statement is set out in the Directors’ Profiles section of this Annual Report.

There were changes in the composition of the Board during the financial year:

- the retirement of Tan Ee Ming in accordance with the Company’s Constitution as Independent Non-Executive Director and did not seek re-election at the 2025 AGM on 10 July 2025.
- The appointment of Prof. Dr. Anna Azriati Binti Che Azmi on 1 August 2025.

Board Gender Diversity

The Board recognised the importance of diversity ensuring the mix and profiles of the Board members, in terms of age, ethnicity and gender, ability to provide the necessary range of perspectives, experiences and expertise required are well balanced in order to achieve effective board stewardship. The Board had adopted a Diversity Policy and acknowledges the importance of Board and Senior Management diversity, including but not limited to skills, experience, age, gender, ethnicity, nationality and cultural background among Board members, senior management to enhance the Company’s performance by recognising and utilising their diverse skills and talents.

The Diversity Policy is available for reference on the Group’s website at www.sns.com.my.

As at Financial Year Ended 31 January 2026 (“**FYE 2026**”), there are three (3) female directors, Dato’ F’ng Meow Cheng, Ms. Maylee Gan Suat Lee and Prof. Dr. Anna Azriati Binti Che Azmi which form 42.86% of the Board members, representing the Company’s commitment towards achieving greater gender diversity.

Foster Commitment

Each Director does not hold more than five (5) directorships in public listed companies to ensure that they have sufficient time to focus and discharge their duties and responsibilities. The Board is satisfied with the level of the time commitment given by the Non-Executive Directors towards fulfilling their roles and responsibilities as Directors of the Company.

Board Meetings

The Board is required to meet on a quarterly basis with additional meetings being convened as and when necessary to consider urgent proposals or matters that require that Board’s consideration.

In ensuring the effective functioning of the Board, all Directors have individual and independent access to the advice and support services of the Company Secretaries, Internal Auditors and External Auditors, if deemed necessary and may seek advice from the management on issues under their respective purview.

CORPORATE GOVERNANCE OVERVIEW STATEMENT

Cont'd

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS *cont'd*

2. BOARD COMPOSITION *cont'd*

Board Meetings *cont'd*

The attendance of the Board meetings in FYE 2026 is set out below:

No.	Name of Directors	No. of Meetings Attended
1	Dato' Zulkapli Bin Ahmad	6/6
2	Mr. Ko Yun Hung	6/6
3	Mr. Pah Wai Onn	6/6
4	Mr. Siow Wei Ming	6/6
5	Dato' F'ng Meow Cheng	6/6
6	Ms. Maylee Gan Suat Lee	6/6
7	Prof. Dr. Anna Azriati Binti Che Azmi (<i>Appointed on 1 August 2025</i>)	3/3
8	Ms. Tan Ee Ming (<i>Retired on 10 July 2026</i>)	3/3

Appointment to the Board

The Board has established a Nomination Committee ("**NC**"), consisting of three (3) INED on 1 October 2021.

The Board is committed to upholding high standards of governance in respect of new appointments to the Board to ensure that the Directors of the Company conform with the Company's Fit and Proper Policy and comprised of those, who have the necessary skills, competencies, commitment, character, integrity and experience to complement the efficiency and effectiveness of the Board as a whole.

The NC has established the procedures and processes towards an annual assessment of the effectiveness of the Board as a whole and the contribution of each individual Director. The areas/criteria of assessment for individual Directors include fit and proper, contribution and performance as well as calibre and personality.

The NC is mindful of the importance of succession planning for the members of the Board and Senior Management including formalising its stand and approach to boardroom diversity. NC will where practicable, maintain a database of suitable and potential candidates for meeting the roles identified.

Re-appointment and Re-election of Directors

In accordance with the Constitution of the Company, an election of Directors shall take place each year. At the Annual General Meeting ("**AGM**") of the Company, all the Directors shall retire from office, and at the AGM in every subsequent year an election of Directors shall take place and one-third (1/3) of the Directors for the time being, or, if their number is not three (3), or a multiple of three (3), then the number nearest to one-third (1/3) shall retire from office and be eligible for re-election PROVIDED ALWAYS that all Directors including a MD shall retire from office once at least in each three (3) years but shall be eligible for re-election. A retiring Director shall retain office until the close of the General Meeting at which he retires.

The Directors to retire in each year shall be those who have been longest in office since their last election but as between persons who become Directors on the same day those to retire shall (unless they otherwise agree among themselves) be determined by lot.

The Directors shall have power at any time, and from time to time to appoint any person to be a Director, either to fill a casual vacancy or as an addition to the existing Directors, but so that the total number of Directors shall not at any time exceed the number fixed in accordance with this Constitution. Any Director so appointed shall hold office only until the next AGM of the Company, and shall then be eligible for re-election but shall not be taken into account in determining the Directors who are to retire by rotation at that Meeting.

CORPORATE GOVERNANCE OVERVIEW STATEMENT

Cont'd

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS *cont'd*

2. BOARD COMPOSITION *cont'd*

Re-appointment and Re-election of Directors *cont'd*

Based on the results of the assessment including the fit and proper assessment, via self-declaration and peer assessment conducted by the NC, the NC and the Board have affirmed that all the retiring Directors listed below have satisfied the fit and proper criteria and be recommended to the Board for approval prior to the shareholders' approval at the forthcoming AGM:

- Dato' Zulkapli Bin Ahmad
- Mr. Pah Wai Onn
- Prof. Dr. Anna Azriati Binti Che Azmi

All assessments and evaluations carried out by the NC in discharging its functions have been properly documented.

Directors' Training

The Directors continue to undergo training on an annual basis to further enhance their skills and knowledge so as to keep abreast with new regulatory developments and the MMLR of Bursa Securities. The NC will review and determine the training needs of the Directors where appropriate. The Directors have been encouraged to pursue their own training needs to keep up with current requirements.

The following were the details of training attended by the Directors during FYE 2026:

<i>Name of Directors</i>	<i>Training Attended</i>
Dato' Zulkapli Bin Ahmad	<ul style="list-style-type: none"> • Mandatory Accreditation Programme Part II: Leading for Impact • Anti Bribery & Corruption and Conflict of Interest Training • Cybersecurity Awareness Training
Mr. Ko Yun Hung	<ul style="list-style-type: none"> • E-Invoicing Essentials For Board Directors: Navigating The New Compliance Landscape • Anti Bribery & Corruption and Conflict of Interest Training • Boardroom Blindspots: How Our Perceptions of Risk Influence Our Boardroom Effectiveness • Cybersecurity Awareness Training
Mr. Pah Wai Onn	<ul style="list-style-type: none"> • E-Invoicing Essentials For Board Directors: Navigating The New Compliance Landscape • Anti Bribery & Corruption and Conflict of Interest Training • Cybersecurity Awareness Training • HIMSS Malaysia 2025 Executive Summit
Mr. Siow Wei Ming	<ul style="list-style-type: none"> • Anti Bribery & Corruption and Conflict of Interest Training • Cybersecurity Awareness Training

CORPORATE GOVERNANCE OVERVIEW STATEMENT

Cont'd

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS *cont'd*

2. BOARD COMPOSITION *cont'd*

Directors' Training cont'd

Name of Directors	Training Attended
Dato' F'ng Meow Cheng	<ul style="list-style-type: none"> • SSM Webinar – MBRS 2.0 for Preparers – Financial Statements by SSM • CTIM Premier Tax Event of the Year – National Tax Conference 2025 by CTIM • Seminar Percukaian Kebangsaan 2025 (Belanjawan 2026) by LHDN • MIA TOWN HALL 2025/2026 (Session 1) by MIA • Navigating Succession and Workplace Dynamics in Family-Run Businesses by MIA • Corporate Talk 2025: Qualifying Criteria For Audit Exemption In Malaysia by SSM • Securities Commission Malaysia - Audit Oversight Board's Conversation with Audit Committees by Securities Commission Malaysia • Complimentary Webinar : Overview on IPSASB SRS Climate-related Disclosures by MIA • MIA Webinar Series - Auditing of Construction Contracts & Property Development Activities by MIA • Pendaftaran Taklimat e-Invois Anjuran HASiL Pulau Pinang by MIA
Ms. Maylee Gan Suat Lee	<ul style="list-style-type: none"> • Termination for Misconduct by Malaysian Bar • The Essence of Minutes, Meetings and Resolutions & Understanding the Malaysian Employment Law from a Company's Secretaries Perspective by Malaysian Association of Company Secretaries • AI and Data Governance: A strategic responsibility for company secretaries in the digital era & crisis management and business continuity: the company by Malaysian Association of Company Secretaries • SSM National Conference 2025 by SSM • VCCLC Session 1: The Rise of ESG and Climate Litigation – Emerging Directors' Duties by Malaysian Bar • VCCLC Session 2: Trustee Amendment Act 2025 by Malaysian Bar • VCCLC Session 3: Corporate Sustainability and Governance by Malaysian Bar • VCCLC Session 4: Venture Capital Funds in Malaysia: Bridging Legal Gaps to Unlock Capital for Innovation by Malaysian Bar • VCCLC Session 5: Competition Law by Malaysian Bar • VCCLC Session 6: Contract Law Reform by Malaysian Bar • VCCLC Session 7: AI & the Lawyer – Will We Be Replaced By Malaysian Bar • VCCLC Session 8: The Corporate Veil: From Salomon – Malaysian Judicial Approach by Malaysian Bar • VCCLC Session 9: Corporate Governance in Transition – The Evolving Role of the Company Secretaries in Malaysia's Legal Landscape by Malaysian Bar • VCCLC Session 10: Insolvency by Malaysian Bar • VCCLC Session 11 - Managing Corporate Disputes by Malaysian Bar • CPD-Live- Mastering the Art of Pre-Trial Strategy: Aligning Legal Theory with Courtroom Reality by Malaysian Bar
Prof. Dr. Anna Azriati Binti Che Azmi	<ul style="list-style-type: none"> • Mandatory Accreditation Programme (MAP1)

The Company Secretaries circulated from time to time the relevant guidelines on statutory and regulatory requirements to keep the Directors updated on current guidelines and regulations. The External Auditors also highlighted changes to the Malaysian Financial Reporting Standards and legislation that affect the Company's financial statements during the financial year.

CORPORATE GOVERNANCE OVERVIEW STATEMENT

Cont'd

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS *cont'd*

2. BOARD COMPOSITION *cont'd*

Board Committees

The Company strives to have a balanced Board which comprises members with suitable qualifications, skills, expertise and experience. The Board has established the following Committees to assist the Board to discharge its fiduciary duties:

(a) Audit and Risk Management Committee (“ARMC”)

The ARMC comprises exclusively INED as follows:

1. Dato’ F’ng Meow Cheng, Chairman (*Redesignated on 1 August 2025*)
2. Ms. Maylee Gan Suat Lee, Member
3. Prof. Dr. Anna Azriati Binti Che Azmi, Member (*Appointed on 1 August 2025*)
4. Tan Ee Ming, Chairman (*Retired on 10 July 2025*)

A full report of the ARMC with details of its membership and a summary of the work performed during the financial year are set out in the ARMC report of this Annual Report.

The ARMC and its members have discharged their functions, duties and responsibilities in accordance with its Terms of Reference (“**TOR**”) adopted on 1 October 2021 and subsequently revised on 25 September 2024 which is available on the Group’s website at www.sns.com.my, to support the Board in ensuring the Group practises good corporate governance.

(b) Nomination Committee

The NC comprises exclusively INED as follows:

1. Ms. Maylee Gan Suat Lee, Chairman
2. Dato’ F’ng Meow Cheng, Member
3. Prof. Dr. Anna Azriati Binti Che Azmi, Member (*Appointed on 1 August 2025*)
4. Tan Ee Ming, Member (*Retired on 10 July 2025*)

The role of the NC is set out in its TOR adopted on 1 October 2021 and subsequently revised on 25 September 2024 which is available for reference on the Group’s website at www.sns.com.my.

In compliance with the provision of Paragraph 15.08A(3) of the MMLR of Bursa Securities, the activities of the NC for the FYE 2026 are set out in practices 5.3, 5.5, 5.6, 5.7 and 6.1 of the CG Report.

During the FYE 2026, three meetings were held and the key activities were as follows:

- Conducted annual evaluation of the Board, Board Committees and overall effectiveness, including assessment on composition, decision-making, Board dynamics and ESG oversight, and concluded that the Board and Committees had effectively discharged their duties.
- Evaluated the performance of each Director, including assessment of integrity, competence, experience and time commitment, and reviewed the independence of Independent Directors, confirming that all Directors met the fit and proper criteria.
- Reviewed the size, composition and balance of the Board, including gender diversity and regulatory compliance, and assessed the Board Skills Matrix to ensure an appropriate mix of competencies while identifying areas for enhancement.
- Evaluated and interviewed potential candidates for appointment as Independent Non-Executive Director, including review of qualifications, independence, conflict of interest declarations and due diligence findings, and recommended the appointment to the Board.

CORPORATE GOVERNANCE OVERVIEW STATEMENT

Cont'd

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS *cont'd*

2. BOARD COMPOSITION *cont'd*

Board Committees cont'd

(b) Nomination Committee *cont'd*

During the FYE 2026, three meetings were held and the key activities were as follows: *cont'd*

- Assessed the performance of Directors retiring by rotation and recommended their re-election at the forthcoming Annual General Meeting based on satisfactory performance and continued fitness to hold office.
- Reviewed the Key Performance Indicators (“KPIs”) and performance of Executive Directors and Key Senior Management, noting their satisfactory contribution to the Group’s performance and growth.
- Reviewed the training needs of Directors and identified relevant development programmes, including corporate governance, risk management and ESG-related training, to enhance Directors’ competencies.

The NC upon its assessment carried out was satisfied:

- There was no negative feedback from the Directors based on the self-assessment questionnaires circulated in advance, indicating a high level of confidence in the effectiveness of the Board and its Committees.
- The Board was well-balanced, comprising an appropriate proportion of INEDs, and collectively possessed a broad range of skills, expertise and experience, including strong financial and commercial acumen. This diversity enabled the Board to function effectively and provide sound oversight and strategic guidance to the Group.
- All Directors were assessed to be competent, knowledgeable and demonstrated a good understanding of the Group’s business and operations.
- The Board Committees and all Directors had effectively discharged their duties and responsibilities and were assessed to be efficient and capable in performing their respective roles throughout the financial year under review.
- None of the Directors held more than five (5) directorships in listed companies, and all Directors were in compliance with Paragraph 15.06 of the MMLR of Bursa Securities.
- There was no dominance by any individual Director in the Board’s decision-making process. All Directors participated actively, contributed constructively and exercised independent judgement in the best interests of the Company.
- All Directors had devoted sufficient time and attention to the affairs of the Company, consistent with good corporate governance practices.
- The Independent Directors had carried out their roles and responsibilities independently and objectively, and continued to meet the independence criteria as prescribed under the MMLR.

(c) Remuneration Committee (“RC”)

The RC comprises exclusively INED as follows:

1. Prof. Dr. Anna Azriati Binti Che Azmi, Chairman (*Appointed on 1 August 2025*)
2. Ms. Maylee Gan Suat Lee, Member
3. Dato’ F’ng Meow Cheng, Member
4. Tan Ee Ming, Member (*Retired on 10 July 2025*)

The RC and Board are mindful of the need to remunerate and retain its Directors and Senior Management to ensure that their commitment remains intact as well as to properly motivate, inspire and drive their performance. Their remuneration package is therefore, directly linked to their performance, service, seniority, experience and scope of responsibilities.

CORPORATE GOVERNANCE OVERVIEW STATEMENT

Cont'd

PRINCIPLE A: BOARD LEADERSHIP AND EFFECTIVENESS *cont'd*

2. BOARD COMPOSITION *cont'd*

Board Committees cont'd

(c) Remuneration Committee ("RC") *cont'd*

The Board had formalised and adopted a Remuneration Policy for the Board and Senior Management and last reviewed was on 26 September 2025 to attract and retain the Directors and Senior Management required to lead and control the Group effectively. In the case of EDs and Senior Management, the components of the remuneration package are linked to corporate and individual performance. For Non-EDs, the level of remuneration is reflective of their experience, seniority and level of responsibilities.

The details of the remuneration and benefits paid to the Directors and Key Senior Management of the Company and the Group for services rendered in all capacities for the FYE 2026 are tabulated under practices 8.1 and 8.2 of the CG Report respectively.

The TOR of the RC is available on the Group's website at www.sns.com.my.

PRINCIPLE B: EFFECTIVE AUDIT AND RISK MANAGEMENT

1. AUDIT AND RISK MANAGEMENT COMMITTEE

The Board has established an ARMC to assist and support the Board in fulfilling its statutory and fiduciary responsibilities relating to areas of financial reporting, risk management and internal controls, external and internal audit functions, review of related party transaction, governance and matters that impact the affairs of our Group's and Company's businesses and financial conditions.

The ARMC is chaired by Dato' F'ng Meow Cheng, who is an INED and is not the Chairman of the Board ensuring that the objectivity of the Board's review of the ARMC's findings and recommendations remain intact. Remaining members of the ARMC are INEDs. The authority and responsibilities of the ARMC are set out in its TOR. The ARMC has direct access to Management, the external auditors and the internal audit function of the Group. The authority, duties and responsibilities of the ARMC and the summary of works carried out to discharge its duties for FYE 2026 are detailed in the ARMC Report of this Annual Report.

2. RISK MANAGEMENT AND INTERNAL CONTROL FRAMEWORK

The Board acknowledges its responsibility in ensuring that the Group maintains a sound risk management and internal control systems in identifying, managing and monitoring the significant risk exposures of the Group's businesses and its operations.

The Board has delegated the overall responsibility for reviewing and monitoring the adequacy and integrity of our Group's risk management and internal control systems to the ARMC. The regular assessments on the adequacy and integrity of internal controls and monitoring of compliance with policies and procedures are carried out through internal audit reviews undertaken by independent professional service providers. The findings of the internal audits as well as corrective and preventive measures for the issues highlighted were duly presented in the ARMC meeting.

Details of the risk management and internal control systems of the Group and the Company are set out in the Statement on Risk Management and Internal Control of this Annual Report.

CORPORATE GOVERNANCE OVERVIEW STATEMENT

Cont'd

PRINCIPLE C: INTEGRITY IN CORPORATE REPORTING AND MEANINGFUL

RELATIONSHIP WITH STAKEHOLDERS

1. ENGAGEMENT WITH STAKEHOLDERS

Stakeholders are defined as individuals or groups that have a significant impact on the business or those whose actions could affect the Group's and the Company's ability to create value. The Group recognises its accountability to stakeholders and believes in effective engagement with its shareholders and stakeholders on a regular basis with a view to promote effective communication of its business performances.

To ensure that the Group's communication with shareholders and various stakeholders are transparent, timely and with quality disclosures, the Group has established a dedicated section on the Group's website for the disclosure of the relevant corporate information including the Group's announcements, financial information, annual reports, quarterly financial results and the Group's performances and activities via Bursa Link. The said website is the key communication channel for the Group, and it provides relevant information and contact details to address any queries arising for its shareholders and other stakeholders.

2. CONDUCT OF GENERAL MEETINGS

All general meetings of the Company serve as the principal forum for shareholders to have direct access to the Board and provide the opportunity for shareholders to raise questions pertaining to issues related to the Annual Report, Audited Financial Statements, corporate developments, resolutions being proposed and the businesses of the Group.

The AGM remains the principal forum for communication and dialogue with shareholders. The AGM provides the opportunity for interaction amongst Shareholder, Directors and Management, where the shareholders are at liberty to raise questions on the AGM agenda.

They will be given the opportunity to seek clarification on any matters pertaining to the Company's affairs and performance as the Directors and the representatives of the External Auditors will be present to answer any questions that they may have.

The Company despatches Annual Report to all shareholders of the Company which includes the notice of AGM, which notice is also advertised in the newspaper and released via Bursa Link. In line with good CG practice, the Notice of the 2025 AGM was issued at least 28 days before the date of AGM to allow shareholders to make the necessary attendance and voting arrangements.

During the physical AGM held on 10 July 2025, the Board encourages shareholders to participate in the question-and-answer session at AGM. The Board has ensured that each item of special business included in the notice of the AGM is accompanied by a full explanation of the effects of the proposed resolution. All the Directors (as well as the Chair of the respective Board Committee), Group Financial Controller and the External Auditors were in attendance to respond to shareholders' queries. Questions raised by those attending online were duly answered by the MD. The Minutes of the AGM (including all the questions raised by shareholders and answers thereto) were published on the Company's website within 30 days after the completion of the meeting.

Please refer to Practices 13.1, 13.2, 13.3 and 13.4, 13.5 and 13.6 for details explanation.

The CG Overview Statement was approved by the Board of the Company on 20 May 2026.

AUDIT AND RISK MANAGEMENT COMMITTEE REPORT

The Board of Directors of SNS Network Technology Berhad (“**the Board**”) is pleased to present the report of the Audit and Risk Management Committee (“**ARMC**”) for the Financial Year Ended 31 January 2026 (“**FYE 2026**”) in compliance with Paragraph 15.15 of the Main Market Listing Requirements (“**MMLR**”) of Bursa Malaysia Securities Berhad (“**Bursa Securities**”).

COMPOSITION AND MEETING

The ARMC comprises three (3) members, all of whom are Independent Non-Executive Directors and are appointed by the Board. The ARMC meets the requirements of Paragraph 15.09(1)(a) and (b) of the MMLR of Bursa Securities.

The Chairman of the ARMC, Dato’ F’ng Meow Cheng is a member of the Malaysian Institute of Accountants and Malaysian Association of Certified Public Accountants, hence complies with Paragraph 15.09(1)(c)(i) of the MMLR of Bursa Securities. No alternate director is appointed as a member of the ARMC.

The composition and attendance during the FYE 2026 were as follows:

Name of ARMC Members	Position	No. of Meetings Attended
Dato’ F’ng Meow Cheng (Redesignated on 1 August 2025)	Chairman, Independent Non-Executive Director	5/5
Ms. Maylee Gan Suat Lee	Member, Independent Non-Executive Director	5/5
Prof. Dr. Anna Azriati Binti Che Azmi (Appointed on 1 August 2025)	Member, Independent Non-Executive Director	2/2
Tan Ee Ming (Retired on 10 July 2025)	Chairman, Independent Non-Executive Director	3/3

The following best practices of the Malaysian Code of Corporate Governance 2021 (“**MCCG 2021**”) have been adopted by the ARMC:

- ❖ The Chairman of the Board, Dato’ Zulkapli Bin Ahmad is not a member of the ARMC pursuant to Practice 1.4 of the MCCG 2021;
- ❖ The Chairman of the ARMC, Dato’ F’ng Meow Cheng is also not the Chairman of the Board pursuant to Practice 9.1 of the MCCG 2021;
- ❖ The ARMC comprises solely of Independent Directors pursuant to Step Up Practice 9.4 of the MCCG 2021.

The Company Secretaries attended all the meetings of the ARMC held during FYE 2026, having arranged for the meetings and keeping of the minutes. Minutes of each meeting were recorded and tabled for confirmation at the next ARMC meeting and subsequently presented to the Board for notation. Upon the invitation of the ARMC, the Managing Director (“**MD**”), Group Financial Controller, Internal Auditors, and External Auditors were also present at the meetings where necessary.

The Chairman of the ARMC reported the main findings and deliberations of the ARMC meetings to the Board. The ARMC Chairman also presented to the Board the Committee’s recommendations to approve the annual financial statements and quarterly financial results of the Group for announcements. The ARMC Chairman also conveyed to the Board matters of significant concern as and when raised by the External Auditors or Internal Auditors in their respective presentations.

The detailed profiles of all the members of the ARMC are disclosed in the Profile of Directors of this Annual Report.

AUDIT AND RISK MANAGEMENT COMMITTEE REPORT

Cont'd

SUMMARY OF ACTIVITIES PERFORMED BY THE AUDIT AND RISK MANAGEMENT COMMITTEE DURING THE FINANCIAL YEAR

The key activities carried out by the ARMC in line with its Terms of Reference (“TOR”) during the FYE 2026 comprised the following:

(a) Financial Reporting

- (i) Reviewed the quarterly unaudited financial results of the Group for announcement to Bursa Securities before recommending them for the Board’s approval. The review was to ensure that the unaudited quarterly financial results were prepared in accordance with the requirements of Malaysian Financial Reporting Standard (“MFRS”) 134, International Accounting Standard 34: Interim Financial Reporting, and provisions of the Listing Requirements of Bursa Securities.
- (ii) Reviewed the Company’s compliance, in particular, the quarterly and year-end financial statements of the Group for FYE 2026 together with the Group Financial Controller by focusing particularly on:
 - changes in or implementation of major accounting policies and practices;
 - significant matters highlighted including financial reporting issues, significant judgements made by management, significant and unusual events or transactions, and how these matters were addressed;
 - compliance with accounting standards and other legal requirements; and
 - going concern assumptions.

(b) External Audit

- (i) Reviewed the scope of work and the audit plan of the External Auditors in respect of the FYE 2026.
- (ii) Reviewed the External Auditors’ audit progress reports, key audit findings, expected audit opinion, internal control observations and other required communications.
- (iii) Conducted private sessions with the External Auditors without the presence of Executive Directors and Management. The purposes of such meetings were to enquire about Management’s cooperation with the External Auditors, their sharing of information and the proficiency and adequacy of resources in financial reporting functions, particularly in relation to the compliance with applicable MFRSs as well as other areas of concern that is needed to be escalated to the Board and Management for their further consideration and action.
- (iv) Assessed the performance, suitability, objectivity and independence of the External Auditors and recommended their re-appointment to the Board.
- (v) Reviewed the audit fees for FYE 2026 and recommended the audit fees to the Board for approval.

The External Auditors have provided written assurance that they were and had been independent throughout the conduct of the audit engagement in accordance with the terms of all relevant professional and regulatory requirements, including the *By-Laws (on Professional Ethics, Conduct and Practice)* of the Malaysian Institute of Accountants (“By-Laws”).

(c) Internal Audit

- (i) Reviewed the Internal Audit (“IA”) Reports presented during the financial year under review, where these reports were prepared based on the audit activities conducted according to the approved Internal Audit Plan. The MD facilitated the review process by providing clarification to the ARMC on any specific issues raised in the IA Reports including Management’s response to the identified audit findings. The IA Reports pointed out matters of improvement to the internal controls of the business function and processes being audited, including risks and its impacts, causes, and recommended corrective measures. The IA reports also provided status updates on the implementation of management action plans on the findings reported in the IA Reports presented to the ARMC;

AUDIT AND RISK MANAGEMENT COMMITTEE REPORT

Cont'd

SUMMARY OF ACTIVITIES PERFORMED BY THE AUDIT AND RISK MANAGEMENT COMMITTEE DURING THE FINANCIAL YEAR *cont'd*

(c) Internal Audit *cont'd*

- (ii) Carried out an annual review of the performance of the Internal Auditors, including assessment of their suitability and independence in performing their obligations, which is performed via a formal evaluation form. In its assessment, the ARMC considered several factors, which includes the calibre, reputation and resources of the firm, staff experience and professionalism as well as audit scopes.

The Internal Auditors confirmed to the ARMC that in accordance with the terms of all relevant professional and regulatory requirements, they have maintained their independence and objectivity in performing its work throughout the audit engagement for FYE 2026.

(d) Risk Management and Internal Control

- (i) Reviewed and monitored on the risk assessment reports with deliberation on key risks from operating companies of the Group to ensure that all necessary risk mitigation measures to address identified critical risk areas have been or were being put in place.
- (ii) Reviewed developments in regulatory requirements and their implications on the Group's risk profile, including data protection, cybersecurity and corruption risk management.
- (iii) Reviewed the Statement on Risk Management and Internal Control and the ARMC Report for inclusion in the Annual Report, and recommended the same to the Board for approval.

(e) Related Party Transaction and Conflict of Interest ("COI")

Reviewed the related party transactions entered into by Group on a quarterly basis to ensure such transactions are undertaken on an arm's length basis and on normal commercial terms not more favourable to the related party than those generally available to the public, and proper disclosures are made pursuant to the MMLR, as and when necessary and COI. There were no COI nor potential COI situation which arose during the year that required the ARMC to resolve, eliminate or mitigate.

(f) Whistleblowing Policy/Anti-Bribery and Corruption ("ABAC") Cases

The ARMC ensured that the Group's Whistleblowing Policy/ABAC Policy are actively implemented for the Group's employees and external parties with appropriate actions taken wherever reports are received. During the FYE 2026, there were no reporting of whistle blowing nor bribery and corruption cases to the ARMC.

(g) Others

- Assessed the solvency status of the Company based on the criteria set in the Prospectus in respect of the proposed single tier tax exempt dividends before the Board's recommendation.
- Verified the allocation of share options given to the eligible employees was in accordance with the criteria for the Employee Share Option Scheme and the MMLR for FYE 2026.



AUDIT AND RISK MANAGEMENT COMMITTEE REPORT

Cont'd

INTERNAL AUDIT FUNCTION

During the FYE 2026, the Group had outsourced the internal audit function to Axcelasia Sdn Bhd as an independent professional firm appointed to conduct a systematic and objective assessment of the adequacy, efficiency and effectiveness of the Group's internal control system.

The outsourced internal audit function reports directly to the ARMC to ensure independence and objectivity. The appointment and resignation of internal audit service provider, as well as the proposed audit fees, are subject to review and approval of the ARMC.

During FYE 2026, the Internal Auditor conducted two (2) cycles of assessments on the Company's internal control system and risk management. The cycles covered included:

Entities Audited	Auditable Processes
SNS Network (M) Sdn Bhd	Broadband Business Operation
SNS Network (M) Sdn Bhd Notebook Plaza Sdn Bhd	Retail Operation

The outcome of the audit was discussed with senior management, and the Internal Auditors closely monitored the implementation progress of audit recommendations to ensure all audit findings and control concerns were addressed by Management in a timely manner. Although certain internal control weaknesses were identified, none of the weaknesses resulted in any material losses or contingencies that require additional disclosure in this annual report. The Board, through the ARMC, received and reviewed the internal audit reports on 26 September 2025 and 10 December 2025.

The total costs incurred for the outsourced internal audit function for FYE 2026 was RM76,000, excluding Sales and Service Tax and out-of-pocket expenses.

PERFORMANCE OF THE ARMC

The performance of the ARMC was assessed collectively through self-evaluation and the Nomination Committee performed an evaluation on the performance of the ARMC as a whole. The Nomination Committee is satisfied that the ARMC has discharged its statutory duties and responsibilities in accordance with the TOR of the ARMC during the FYE 2026.

This report was reviewed by the ARMC and approved by our Board on 20 May 2026.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

INTRODUCTION

The Malaysian Code on Corporate Governance (“**MCCG**”) requires listed companies to maintain a sound system of risk management and internal control to safeguard shareholders’ investments and the Group’s assets.

Pursuant to Paragraph 15.26(b) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Bursa Securities**”) and the Statement on Risk Management and Internal Control: Guidelines for Directors of Listed Issuers (“**Internal Control Guidance**”), the Board is pleased to present the Statement on Risk Management and Internal Control, which outline the nature and scope of the risk management and internal control of SNS Network Technology Berhad (“**SNS**” or the “**Company**”) and its subsidiaries (“**SNS Group**” or the “**Group**”) for the financial year ended 31 January 2026 (“**FYE 2026**”).

BOARD RESPONSIBILITY

The Board recognises its overall responsibility for maintaining the adequacy and effectiveness of the Group’s risk management and system of internal controls which covers governance, financial strategy, operations, sustainability and compliance with relevant regulations, policies and procedures. This includes the establishment of an appropriate risk management and internal control framework to identify, assess and manage risks that may impede the achievement of business objectives, strategies as well as review the adequacy and effectiveness of those systems. Following the Internal Control Guidance, the Board confirms that there is an on-going process for identifying, evaluating, and managing significant risks faced by the Group.

However, in any risk management and internal control system, there are inherent limitations that may impede the achievement of the Group’s business objectives. Accordingly, the system provides reasonable, but not absolute assurance against material misstatement, loss or fraud.

RISK MANAGEMENT FRAMEWORK

The Board regards the management of core risks as an integral and critical part of the day-to-day operations of the Group. The experience, knowledge and expertise to identify and manage such risks throughout the financial year under review enables the Group to make cautious, mindful and well-informed decisions through formulation and implementation of requisite action plans and monitoring regime which are imperative in ensuring the accomplishment of the Group’s objectives.

The Board is assisted by the Audit and Risk Management Committee (“**ARMC**”) to provide oversight, direction and counsel to the Group’s risk management process by identifying and assessing risks and making recommendations to monitor, evaluate, manage and mitigate such risks throughout the business operations particularly in respect of key risks which the Group faces on a regular basis. Additionally, the Risk Management Working Group (“**RMWG**”) is responsible for implementing the Group’s policies and procedures on risk and internal control to identify, evaluate, measure, monitor and report risks as well as deficiencies and non-compliance with internal controls, and for taking appropriate and timely remedial actions as required.

As part of our Risk Management processes, the Group has adopted a Risk Management System and framework. The Registry of Risk is maintained to identify principal business risks and key risk areas, their impact, likelihood of occurrence and risk control actions and is updated to address changes in risk profiles. The risk assessment performed on each function/business unit which have been reviewed by the RMWG during the financial year under review encompassed the following areas of responsibilities:

- External
- Financial
- Internal/Operational
- People/Integrity

The level of risk tolerance is established and monitored using a risk impact and likelihood matrix where the ratings are assessed in response to changes in the business environment. The process of identifying, evaluating, monitoring and managing risks is embedded in the various work processes and procedures of the respective operational functions.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

Cont'd

INTERNAL AUDIT FUNCTION

The Group has outsourced its internal audit functions to an independent professional services firm to assist the ARMC in undertaking independent reviews on the effectiveness and adequacy of the internal controls system and to address the weaknesses identified, if any. The Internal Audit team independently reviews the procedures and control processes implemented by the management within the key business segments of the Group. Any key areas of concern identified during the reviews together with the management responses and recommendations for improvements to strengthen the internal controls are directly reported to the ARMC. The Management is required to implement the rectification action plans with due follow-up actions undertaken to ensure that any internal control deficiencies or weaknesses highlighted have been addressed on a timely basis. Follow-up reviews were conducted by the Internal Audit team to assess the implementation of action plans provided by the Management and findings from follow-up reviews, if any, are reported to the ARMC. The internal audit plan was developed based on a risk-based approach approved by the ARMC, taking into consideration the Group's risk profile and available resources.

During FYE 2026, the Internal Auditor conducted two (2) cycles of assessments on the Company's internal control system and risk management. The cycles covered included:

Entities Audited	Auditable Processes	Month
SNS Network (M) Sdn Bhd	Broadband Business Operation	June 2025
SNS Network (M) Sdn Bhd Notebook Plaza Sdn Bhd	Retail Operation	October 2025

To maintain its impartiality, proficiency and due professional care, the Internal Auditors are independent and report directly to the ARMC. The ARMC reviews the Internal Audit programme annually in consultation with the Internal Auditors and assesses the reports of the Internal Audit process on quarterly basis. The ARMC will conduct an assessment on the adequacy of scope, functions, competency and resources of the Internal Auditors as well as whether the recommendations of the Internal Audit function have been absorbed into the Group's processes.

The Board and Management, to the best of their knowledge and in consultation with the Internal Auditors via their reports, noted that there were no material or significant losses arising as a result of weaknesses in internal controls during the financial year under review and up to the date of issuance of the Statement on Risk Management and Internal Control. The Board is also pleased to report that there were no significant internal control deficiencies for areas that have been reviewed by the Internal Auditors. Certain practical recommendations of the Internal Auditors have been taken as remedial action to improve and enhance the existing internal controls.

Other Internal Control Processes

Apart from risk management and internal audit, the Group's system of internal controls also comprises the following key elements:

- **Organisation Structure**

The current organisation structure of the Group is incorporated with clear lines of accountability that sets out the authority delegated to the Board and Management. The Board is supported by various established committees in discharging its responsibilities that includes the ARMC, and Nomination and Remuneration Committee respectively.

- **Board of Directors / Board Committees**

The role, functions, composition, operation and processes of the Board are guided by a formal Board Charter.

Board Committees, namely ARMC, Nomination Committee and Remuneration Committee are established with formal terms of references clearly outlining their functions and duties delegated by the Board. ARMC assists the Board to review the effectiveness of the ongoing monitoring processes on risk and control matters for areas within their scope of work.

Meetings of the Board and respective Board Committees are carried out on scheduled basis to review the financial and operational performance of the Group.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

Cont'd

INTERNAL AUDIT FUNCTION *cont'd*

Other Internal Control Processes *cont'd*

- **Policies and Procedures**

Operational policies and procedures form an integral part of the internal control system to safeguard the Group's assets against material losses. These include manuals and handbooks which are updated, reviewed and revised periodically to meet changing business and operational requirements, and statutory reporting needs. The Group has also documented policies and procedures to regulate relevant key processes in compliance with its International Organization for Standardization ("ISO") 9001:2015 and 27001:2022.

- **Code of Conduct and Ethics, Anti-Bribery and Corruption Policy and Whistleblowing Channel**

A Code of Conduct and Ethics is established for all directors, employees, suppliers and vendors of the Group, which outlines the acceptable business behaviour and conduct and to provide guidance on how the directors, employees, suppliers and vendors should behave to demonstrate a culture of excellence while performing their duties. It also set out the standards of good and ethical practices and aims to maintain confidence in the integrity of the Group's business practices.

The Board has taken steps to direct the establishment of adequate procedures to prevent the commission of corrupt acts by persons associated to the Group through the institution of the Anti-Bribery and Corruption Policy ("Policy"). The Policy, amongst others, covers areas pertaining to gifts, donations and sponsorships, support letters, facilitation payments, conflict of interest and sanctions for non-compliance. All employees are required to declare that they have read, understood and will abide by the Policy via the Staff Declaration Form.

The Group has also put in place whistleblowing channels, providing an avenue for employees and external parties to report actual or suspected malpractice, misconduct or violations of the Group's policies and procedures in a safe and confidential manner. The policies and procedures on whistleblowing have been published in the Group's website at www.sns.com.my.

- **Human Resource Policy**

Guidelines on the human resource management are in place to ensure the Group operates in an effective and efficient manner by employing and retaining adequate competent employees possessing necessary knowledge, skill and experience in order to carry out their duties and responsibilities assigned effectively and efficiently.

Performance evaluations are carried out for all levels of staff to identify performance gaps, for training needs identification and talent development.

Emphasis is placed on enhancing the quality and ability of employees through a wide variety of training programs and workshops to enhance their knowledge and expand the employees' competency level in executing daily jobs. Relevant trainings and courses are provided to personnel across all functions to maintain a high level of competency and capability.

- **Information and Communication**

The Group has put in place effective and efficient information and communication infrastructures and channels, i.e. computerised systems, secured intranet and electronic mail system, so that operation data and management information can be communicated timely and securely to dedicated personnel within the Group for decision making and for communication with relevant external stakeholders for execution and information collection. The management and board meetings are held for effective two-way communication of information at different level of management and the Board.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

Cont'd

INTERNAL AUDIT FUNCTION *cont'd*

Other Internal Control Processes *cont'd*

- **Monitoring and Review**

Internal audits are carried out by the internal audit functions on key risk areas identified based on the internal audits carried out. The internal audit function assesses the adequacy and effectiveness of internal controls in relation to specific governance, risk and control processes and highlight potential risks and implications of its observations that may impact the Group as well as recommend improvements on the observations made to minimise the risks. The results of the internal audits carried out are reported to the ARMC.

In addition to the internal audits, significant control issues highlighted by the external auditors as part of their statutory audit's responsibility and the monitoring of compliance with ISO certification carried out by the ISO auditors serve as the next line of defence.

Apart from the above, the quarterly financial performance review which contained key financial results and comparison against previous corresponding financial results are presented to the Board for their review.

ASSURANCE STATEMENT BY KEY MANAGEMENT TEAM

The Managing Director and Group Financial Controller have provided assurance to the Board, to the best of their knowledge and belief, that the Group's risk management and internal control system were operating adequately and effectively in all material aspects, to meet the Group's objectives during the financial year under review until the date of this Statement on Risk Management and Internal Control.

REVIEW OF THE STATEMENT BY EXTERNAL AUDITORS

As required by Paragraph 15.23 of the Main Market Listing Requirements of Bursa Securities, the External Auditors have performed a limited assurance engagement on this Statement on Risk Management and Internal Control for inclusion in the Annual Report for the FYE 2026. Their review was performed in accordance with the Audit and Assurance Practice Guide 3 ("AAPG 3") issued by the Malaysian Institute of Accountants which does not require the auditors to form an opinion on the adequacy and effectiveness of the Group's risk management and internal control system.

Based on their procedures performed, the External Auditors have reported to the Board that nothing has come to their attention that causes them to believe that the Statement on Risk Management and Internal Control is not prepared, in all material respects, in accordance with the disclosures required by section 7 of the Statement on Risks Management and Internal Control Guide 2025, nor is the Statement on Risks Management and Internal Control factually inaccurate.

CONCLUSION

For the financial year under review and up to the date of approval of this statement, the Board is of the opinion that the risk management and internal control system of the Group currently being put in place is adequate and effective to safeguard the Group's interests and assets.

The Board will continue to assess and monitor the adequacy and effectiveness of the risk management and internal control system of the Group and to strengthen it, as and when necessary.

This statement is made in accordance with a resolution of the Board of Directors dated 20 May 2026.

ADDITIONAL COMPLIANCE INFORMATION

1. UTILISATION OF PROCEEDS RAISED FROM THE LISTING EXERCISE

The Company was listed on the ACE Market of Bursa Securities on 2 September 2022 (“**IPO Listing**”) and subsequently transfer to Main Market of Bursa Securities. In conjunction with the IPO Listing Exercise, the Company undertook a public issue of 362,875,500 new ordinary shares at an issue price of RM0.25 per share, raising gross proceeds of RM90,718,875 (“**IPO Proceeds**”).

The status of the utilisation of the IPO Proceeds as at 31 January 2026 is as follows:

Utilisation of proceeds ⁽¹⁾	Proposed utilisation RM'000	Actual utilisation RM'000	Unutilised amount RM'000	Estimated timeframe for unutilisation	Revised timeframe for unutilisation ⁽²⁾
Capital expenditure					
- Expansion of DaaS subscription-based service	30,900	(23,765)	7,135	36 months	72 months
- Set-up new retail store	2,500	(1,250)	1,250	36 months	72 months
Construction of Regional Hub	18,000	(1,220)	16,780	36 months	72 months
Marketing activities for JOI®	1,500	(451)	1,049	36 months	72 months
Repayment of bank borrowings	20,000	(20,000)	-	12 months	N/A
General working capital	13,119	(13,119)	-	24 months	N/A
Estimated listing expenses	4,700	(4,700)	-	Immediately	N/A
	90,719	(64,505)	26,214		

Note:

- (1) From the date of listing of the Company on the ACE Market of Bursa Securities. The utilisation of proceeds disclosed above should be read in conjunction with the Prospectus of the Company dated 27 July 2022.
- (2) On 25 June 2025, an announcement was issued to extend the time frame for the utilisation of the IPO proceeds allocated for working capital for additional 36 months up to 2 September 2028.

2. AUDIT AND NON-AUDIT FEES

The fees to the External Auditors in relation to the audit and non-audit services rendered to the Company and the Group for the FYE 2026 were as follows:

	Group RM	Company RM
Statutory audit	256,500	70,000
Non-assurance services	8,000	8,000
	264,500	78,000

3. MATERIAL CONTRACTS INVOLVING THE INTEREST OF THE DIRECTORS, CHIEF EXECUTIVE AND MAJOR SHAREHOLDERS

Save as disclosed in the audited financial statements in this Annual Report, there were no material contracts (not being contracts entered into in the ordinary course of business) either subsisting as at the financial year end or entered into since the end of the previous financial period/year by the Company and its subsidiaries involving the interest of the directors, chief executive and major shareholders.

ADDITIONAL COMPLIANCE INFORMATION

Cont'd

4. EMPLOYEES' SHARE OPTION SCHEME ("ESOS" or "SCHEME")

The ESOS was approved by the Company's shareholder at Annual General Meeting held on 7 July 2023 on the establishment of an ESOS of up to 15% of the total number of issued shares of SNS (excluding Treasury Shares, if any) for eligible Directors and employees of SNS and its non-dormant subsidiaries. The ESOS shall be in force for a period of 10 years. The effective date of the implementation of the ESOS was 18 August 2023 and would expire on 18 August 2033.

a) Total Number of Options granted and exercised during FYE 2026 :

	Since Commencement of ESOS	During FYE 2026
Total number of options granted	182,332,840	-
Total number of options lapsed	21,867,200	596,400
Total number of options exercised	62,978,336	-
Total number of options outstanding/unexercised	97,487,304	97,487,304

b) Total Number of Options granted, exercised and outstanding during FYE 2026:

- (i) Date of Offer granted: 12 September 2023;
- (ii) Exercise Price Per ESOS : RM0.25

Category of Participants	Total Number of Options Granted			Number of Options Exercised			Total Number of Options Outstanding (Unexercised)	
	Number	%	Number of Participants	Number	%	Number of Participants	As at beginning of the year	As at FYE 2026
Directors	71,755,640	39.4	7	28,462,256	45.2	6	42,893,384	42,653,384
Key Senior Management	50,383,200	27.6	3	20,153,280	32.0	3	30,229,920	30,229,920
Middle Management	34,058,000	18.7	48	10,920,000	17.3	34	18,458,000	18,260,000
Junior Management	23,548,000	12.9	119	3,406,000	5.4	36	6,447,200	6,303,200
Non-executive	2,588,000	1.4	40	36,800	0.1	2	55,200	40,800
Total	182,332,840	100	217	62,978,336	100	81	98,083,704	97,487,304

ADDITIONAL COMPLIANCE INFORMATION

Cont'd

4. EMPLOYEES' SHARE OPTION SCHEME ("ESOS" or "SCHEME") *cont'd*

- c) Total Number of Options granted to the Directors and Key Senior Management during the FYE 2026 and since the commencement of the Scheme:

Category	Maximum Number of Options Allocation				Options Granted			
	Commencement of Scheme		FYE 2026		Commencement of Scheme		FYE 2026	
	Number of Options	%	Number of Options	%	Number of Options	%	Number of Options	%
Directors	71,755,640	39.4	0	0	71,755,640	39.4	0	0
Key Senior Management	50,383,200	27.6	0	0	50,383,200	27.6	0	0

Note: Aggregate maximum allocation applicable to Directors and Key Senior Management in percentage is 70%.

- d) a breakdown of the options offered to and exercised by, or shares granted to and vested in (if any) Directors and Key Senior Management pursuant to an ESOS in respect of the FYE 2026 in tabular form as follows:

Name of Directors	Designation	Number of Options Granted	Number of Options Vested	Number of Options Exercised	Number of Shares Outstanding
Dato' Zulkapli bin Ahmad	Independent Non-Executive Chairman	400,000	240,000	80,000	320,000
Mr. Ko Yun Hung	Managing Director	24,191,600	14,514,960	9,676,640	14,514,960
Mr. Pah Wai Onn	Executive Director	24,191,600	14,514,960	9,676,640	14,514,960
Mr. Siow Wei Ming	Executive Director	21,772,440	13,063,464	8,708,976	13,063,464
Dato' F'ng Meow Cheng	Independent Non-Executive Director	400,000	240,000	160,000	240,000
Ms. Maylee Gan Suat Lee	Independent Non-Executive Director	400,000	0	0	0*
Ms. Tan Ee Ming	Independent Non-Executive Director	400,000	0	160,000	0**
Prof. Dr. Anna Azriati Binti Che Azmi	Independent Non-Executive Director	0	0	0	0***
Eng Su Fern	Development Director	24,191,600	14,514,960	9,676,640	14,514,960
Tham Sau Har	Administrative and Operations Director	24,191,600	14,514,960	9,676,640	14,514,960
Thong Soon Cheong	Group Financial Controller	2,000,000	1,200,000	800,000	1,200,000

* Due to non-acceptance of the ESOS Offer.

** Due to retirement after the conclusion of SNS Network Technology Berhad's 2025 Annual General Meeting held on 10 July 2025.

*** Appointed on 1 August 2025 and no specific approval obtained from shareholder.

5. RECURRENT RELATED PARTY TRANSACTIONS ("RRPT")

Saved as disclosed in the audited financial statements in this Annual Report, there was no other material transactions entered into with the related parties during FYE 2026.

ADDITIONAL COMPLIANCE INFORMATION

Cont'd

6. IMPOSITION OF SANCTIONS/PENALTIES

There were no material public sanctions and/or penalties imposed on the Company and its subsidiaries, Directors or management by the relevant regulatory bodies during the FYE 2026.

7. DISCLOSURE OF FINANCIAL DATA FOR SHARIAH SCREENING

Pursuant to Paragraph 9.25A of the Main Market Listing Requirements, below are the financial data that are relevant for purpose of Shariah screening by the Shariah Advisory Council of the Securities Commission Malaysia. These include financial data on Shariah non-permissible income arising from the Group's business activities and interest-based financial position.

(A) Group Total Income and Total Assets

	Remarks	Group	
		2026 (RM)	2025 (RM)
Total Income			
Revenue		3,340,021,802	1,018,512,747
Finance income		358,276	428,932
Other income		6,588,087	6,052,836
Interest income		5,419,819	4,486,559
Total		3,352,387,984	1,029,481,074
Total Assets		663,219,484	560,406,741

(B) Business Activities

	Remarks	Group	
		2026 (RM)	2025 (RM)
Shariah Non-Compliant Activities			
Finance income		28,459	51,521
Interest income		5,397,624	4,457,599
Total		5,426,083	4,509,120

(C) Component of Financial Position

(i) Cash Component

Islamic Account/Instruments	Remarks	Group	
		2026 (RM)	2025 (RM)
Deposits with licensed bank		1,104,109	1,077,735
Cash at bank (exclude cash in hand)		10,754,982	12,684,715
Cash in hand		352,509	359,341
Short-term deposits		30,017,753	11,811,816
Investment in cash funds		30,208,192	30,795,617
Total		72,437,545	56,729,224

ADDITIONAL COMPLIANCE INFORMATION

Cont'd

7. DISCLOSURE OF FINANCIAL DATA FOR SHARIAH SCREENING *cont'd*

(C) Component of Financial Position *cont'd*

(i) Cash Component *cont'd*

Conventional Account/Instruments	Remarks	Group	
		2026 (RM)	2025 (RM)
Deposits with licensed bank		2,741,868	3,116,481
Cash at bank (exclude cash in hand)		21,080,941	28,551,544
Total		23,822,809	31,668,025

(ii) Debt Component

Islamic Financing	Remarks	Group	
		2026 (RM)	2025 (RM)
Current			
Term financing		3,361,923	714,115
Islamic hire purchase payables		57,151	2,451
Banker's acceptances		26,403,500	45,068,769
Non-Current			
Term financing		15,351,711	5,497,458
Islamic hire purchase payables		242,554	-
Total		45,416,839	51,282,793

Conventional Financing	Remarks	Group	
		2026 (RM)	2025 (RM)
Current			
Bank borrowings		19,010	206,405
Hire purchase payables		182,128	323,579
Banker's acceptances		34,334,078	8,257,000
Other interest bearing debt	Third party financing for the purchase of leased assets	17,777,627	4,740,600
Non-Current			
Bank borrowings		-	19,013
Hire purchase payables		281,210	463,339
Other interest bearing debt	Third party financing for the purchase of leased assets	39,079,497	13,404,181
Total		91,673,550	27,414,117

DIRECTORS' RESPONSIBILITY STATEMENT

The Board is required by the Companies Act, 2016 to present the financial statements for each financial year which have been made out in accordance with the applicable approved accounting standards and give a true and fair view of the state of affairs, the results and cash flows of the Group and of the Company.

The Board is satisfied that in preparing the financial statements of the Group and of the Company for FYE 2026, the appropriate accounting policies were used and applied consistently which includes the adoption of new and revised Malaysian Financial Reporting Standards ("**MFRS**") where applicable. The Board is also of the view that relevant approved accounting standards have been followed in the preparation of these financial statements.

The Directors are responsible for ensuring that the Company keeps proper accounting records which enable the financial position of the Group and of the Company to be disclosed with reasonable accuracy and which enable them to ensure that the financial statements comply with the Companies Act, 2016.

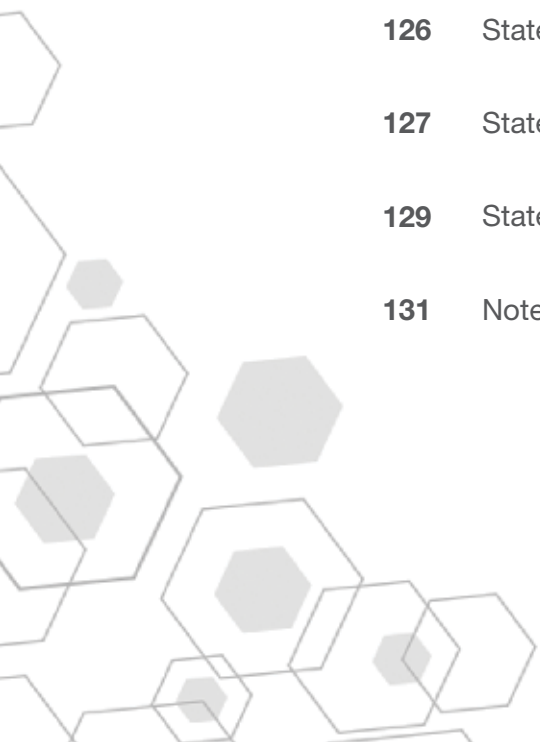
The Directors have overall responsibility for taking such steps that are reasonably open to them to safeguard the assets of the Group to prevent and detect fraud and irregularities.



FINANCIAL STATEMENTS



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DIRECTORS' REPORT

The directors hereby submit their report and the audited financial statements of the Group and of the Company for the financial year ended 31 January 2026.

PRINCIPAL ACTIVITIES

The Company is principally engaged in the business of investment holding. The principal activities of the subsidiaries are set out in Note 5 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

RESULTS

	The Group RM	The Company RM
Profit after taxation for the financial year	45,968,750	15,844,704
Attributable to:-		
Owners of the Company	45,968,750	15,844,704

DIVIDENDS

Dividends paid or declared by the Company since 31 January 2025 are as follows:-

	RM
Ordinary Share	
<u>In respect of the financial year 31 January 2025</u>	
A fourth interim dividend of 0.125 sen per ordinary share, paid on 26 May 2025	2,094,708
<u>In respect of the financial year 31 January 2026</u>	
A first interim dividend of 0.25 sen per ordinary share, paid on 28 August 2025	4,189,395
A second interim dividend of 0.25 sen per ordinary share, paid on 26 November 2025	4,189,395
A third interim dividend of 0.25 sen per ordinary share, paid on 13 February 2026	4,189,395
	14,662,893

On 27 March 2026, the Company declared an interim dividend of 0.25 sen per ordinary share amounting to RM4,189,395 in respect of the current financial year, payable on 26 May 2026, to shareholders whose names appeared in the record of depositors on 5 May 2026. The financial statements for the current financial year do not reflect this interim dividend. Such a dividend will be accounted for in equity as an appropriation of retained profits in the financial year ending 31 January 2027.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year other than those disclosed in the financial statements.

DIRECTORS' REPORT

Cont'd

ISSUES OF SHARES AND DEBENTURES

During the financial year:-

- (a) there were no changes in the issued and paid-up share capital of the Company; and
- (b) there were no issues of debentures by the Company.

OPTIONS GRANTED OVER UNISSUED SHARES

During the financial year, no options were granted by the Company to any person to take up any unissued shares in the Company. There were no outstanding options granted by the Company to any person to take up any unissued shares in the Company as at 31 January 2026 except for options granted under Employee Share Option Scheme of the Company ("ESOS").

The details of ESOS are disclosed in Note 15(b) to the financial statements.

BAD AND DOUBTFUL DEBTS

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ascertain that action had been taken in relation to the writing off of bad debts and the making of allowance for impairment losses on receivables and satisfied themselves that all known bad debts had been written off and that adequate allowance had been made for impairment losses on receivables.

At the date of this report, the directors are not aware of any circumstances that would require the further writing off of bad debts, or the additional allowance for impairment losses on receivables in the financial statements of the Group and of the Company.

CURRENT ASSETS

Before the financial statements of the Group and of the Company were made out, the directors took reasonable steps to ensure that any current assets, which were unlikely to be realised in the ordinary course of business, including their value as shown in the accounting records of the Group and of the Company, have been written down to an amount which they might be expected so to realise.

At the date of this report, the directors are not aware of any circumstances which would render the values attributed to the current assets in the financial statements misleading.

VALUATION METHODS

At the date of this report, the directors are not aware of any circumstances which have arisen which render adherence to the existing methods of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

DIRECTORS' REPORT

Cont'd

CONTINGENT AND OTHER LIABILITIES

At the date of this report, there does not exist:-

- (a) any charge on the assets of the Group and of the Company that has arisen since the end of the financial year which secures the liabilities of any other person; or
- (b) any contingent liability of the Group and of the Company which has arisen since the end of the financial year.

No contingent or other liability of the Group and of the Company has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which, in the opinion of the directors, will or may substantially affect the ability of the Group and of the Company to meet their obligations when they fall due.

CHANGE OF CIRCUMSTANCES

At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or the financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.

ITEMS OF AN UNUSUAL NATURE

The results of the operations of the Group and of the Company during the financial year were not, in the opinion of the directors, substantially affected by any item, transaction or event of a material and unusual nature.

There has not arisen in the interval between the end of the financial year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect substantially the results of the operations of the Group and of the Company for the financial year in which this report is made.

DIRECTORS

The names of directors of the Company who served during the financial year and up to the date of this report are as follows:-

Mr. Ko Yun Hung
Mr. Pah Wai Onn
Dato' Zulkapli Bin Ahmad
Dato' F'ng Meow Cheng
Mr. Siow Wei Ming
Ms. Maylee Gan Suat Lee
Ms. Prof. Dr Anna Azriati Binti Che Azmi (Appointed on 01.08.2025)
Ms. Tan Ee Ming (Retired on 10.07.2025)

The names of directors of the Company's subsidiaries who served during the financial year and up to the date of this report, not including those directors mentioned above, are as follows:-

Ms. Tham Sau Har
Ms. Eng Su Fern
Mr. Siow Wei Shan

DIRECTORS' REPORT

Cont'd

DIRECTORS' INTERESTS

According to the register of directors' shareholdings, the interests of directors holding office at the end of the financial year in shares, options over unissued shares of the Company and its related corporations during the financial year are as follows:-

	← Number of Ordinary Shares →			
	At 1.2.2025	Bought	Sold	At 31.1.2026
The Company				
<i>Direct Interests</i>				
Mr. Ko Yun Hung	74,176,640	300,000	-	74,476,640
Mr. Pah Wai Onn	74,176,640	980,000	-	75,156,640
Dato' Zulkapli Bin Ahmad	100,000	-	-	100,000
Dato' F'ng Meow Cheng	360,000	-	-	360,000
Mr. Siow Wei Ming	110,981,728	-	-	110,981,728
Ms. Maylee Gan Suat Lee	50,000	-	-	50,000
<i>Indirect Interests by virtue of shares held by companies in which the directors have interest</i>				
Mr. Pah Wai Onn [^]	419,539,439	-	-	419,539,439
Mr. Ko Yun Hung [#]	419,539,439	-	-	419,539,439
<i>Indirect Interests by virtue of shares held by persons connected to directors</i>				
Mr. Pah Wai Onn [*]	17,039,611	-	-	17,039,611
Mr. Siow Wei Ming [*]	1,600,000	-	-	1,600,000
Mr. Ko Yun Hung [*]	17,039,611	-	-	17,039,611

DIRECTORS' REPORT

Cont'd

DIRECTORS' INTERESTS *cont'd*

According to the register of directors' shareholdings, the interests of directors holding office at the end of the financial year in shares, options over unissued shares of the Company and its related corporations during the financial year are as follows:- *cont'd*

	← Number of Options under ESOS →			
	At 1.2.2025	Exercised	Lapsed	At 31.1.2026
The Company				
<i>Direct Interests</i>				
Mr. Ko Yun Hung	14,514,960	-	-	14,514,960
Mr. Pah Wai Onn	14,514,960	-	-	14,514,960
Dato' Zulkapli Bin Ahmad	320,000	-	-	320,000
Dato' F'ng Meow Cheng	240,000	-	-	240,000
Mr. Siow Wei Ming	13,063,464	-	-	13,063,464
<i>Indirect Interests by virtue of shares held by persons connected to directors</i>				
Mr. Ko Yun Hung*	14,514,960	-		14,514,960
Mr. Pah Wai Onn*	14,514,960	-		14,514,960
Mr. Siow Wei Ming*	1,200,000	-		1,200,000

^ Deemed interested by virtue of his direct shareholding in Seven One Capital Sdn. Bhd.

Deemed interested by virtue of his direct shareholding in Clover Wealth Sdn. Bhd.

* Deemed interested through spouse's shareholding in the Company.

By virtue of their shareholdings in the Company, Mr. Ko Yun Hung and Mr. Pah Wai Onn are deemed to have interests in shares in its related corporations during the financial year to the extent of the Company's interests, in accordance with Section 8 of the Companies Act 2016.

The other director holding office at the end of the financial year had no interest in shares, options over unissued shares or debentures of the Company or its related corporations during the financial year.

DIRECTORS' BENEFITS

Since the end of the previous financial year, no director has received or become entitled to receive any benefit (other than directors' remuneration as disclosed in the "Directors' Remuneration" section of this report) by reason of a contract made by the Company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest except for any benefits which may be deemed to arise from transactions entered into in the ordinary course of business with directors as disclosed in Note 34(b) to the financial statements.

Neither during nor at the end of the financial year was the Group or the Company a party to any arrangements whose object is to enable the directors to acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate other than the share options granted to certain directors pursuant to the ESOS of the Company.

DIRECTORS' REPORT

Cont'd

DIRECTORS' REMUNERATION

The details of the directors' remuneration paid or payable to the directors of the Company during the financial year are as follows:-

	The Group RM	The Company RM
Fees	297,177	297,177
Salaries and other benefits	2,830,763	26,000
Defined contribution benefits	363,720	-
Share options expenses	1,240,305	13,984
	4,731,965	337,161

The estimated monetary value of benefits-in-kind provided by the Company to the directors of the Company was RM28,000.

INDEMNITY AND INSURANCE COST

The Company maintains a Directors' and Officers' Liability Insurance Policy on a group basis. During the financial year, the amount of indemnity coverage and insurance premium paid for the directors and certain officers of the Group were RM10,000,000 and RM23,000 respectively. No indemnity was given to or insurance effected for the auditors of the Company.

SUBSIDIARIES

The details of the subsidiary name, place of incorporation, principal activities and percentage of issued share capital held by the Company in each subsidiary are disclosed in Note 5 to the financial statements.

The available auditors' reports on the financial statements of the subsidiaries did not contain any qualification.

DIRECTORS' REPORT

Cont'd

AUDITORS

The auditors, Crowe Malaysia PLT, have expressed their willingness to continue in office.

The details of the auditors' remuneration for the financial year are as follows:-

	The Group RM	The Company RM
Audit fees	241,500	70,000
Non-audit fees	8,000	8,000
	249,500	78,000

Signed in accordance with a resolution of the directors dated 20 May 2026.

Mr. Ko Yun Hung

Mr. Pah Wai Onn

STATEMENT BY DIRECTORS

Pursuant to Section 251(2) of the Companies Act 2016

We, Mr. Ko Yun Hung and Mr. Pah Wai Onn, being two of the directors of SNS Network Technology Berhad, state that, in the opinion of the directors, the financial statements set out on pages 124 to 189 are drawn up in accordance with Malaysian Financial Reporting Standards, IFRS Accounting Standards and the requirements of the Companies Act 2016 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as of 31 January 2026 and of their financial performance and cash flows for the financial year ended on that date.

Signed in accordance with a resolution of the directors dated 20 May 2026.

Mr. Ko Yun Hung

Mr. Pah Wai Onn

STATUTORY DECLARATION

Pursuant to Section 251(1)(b) of the Companies Act 2016

I, Mr. Thong Soon Cheong, MIA Membership Number: MIA CA14822, being the officer primarily responsible for the financial management of SNS Network Technology Berhad, do solemnly and sincerely declare that the financial statements set out on pages 124 to 189 are, to the best of my knowledge and belief, correct and I make this solemn declaration conscientiously believing the declaration to be true, and by virtue of the Statutory Declaration Act 1960.

Subscribed and solemnly declared by the abovementioned
Mr. Thong Soon Cheong, NRIC Number: 700612-08-5939
at Ipoh
in the State of Perak Darul Ridzuan
on this 20 May 2026.

Mr. Thong Soon Cheong

Before me

KHOO BOON CHUAN (A301)
Commissioner For Oaths

INDEPENDENT AUDITORS' REPORT

To the Members of SNS Network Technology Berhad (Incorporated in Malaysia)
Registration No: 201601002835 (1173761-W)

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of SNS Network Technology Berhad, which comprise the statements of financial position of the Group and of the Company as at 31 January 2026, and the statements of profit or loss and other comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the financial year then ended, and notes to the financial statements, including material accounting policy information, as set out on pages 124 to 189.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 31 January 2026, and of their financial performance and their cash flows for the financial year then ended in accordance with Malaysian Financial Reporting Standards, IFRS Accounting Standards and the requirements of the Companies Act 2016 in Malaysia.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence and Other Ethical Responsibilities

We are independent of the Group and of the Company in accordance with the *By-Laws (on Professional Ethics, Conduct and Practice)* of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* ("IESBA Code") as applicable to audits of financial statements of public interest entities and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current financial year. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

INDEPENDENT AUDITORS' REPORT

To the Members of SNS Network Technology Berhad (Incorporated in Malaysia)

Registration No: 201601002835 (1173761-W)

Cont'd

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS *cont'd*

Key Audit Matters *cont'd*

Key audit matters	How our audit addressed the key audit matters
Valuation of Inventories	
<p>Refer to Note 4.1 (d), Note 4.7 and Note 10 to the financial statements.</p> <p>As at 31 January 2026, the inventories of the Group is amounted to RM182 million representing about 27% of the Group's total assets.</p> <p>Inventories are measured at the lower of cost and net realisable value ("NRV"). NRV represents the estimated selling price less the estimated costs of completion and the estimated costs necessary to make the sale.</p> <p>Valuation of inventories as areas of audit focus as inventories of the Group comprise primarily Information, Communications and Technology ("ICT") products that are at a risk of technology obsolescence, short product life cycle due to change in customer preferences and spending patterns.</p> <p>MFRS 102 Inventories require that inventories must be measured at lower of cost and net realisable value. Management judgement is required in determining the net realisable values of the inventories that takes into consideration historical sales patterns, display status and ageing profile of the inventories.</p>	<p>We have performed the following procedures in relation to valuation of inventories of the Group:</p> <ul style="list-style-type: none"> • Obtained an understanding of the internal controls on the identification of slow-moving inventories; • Attended inventory counts to identify whether any inventory was obsolete; • Reviewed the estimated NRV, in particularly, the judgement and rationale used in determining the NRV; • Tested the accuracy of the ageing of inventories by testing the age profile of the inventory balances to the respective goods received notes, delivery order and supplier invoice; • Re-computed the inventories provision calculations, test and challenge the underlying inputs to the provision calculations to ensure reasonableness of input used; and • Assessed the adequacy of disclosures in the financial statements.

Information Other than the Financial Statements and Auditors' Report Thereon

The directors of the Company are responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements of the Group and of the Company and our auditors' report thereon.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT

To the Members of SNS Network Technology Berhad (Incorporated in Malaysia)

Registration No: 201601002835 (1173761-W)

Cont'd

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS *cont'd*

Responsibilities of the Directors for the Financial Statements

The directors of the Company are responsible for the preparation of financial statements of the Group and of the Company that give a true and fair view in accordance with Malaysian Financial Reporting Standards, IFRS Accounting Standards and the requirements of the Companies Act 2016 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or the Company or to cease operations, or have no realistic alternative but to do so.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:-

- Identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's and of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's or the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

INDEPENDENT AUDITORS' REPORT

To the Members of SNS Network Technology Berhad (Incorporated in Malaysia)

Registration No: 201601002835 (1173761-W)

Cont'd

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS *cont'd*

Auditors' Responsibilities for the Audit of the Financial Statements *cont'd*

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current financial year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In accordance with the requirements of the Companies Act 2016 in Malaysia, we report that the subsidiaries of which we have not acted as auditors, are disclosed in Note 5 to the financial statements.

OTHER MATTERS

This report is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act 2016 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

Crowe Malaysia PLT
201906000005 (LLP0018817-LCA) & AF 1018
Chartered Accountants

Ipoh, Perak

20 May 2026

Choong Kok Keong
03461/11/2027 J
Chartered Accountant

STATEMENTS OF FINANCIAL POSITION

As at 31 January 2026

	Note	The Group		The Company	
		2026 RM	2025 RM	2026 RM	2025 RM
ASSETS					
NON-CURRENT ASSETS					
Investments in subsidiaries	5	-	-	68,426,268	62,543,072
Investments in joint venture	6	-	-	-	-
Property and equipment	7	72,895,426	70,872,754	5,133	5,933
Right-of-use assets	8	11,945,735	15,120,012	-	-
Finance lease receivables	9	53,297,904	31,229,963	-	-
Trade and other receivables	10	1,828,231	3,240,719	-	-
		139,967,296	120,463,448	68,431,401	62,549,005
CURRENT ASSETS					
Inventories	11	181,727,392	126,287,252	-	-
Trade and other receivables	10	213,836,606	207,805,198	6,650	15,250
Finance lease receivables	9	29,655,397	14,959,687	-	-
Amount owing by subsidiaries	12	-	-	82,718,366	80,112,189
Current tax assets		1,772,439	2,493,907	884	1,061
Short-term investments, fixed and short-term deposits, cash and bank balances	13	96,260,354	88,397,249	30,474,168	31,045,383
		523,252,188	439,943,293	113,200,068	111,173,883
TOTAL ASSETS		663,219,484	560,406,741	181,631,469	173,722,888

The annexed notes form an integral part of these financial statement.

STATEMENTS OF FINANCIAL POSITION

As at 31 January 2026

Cont'd

	Note	The Group		The Company	
		2026 RM	2025 RM	2026 RM	2025 RM
EQUITY AND LIABILITIES					
EQUITY					
Share capital	14	172,668,925	172,668,925	172,668,925	172,668,925
Reserve	15	137,821,231	103,718,210	4,686,149	707,174
TOTAL EQUITY		310,490,156	276,387,135	177,355,074	173,376,099
NON-CURRENT LIABILITIES					
Lease liabilities	16	4,573,440	5,107,709	-	-
Borrowings	17	54,954,972	19,383,991	-	-
Deferred tax liabilities	18	8,224,846	4,794,846	-	-
		67,753,258	29,286,546	-	-
CURRENT LIABILITIES					
Trade and other payables	19	190,496,296	183,198,622	87,000	346,789
Contract liabilities	20	203,500	146,575	-	-
Lease liabilities	16	7,687,179	10,324,312	-	-
Borrowings	17	82,135,417	59,312,919	-	-
Dividends payable	21	4,189,395	-	4,189,395	-
Current tax liabilities		264,283	1,750,632	-	-
		284,976,070	254,733,060	4,276,395	346,789
TOTAL LIABILITIES		352,729,328	284,019,606	4,276,395	346,789
TOTAL EQUITY AND LIABILITIES		663,219,484	560,406,741	181,631,469	173,722,888

The annexed notes form an integral part of these financial statement.

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the Financial Year End 31 January 2026

	Note	The Group		The Company	
		2026 RM	2025 RM	2026 RM	2025 RM
Revenue	22	3,340,021,802	1,018,512,747	16,000,000	17,400,000
Cost of sales		(3,164,168,867)	(913,672,045)	-	-
Gross profit		175,852,935	104,840,702	16,000,000	17,400,000
Investment revenue	23	358,276	428,932	-	-
Other (losses)/gains	24	(480,377)	1,194,961	1,032,575	1,105,430
Other operating income	25	12,007,906	10,539,395	178	583
(Impairment loss on)/Reversal of impairment loss of financial assets	26	(23,658,140)	1,084,111	-	-
Selling and distribution expenses		(61,323,863)	(45,062,183)	-	-
Administrative expenses		(36,112,080)	(26,947,704)	(1,187,729)	(2,417,360)
Profit from operations		66,644,657	46,078,214	15,845,024	16,088,653
Finance costs	27	(7,720,683)	(4,655,374)	(180)	(195)
Share of loss of equity accounted joint venture		(490)	-	-	-
Profit before taxation	28	58,923,484	41,422,840	15,844,844	16,088,458
Income tax expense	29	(12,954,734)	(11,119,512)	(140)	(1,443)
Profit after taxation		45,968,750	30,303,328	15,844,704	16,087,015
Other comprehensive income		-	-	-	-
Total comprehensive income for the financial year		45,968,750	30,303,328	15,844,704	16,087,015
PROFIT AFTER TAXATION ATTRIBUTABLE TO:-					
Owners of the Company		45,968,750	30,303,328	15,844,704	16,087,015
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-					
Owners of the Company		45,968,750	30,303,328	15,844,704	16,087,015
EARNINGS PER SHARE (SEN)					
30					
Basic:					
- continuing operations		2.74	1.87		
Diluted:					
- continuing operations		2.66	1.81		

The annexed notes form an integral part of these financial statement.

STATEMENTS OF CHANGES IN EQUITY

For the Financial Year End 31 January 2026

	Note	← Non-Distributable →			Distributable	Total Equity RM
		Share Capital RM	Capital Reserve RM	Employee Share Option Reserve RM	Retained Earnings RM	
The Group						
Balance at 1.2.2024		151,420,034	(55,329,060)	2,782,865	144,778,424	243,652,263
Profit after taxation/Total comprehensive income for the financial year		-	-	-	30,303,328	30,303,328
Employees' share options exercised		21,248,891	-	(5,504,307)	-	15,744,584
Share options to employees		-	-	2,852,227	-	2,852,227
Dividends	31	-	-	-	(16,165,267)	(16,165,267)
		21,248,891	-	(2,652,080)	(16,165,267)	2,431,544
Balance at 31.1.2025/1.2.2025		172,668,925	(55,329,060)	130,785	158,916,485	276,387,135
Profit after taxation/Total comprehensive income for the financial year		-	-	-	45,968,750	45,968,750
Share options to employees		-	-	2,797,164	-	2,797,164
Dividends	31	-	-	-	(14,662,893)	(14,662,893)
		-	-	2,797,164	(14,662,893)	(11,865,729)
Balance at 31.1.2026		172,668,925	(55,329,060)	2,927,949	190,222,342	310,490,156

The annexed notes form an integral part of these financial statement.

STATEMENTS OF CHANGES IN EQUITY

For the Financial Year End 31 January 2026

Cont'd

	Note	Share Capital RM	Non- Distributable Employee Share Option Reserve RM	Distributable Retained Earnings RM	Total Equity RM
The Company					
Balance at 1.2.2024		151,420,034	2,782,865	654,641	154,857,540
Profit after taxation/Total comprehensive income for the financial year		-	-	16,087,015	16,087,015
Employees' share options exercised		21,248,891	(5,504,307)	-	15,744,584
Share options to employees		-	2,852,227	-	2,852,227
Dividends	31	-	-	(16,165,267)	(16,165,267)
		21,248,891	(2,652,080)	(16,165,267)	2,431,544
Balance at 31.1.2025/1.2.2025		172,668,925	130,785	576,389	173,376,099
Profit after taxation/Total comprehensive income for the financial year		-	-	15,844,704	15,844,704
Share options to employees		-	2,797,164	-	2,797,164
Dividends	31	-	-	(14,662,893)	(14,662,893)
		-	2,797,164	(14,662,893)	(11,865,729)
Balance at 31.1.2026		172,668,925	2,927,949	1,758,200	177,355,074

The annexed notes form an integral part of these financial statement.

STATEMENTS OF CASH FLOWS

For the Financial Year End 31 January 2026

	Note	The Group		The Company	
		2026 RM	2025 RM	2026 RM	2025 RM
CASH FLOWS (FOR)/FROM OPERATING ACTIVITIES					
Profit before taxation		58,923,484	41,422,840	15,844,844	16,088,458
Adjustments for:-					
Depreciation of property and equipment	7	5,565,082	2,411,947	800	800
Depreciation of right-of-use assets	8	12,319,010	12,112,675	-	-
Finance costs		7,720,683	4,655,374	180	195
Share options to employees		2,797,164	2,852,227	13,984	21,384
Recharge of share options to subsidiaries		-	-	(2,783,180)	(2,830,843)
Impairment losses on/(Reversal of impairment losses on):					
- trade receivables		11,644,061	(1,084,111)	-	-
- finance lease receivables		12,014,079	-	-	-
- investments in subsidiaries		-	-	116,804	577,088
Inventories written down		1,847,208	581,770	-	-
Loss on disposal of property and equipment		520	-	-	-
Property and equipment written off		29,771	49,219	-	-
Bad debts written off		86,245	-	-	-
Deposits written off		-	12,415	-	-
Interest income:					
- finance lease receivables		(4,276,937)	(3,100,450)	-	-
- trade and other receivables		(636,328)	(1,272,111)	-	-
- cash and bank balances		(506,554)	(113,998)	(178)	(583)
- fixed deposits		(358,276)	(428,932)	-	-
Dividend income		-	-	(16,000,000)	(17,400,000)
Unrealised loss/(gain) on foreign exchange		1,556,857	(114,051)	-	-
Share of loss of joint venture		490	-	-	-
Gain arising from derecognition of leases		(2,442)	(6,993)	-	-
Increase in inventories		(57,228,369)	(29,615,007)	-	-
(Increase)/Decrease in trade and other receivables		(16,349,226)	17,090,027	8,600	56,750
Increase/(Decrease) in trade and other payables		7,104,926	(59,697,338)	(259,789)	(169,753)
Increase in finance lease receivables		(48,777,730)	(17,550,189)	-	-
Increase in contract liabilities		56,925	50,931	-	-

The annexed notes form an integral part of these financial statement.

STATEMENTS OF CASH FLOWS

For the Financial Year End 31 January 2026

Cont'd

	Note	The Group		The Company	
		2026 RM	2025 RM	2026 RM	2025 RM
CASH (FOR)/FROM OPERATIONS		(6,469,357)	(31,743,755)	(3,057,935)	(3,656,504)
Income tax refunded		1,578,197	-	157	-
Finance costs paid		(1,891,669)	(942,592)	(180)	(195)
Interest received		5,419,819	4,486,559	178	583
Dividend received		-	-	16,000,000	17,400,000
Income tax paid		(11,867,812)	(10,120,740)	(120)	(1,304)
NET CASH (FOR)/FROM OPERATING ACTIVITIES		(13,230,822)	(38,320,528)	12,942,100	13,742,580
CASH FLOWS FOR INVESTING ACTIVITIES					
Withdrawal of/(Additions to) fixed deposits pledged to a licensed bank		348,474	(1,087,855)	-	-
Interest received		358,276	428,932	-	-
Investments in joint venture		(490)	-	-	-
Proceeds from disposal of property and equipment		2,199	-	-	-
Purchase of property and equipment	32(a)	(7,177,475)	(5,233,727)	-	-
Advances to subsidiaries		-	-	(3,039,817)	(12,678,097)
NET CASH FOR INVESTING ACTIVITIES		(6,469,016)	(5,892,650)	(3,039,817)	(12,678,097)
CASH FLOWS FROM/(FOR) FINANCING ACTIVITIES					
Net proceeds from/(repayment of) term financing and term loan	32(b)	12,295,653	(886,312)	-	-
Net proceeds from/(repayment of) other financing	32(b)	38,712,343	(2,038,502)	-	-
Repayment of lease liabilities	32(b)	(12,313,693)	(12,069,458)	-	-
Net proceeds from bankers' acceptances	32(b)	7,411,809	29,562,496	-	-
Repayment of hire-purchase payables	32(b)	(335,326)	(501,445)	-	-
Proceeds from exercise of employees' share options		-	15,744,584	-	15,744,584
Finance costs paid	32(b)	(5,829,014)	(3,712,782)	-	-
Dividend paid		(10,473,498)	(16,165,267)	(10,473,498)	(16,165,267)
NET CASH FROM/(FOR) FINANCING ACTIVITIES		29,468,274	9,933,314	(10,473,498)	(420,683)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		9,768,436	(34,279,864)	(571,215)	643,800
EFFECTS OF FOREIGN EXCHANGE TRANSLATION		(1,556,857)	114,051	-	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL YEAR	32(d)	84,603,033	118,768,846	31,045,383	30,401,583
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL YEAR	32(d)	92,814,612	84,603,033	30,474,168	31,045,383

The annexed notes form an integral part of these financial statement.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

1. GENERAL INFORMATION

The Company is a public limited liability company, incorporated and domiciled in Malaysia and listed on the Main Board of Bursa Malaysia Securities Berhad. The registered office and principal place of business are as follows:-

Registered office : No. 37B, Jalan Basco Kepayang 1,
Basco Avenue @ Kepayang,
31400, Ipoh,
Perak Darul Ridzuan, Malaysia.

Principal place of business : No. 61, Jalan Sultan Nazrin Shah,
30250 Ipoh,
Perak Darul Ridzuan, Malaysia.

These financial statements comprise both separate and consolidated financial statements. The financial statements of the Company are separate financial statements, while the financial statements of the Group are consolidated financial statements that include those of the Company and its subsidiaries as of the end of the reporting period. The Company and its subsidiaries are collectively referred to as “the Group”.

The financial statements of the Company and of the Group are presented in Ringgit Malaysia (“RM”), which is the Company’s functional and presentation currency.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 20 May 2026.

2. PRINCIPAL ACTIVITIES

The Company is principally engaged in the business of investment holding. The principal activities of the subsidiaries are set out in Note 5 to the financial statements. There have been no significant changes in the nature of these activities during the financial year.

3. BASIS OF PREPARATION

The financial statements of the Group and of the Company are prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under material accounting policy information, and in compliance with Malaysian Financial Reporting Standards (“MFRSs”), IFRS Accounting Standards and the requirements of the Companies Act 2016 in Malaysia.

3.1 During the current financial year, the Group and the Company have adopted the following new accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)

Amendments to MFRS 121: Lack of Exchangeability

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) did not have any material impact on the financial statements of the Group and of the Company.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

3. BASIS OF PREPARATION *cont'd*

- 3.2 The Group and the Company have not applied in advance the following accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 9 and MFRS 7: Amendments to the Classification and Measurement of Financial Instruments	1 January 2026
Amendments to MFRS 9 and MFRS 7: Contracts Referencing Nature-dependent Electricity	1 January 2026
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 19: Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 121: Translation to a Hyperinflationary Presentation Currency	1 January 2027
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026

The adoption of the above accounting standard(s) and/or interpretation(s) (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group and of the Company upon their initial application except as follows:-

MFRS 18 Presentation and Disclosure of Financial Statements

MFRS 18 'Presentation and Disclosure in Financial Statements' will replace MFRS 101 'Presentation of Financial Statements' upon its adoption. This new standard aims to enhance the transparency and comparability of financial information by introducing new disclosure requirements. Specifically, it requires that income and expenses be classified into 3 defined categories: "operating", "investing" and "financing" and introduces 2 new subtotals: "operating profit or loss" and "profit or loss before financing and income tax". In addition, MFRS 18 requires the disclosure of management-defined performance measures and sets out principles for the aggregation and disaggregation of information, which will apply to all primary financial statements and the accompanying notes. The statement of financial position and the statement of cash flows will also be affected. The potential impact of the new standard on the financial statements of the Group and of the Company has yet to be assessed.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

4. MATERIAL ACCOUNTING POLICY INFORMATION

4.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Key Sources of Estimation Uncertainty

Management believes that there are no key assumptions made concerning the future, and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year other than as disclosed below:-

(a) Depreciation of Property and Equipment

The estimates for the residual values, useful lives and related depreciation charges for property and equipment are based on commercial factors which could change significantly due to technical innovations and competitors' actions in response to the market conditions. The Group and the Company anticipate that the residual values of its property and equipment will be insignificant. As a result, residual values are not being taken into consideration for the computation of the depreciable amount. Changes in expected usage levels and technological development could affect the economic useful lives and residual values of these assets, therefore, future depreciation charges could be revised. The carrying amount of property and equipment as at the reporting date is disclosed in Note 7 to the financial statements.

(b) Impairment of Investments in Subsidiaries

The Company determines whether an item of its investments in subsidiaries is impaired by evaluating the extent to which the recoverable amount of the asset is less than its carrying amount. This evaluation is subject to changes such as the market performance, economic and political situation of the country. A variety of methods is used to determine the recoverable amount, such as valuation reports and discounted cash flows. For discounted cash flows, significant judgement is required in estimation of the present value of future cash flows generated by the assets, which involve uncertainties and are significantly affected by assumptions used and judgements made regarding estimates of future cash flows and discount rates. The carrying amount of investments in subsidiaries as at reporting date is disclosed in Note 5 to the financial statements.

(c) Impairment of Property and Equipment and Right-of-use Assets

The Group and the Company determines whether an item of its property and equipment and right-of-use assets are impaired by evaluating the extent to which the recoverable amount of the asset is less than its carrying amount. This evaluation is subject to changes such as the market performance, economic and political situation of the country. A variety of methods is used to determine the recoverable amount, such as valuation reports and discounted cash flows. The carrying amounts of property and equipment and right-of-use assets as at reporting date are disclosed in Notes 7 and 8 to the financial statements.

(d) Impairment of Inventories

Reviews are made periodically by management on damaged, obsolete and slow-moving inventories. These reviews require judgement and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories. The carrying amount of inventories as at the reporting date is disclosed in Note 11 to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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4. MATERIAL ACCOUNTING POLICY INFORMATION *cont'd*

4.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS *cont'd*

Key Sources of Estimation Uncertainty cont'd

(e) Impairment of Finance Lease Receivables and Trade Receivables

The Group uses the simplified approach to estimate a lifetime expected credit loss allowance for all finance lease receivables and trade receivables. The Group develops expected loss rates based on the payment profiles of past sales and the corresponding historical credit losses, and adjusts them for qualitative and quantitative, reasonable and supportable, forward-looking information, where applicable. If the expectation is different from the estimation, such a difference will impact the carrying value of finance lease receivables and trade receivables. The carrying amounts of finance lease receivables and trade receivables as at the reporting date are disclosed in Notes 9 and 10 to the financial statements.

(f) Impairment of Other Receivables and Amount Owing by Subsidiaries

The loss allowances for non-trade financial assets are based on assumptions about the risk of default (probability of default) and the expected loss if a default happens (loss given default). It also requires the Group to assess whether there is a significant increase in credit risk of the non-trade financial asset at the reporting date. The Group uses judgement in making these assumptions and selecting appropriate inputs to the impairment calculation, based on the past payment trends, existing market conditions and forward-looking information. The carrying amounts of other receivables and amount owing by subsidiaries as at the reporting date are disclosed in Notes 10 and 12 to the financial statements.

(g) Income Taxes

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Group and the Company recognise tax liabilities based on its understanding of the prevailing tax laws and estimates of whether such taxes will be due in the ordinary course of business. Where the final outcome of these matters is different from the amounts that were initially recognised, such difference will impact the income tax expense in the period in which such determination is made. The carrying amounts of current tax assets and current tax liabilities of the Group as at the reporting date are RM1,772,439 and RM264,283 (2025 – RM2,493,907 and RM1,750,632). The carrying amount of current tax assets of the Company as at the reporting date is RM884 (2025 – RM1,061).

(h) Discount Rates used in Leases

Where the interest rate implicit in the lease cannot be readily determined, the Group uses the incremental borrowing rate to measure the lease liabilities. The incremental borrowing rate is the interest rate that the Group would have to pay to borrow over a similar term, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. Therefore, the incremental borrowing rate requires estimation, particularly when no observable rates are available or when they need to be adjusted to reflect the terms and conditions of the lease. The Group estimates the incremental borrowing rate using observable inputs when available and is required to make certain entity-specific estimates.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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4. MATERIAL ACCOUNTING POLICY INFORMATION *cont'd*

4.1 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS *cont'd*

Critical Judgements Made in Applying Accounting Policies

Management believes that there are no instances of application of critical judgement in applying the accounting policies of the Group and of the Company which will have a significant effect on the amounts recognised in the financial statements other than as disclosed below:-

(a) Lease Terms

Some leases contain extension options exercisable by the Group before the end of the non-cancellable contract period. In determining the lease term, management considers all facts and circumstances, including past practice and any costs that will be incurred to change the asset if an option to extend is not exercised. An extension option is only included in the lease term if the lease is reasonably certain to be extended (or not terminated).

(b) Share-based Payments

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity investments at the date at which they are granted. The fair value is estimated by determining the most appropriate valuation model for a grant of equity instruments, which depends on the terms and conditions of the grant. This also requires determining the most appropriate inputs to the valuation model including the expected life of the option volatility and dividend yield and making assumptions about them.

4.2 FINANCIAL INSTRUMENTS

(a) Financial Assets

Financial Assets Through Profit or Loss

The financial assets are initially measured at fair value. Subsequent to initial recognition, the financial assets are remeasured to their fair values at the reporting date with any fair value changes recognised in profit or loss. The fair value changes do not include interest and dividend income.

Financial Assets at Amortised Cost

The financial assets are initially measured at fair value plus transaction costs except for trade receivables without a significant financing component which are measured at the transaction price only. Subsequent to the initial recognition, all financial assets are measured at amortised cost less any impairment losses.

(b) Financial Liabilities

Financial Liabilities at Amortised Cost

The financial liabilities are initially measured at fair value less transaction costs. Subsequent to the initial recognition, the financial liabilities are measured at amortised cost.

(c) Equity

Ordinary Shares

Ordinary shares are recorded on initial recognition at the proceeds received less directly attributable transaction costs incurred. The ordinary shares are not remeasured subsequently.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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4. MATERIAL ACCOUNTING POLICY INFORMATION *cont'd*

4.2 FINANCIAL INSTRUMENTS *cont'd*

(d) Financial Guarantee Contracts

Financial guarantee contracts are recognised initially as liabilities at fair value, net of transaction costs. Subsequent to the initial recognition, the financial guarantee contracts are recognised as income in profit or loss over the period of the guarantee or, when there is no specific contractual period, upon discharge of the guarantee. If the debtor fails to make payment relating to a financial guarantee contract when it is due and the Group, as the issuer, is required to reimburse the holder for the associated loss, the reimbursement is recognised as a liability and measured at the higher of the amount of loss allowance determined using the expected credit loss model and the amount of financial guarantee initially recognised less cumulative amortisation.

4.3 INVESTMENTS IN SUBSIDIARIES

Investments in subsidiaries (including the share options granted to employees of the subsidiaries), which are eliminated on consolidation, are stated in the financial statements of the Company at cost less impairment losses, if any.

4.4 INVESTMENTS IN JOINT VENTURE

The Group recognises its interest in the joint ventures using the equity method.

4.5 PROPERTY AND EQUIPMENT

All items of property and equipment are initially measured at cost.

Subsequent to the initial recognition, all property and equipment, other than freehold land and buildings, are stated at cost less accumulated depreciation and any accumulated impairment losses.

Freehold land is not depreciated. Depreciation on other property and equipment is calculated using the straight-line method to allocate their depreciable amounts over the estimated useful lives. The principal annual depreciation rates are:-

Buildings	2%
Motor vehicles	10% – 20%
Computer software and office equipment	10% – 35%
Furniture, fixtures, electrical fittings and machinery	10%
Renovation	10%
Elevator and signboard	10%

Capital work-in-progress represent office building under construction. They are not depreciated until such time when the asset is available for use.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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4. MATERIAL ACCOUNTING POLICY INFORMATION *cont'd*

4.6 RIGHT-OF-USE ASSETS AND LEASE LIABILITIES

(a) Short-term Leases and Leases of Low-value Assets

The Group and the Company apply the “short-term lease” and “lease of low-value assets” recognition exemption. For these leases, the Group and the Company recognise the lease payments as an operating expense on a straight-line method over the term of the lease unless another systematic basis is more appropriate.

(b) Right-of-use Assets

Right-of-use assets are initially measured at cost. Subsequent to the initial recognition, the right-of-use assets are stated at cost less accumulated depreciation and any accumulated impairment losses, and adjusted for any remeasurement of lease liabilities.

The right-of-use assets are depreciated using the straight-line method from the commencement date to the earlier of the end of the estimated useful lives of the right-of-use assets or the end of the lease term.

(c) Lease Liabilities

Lease liabilities are initially measured at the present value of lease payments that are not paid at the commencement date, discounted using the entities' incremental borrowing rate. Subsequent to the initial recognition, lease liabilities are measured at amortised cost and are adjusted for any lease reassessment or modifications.

4.7 INVENTORIES

Inventories are stated at the lower of cost and net realisable value. Cost is determined on the weighted average cost method and comprises all costs of purchase plus other costs incurred in bringing the inventories to their present location and condition.

5. INVESTMENTS IN SUBSIDIARIES

	The Company	
	2026	2025
	RM	RM
Unquoted shares, at cost	69,120,160	63,120,160
Accumulated impairment losses	(693,892)	(577,088)
	68,426,268	62,543,072

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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5. INVESTMENTS IN SUBSIDIARIES *cont'd*

The details of the subsidiaries are as follows:-

Name of Subsidiary	Principal Place of Business and Country of Incorporation	Percentage of Issued Share Capital Held by Parent		Principal Activities
		2026	2025	
<i>Subsidiaries of the Company</i>				
Acrux Technology Sdn. Bhd.^	Malaysia	100%	100%	Provision of ICT products and services.
GLOO Sdn. Bhd.^	Malaysia	100%	100%	Provision of broadband services.
iTworld Services (M) Sdn. Bhd.^	Malaysia	100%	100%	Provision of ICT solutions.
JOI Sdn. Bhd.^	Malaysia	100%	100%	Dormant.
Notebook Plaza Sdn. Bhd.	Malaysia	100%	100%	Provision of ICT products.
SNS Network (ICT) Sdn. Bhd.^	Malaysia	100%	100%	Provision of web-based solutions.
SNS Network (M) Sdn. Bhd.	Malaysia	100%	100%	Provision of ICT products, services and solutions, device repair and related services as well as sale of broadband services.
SNS Network Services Sdn. Bhd.	Malaysia	100%	100%	Provision of ICT products and services as well as broadband services.

^ These subsidiaries were audited by other firms of chartered accountants.

During the financial year, the Company has reviewed the recoverable amounts of its investments in certain subsidiaries that had been persistently making losses. A total impairment loss of RM116,804 (2025 – RM577,088), representing the write-down of the investments in subsidiaries to their recoverable amounts, was recognised in “Administrative expenses” line item of the statement of profit or loss and other comprehensive income. The recoverable amount of the cost of investment in the subsidiary was based on its fair value less cost to sell (“FVLCTS”) of the underlying assets. The net assets of subsidiaries were used as a proxy for its recoverable amount based on FVLCTS method and were within Level 3 of the fair value hierarchy.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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6. INVESTMENTS IN JOINT VENTURE

	2026	2025
	RM	RM
Unquoted shares, at cost	490	-
Share of post-acquisition losses	(490)	-
	-	-

The details of the joint ventures are as follows:-

Name of Joint Venture	Principal Place of Business and Country of Incorporation	Percentage of Ownership		Principal Activities
		2026	2025	
MIMOS Network Sdn. Bhd. [^]	Malaysia	49%	-	Provision of independent verification and validation ("IV&V") and software quality assurance ("SQA") services.

[^] These joint venture was audited by other firms of chartered accountants.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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7. PROPERTY AND EQUIPMENT

The Group	At	Additions (Note 32(a))	Disposal (Note 28)	Write Off (Note 28)	Transfer to inventories	Depreciation Charges (Note 28)	At
	1.2.2025						31.1.2026
	RM	RM	RM	RM	RM	RM	RM
<i>Carrying Amount</i>							
Freehold land	27,176,127	-	-	-	-	-	27,176,127
Buildings	14,009,551	-	-	-	(334,719)	(334,719)	13,674,832
Motor vehicles	2,016,751	388,386	-	-	-	(319,857)	2,085,280
Computer software and office equipment	21,491,587	3,431,135	(2,719)	(29,066)	(58,979)	(4,002,799)	20,829,159
Furniture, fixtures, electrical fittings and machinery	3,202,458	1,540,710	-	(705)	-	(596,088)	4,146,375
Renovation	1,370,463	731,330	-	-	-	(289,470)	1,812,323
Elevator and signboard	141,838	-	-	-	-	(22,149)	119,689
Capital work-in-progress	1,463,979	1,587,662	-	-	-	-	3,051,641
	70,872,754	7,679,223	(2,719)	(29,771)	(58,979)	(5,565,082)	72,895,426

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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7. PROPERTY AND EQUIPMENT *cont'd*

The Group	At	Additions	Write Off	Transfer to	Depreciation	At
	1.2.2024					(Note 28)
	RM	(Note 32(a))	(Note 28)	RM	(Note 28)	RM
<i>Carrying Amount</i>						
Freehold land	27,176,127	-	-	-	-	27,176,127
Buildings	14,042,957	300,000	-	-	(333,406)	14,009,551
Motor vehicles	2,347,563	-	-	-	(330,812)	2,016,751
Computer software and office equipment	4,129,305	19,175,672	(49,219)	(752,550)	(1,011,621)	21,491,587
Furniture, fixtures, electrical fittings and machinery	2,452,091	1,229,546	-	-	(479,179)	3,202,458
Renovation	1,170,998	433,247	-	-	(233,782)	1,370,463
Elevator and signboard	164,985	-	-	-	(23,147)	141,838
Capital work-in-progress	1,066,017	397,962	-	-	-	1,463,979
	52,550,043	21,536,427	(49,219)	(752,550)	(2,411,947)	70,872,754

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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7. PROPERTY AND EQUIPMENT *cont'd*

	At Cost RM	Accumulated Depreciation and Impairment Losses RM	Carrying Amount RM
The Group			
2026			
Freehold land	27,176,127	-	27,176,127
Buildings	16,715,439	(3,040,607)	13,674,832
Motor vehicles	3,775,880	(1,690,600)	2,085,280
Computer software and office equipment	28,118,690	(7,289,531)	20,829,159
Furniture, fixtures, electrical fittings and machinery	7,393,779	(3,247,404)	4,146,375
Renovation	3,332,792	(1,520,469)	1,812,323
Elevator and signboard	265,252	(145,563)	119,689
Capital work-in-progress	3,051,641	-	3,051,641
	89,829,600	(16,934,174)	72,895,426
2025			
Freehold land	27,176,127	-	27,176,127
Buildings	16,867,044	(2,857,493)	14,009,551
Motor vehicles	3,457,620	(1,440,869)	2,016,751
Computer software and office equipment	24,976,699	(3,485,112)	21,491,587
Furniture, fixtures, electrical fittings and machinery	5,879,961	(2,677,503)	3,202,458
Renovation	2,609,193	(1,238,730)	1,370,463
Elevator and signboard	265,252	(123,414)	141,838
Capital work-in-progress	1,463,979	-	1,463,979
	82,695,875	(11,823,121)	70,872,754
	At 1.2.2025 RM	Depreciation Charges (Note 28) RM	At 31.1.2026 RM
The Company			
2026			
<i>Carrying Amount</i>			
Computer software and office equipment	5,933	(800)	5,133

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

7. PROPERTY AND EQUIPMENT *cont'd*

	At 1.2.2024 RM	Depreciation Charges (Note 28) RM	At 31.1.2025 RM
The Company <i>cont'd</i>			
2025			
<i>Carrying Amount</i>			
Computer software and office equipment	6,733	(800)	5,933
	At Cost RM	Accumulated Depreciation RM	Carrying Amount RM
The Company			
2026			
Computer software and office equipment	8,000	(2,867)	5,133
2025			
Computer software and office equipment	8,000	(2,067)	5,933

- (a) The freehold land, buildings and capital work-in-progress of the Group have been pledged to licensed banks as security for banking facilities granted to the Group as disclosed in Note 17 to the financial statements.
- (b) Included in the property and equipment of the Group were motor vehicle held under hire purchase arrangements with a total carrying amount of RM1,516,114 (2025 – RM1,617,929). These assets have had been pledged as security for the hire purchase payables of the Group as disclosed in Note 17 to the financial statements.
- (c) Certain computer software and office equipment of the Group have been leased to customers under operating leases with rental payable monthly. The leases contain initial non-cancellable periods of 3 (2025 – 3) years and their subsequent renewals are negotiated separately on a contract by contract basis.

The Group does not require a financial guarantee from the customers.

As at the reporting date, the future minimum rentals receivable under the non-cancellable operating leases are as follows:-

	The Group	
	2026	2025
	RM	RM
Within 1 year	1,969,722	1,191,453
Between 1 and 2 years	1,022,182	1,058,421
Between 2 and 3 years	166,154	369,602
	3,158,058	2,619,476

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

8. RIGHT-OF-USE ASSETS

	At 1.2.2025	Additions (Note 32(a))	Depreciation Charges (Note 28)	Derecognition due to lease termination	At 31.1.2026
	RM	RM	RM	RM	RM
The Group					
2026					
<i>Carrying Amount</i>					
Retail outlets	15,120,012	9,194,618	(12,319,010)	(49,885)	11,945,735

	At 1.2.2024	Additions (Note 32(a))	Depreciation Charges (Note 28)	Derecognition due to lease termination	At 31.1.2025
	RM	RM	RM	RM	RM
2025					
<i>Carrying Amount</i>					
Retail outlets	8,140,121	19,236,443	(12,112,675)	(143,877)	15,120,012

- (a) The Group has leased a number of retail outlets that run between 1 and 9 (2025 – 1 and 8) years, with an option to renew the lease after that date.
- (b) The Group also has leases with lease terms of 12 months or less and leases of retail outlets with low value. The Group has applied the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.
- (c) The Group has several lease contracts that include extension and termination options. These options are negotiated by management to provide flexibility in managing the portfolio of leased asset and align with the Group's business needs. Management exercises judgement in determining whether these extension and termination options are reasonably certain to be exercised.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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9. FINANCE LEASE RECEIVABLES

	The Group	
	2026	2025
	RM	RM
Amount receivable under finance leases:-		
- Year 1	38,232,507	17,569,632
- Year 2	33,747,474	15,509,022
- Year 3	21,775,961	12,943,591
- Year 4	7,183,922	6,435,477
- Year 5	761,781	265,371
- More than Year 5	98,089	-
Undiscounted lease payments	101,799,734	52,723,093
Less: Unearned finance income	(6,832,354)	(6,533,443)
	94,967,380	46,189,650
Allowance for impairment losses	(12,014,079)	-
Present value of minimum lease payments receivable	82,953,301	46,189,650
Net investment in the lease payments analysed as:-		
Recoverable after 12 months	53,297,904	31,229,963
Recoverable within 12 months	29,655,397	14,959,687
	82,953,301	46,189,650
Allowance for impairment losses:-		
At 1 February	-	-
Addition during the financial year	12,014,079	-
At 31 January	12,014,079	-

The Group's Device-as-a Service ("DaaS") plan represents a leasing scheme in which customers are granted rights and access to certain IT equipment and peripherals over a fixed period of time for agreed periodic lease payments.

The average term of finance leases entered into ranged from 2 to 6 (2025 – 3 to 5) years. Certain lease contracts include extension or early termination options. The Group is not exposed to foreign currency risk as a result of these lease arrangements as all leases are denominated in Ringgit Malaysia. Management of the Group does not consider residual risk on equipment under lease to be significant due to the existence of a secondary market with respect to the IT equipment.

The following table presents the amounts included in profit or loss:-

	The Group	
	2026	2025
	RM	RM
Interest income on the net investment in finance leases (Note 25)	4,276,937	3,100,450

The Group's finance lease arrangements do not include variable lease payments. The average effective interest rate contracted ranging from 1.61% to 24.72% (2025 – 2.26% to 9.69%) per annum.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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10. TRADE AND OTHER RECEIVABLES

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Trade receivables				
Third parties	189,533,617	130,656,906	-	-
Allowance for impairment losses	(14,609,586)	(2,965,525)	-	-
	174,924,031	127,691,381	-	-
Other receivables				
Third parties	33,807,668	77,065,498	-	-
Refundable deposits	6,356,054	5,763,383	1,000	1,000
	40,163,722	82,828,881	1,000	1,000
Prepaid expenses	577,084	525,655	5,650	14,250
	40,740,806	83,354,536	6,650	15,250
	215,664,837	211,045,917	6,650	15,250
Analysed as:-				
Non-current assets				
Trade receivables	1,828,231	3,240,719	-	-
Current assets				
Trade receivables	173,095,800	124,450,662	-	-
Other receivables	40,740,806	83,354,536	6,650	15,250
	213,836,606	207,805,198	6,650	15,250
	215,664,837	211,045,917	6,650	15,250
Allowance for impairment losses:-				
At 1 February	2,965,525	4,049,636	-	-
Addition during the financial year	11,644,061	977,044	-	-
Reversal during the financial year	-	(2,061,155)	-	-
At 31 January	14,609,586	2,965,525	-	-

- (a) The Group's normal trade credit terms ranges from 30 to 120 (2025 – 30 to 120) days. Late interest is charged at 0.50% (2025 – 0.50%) per annum on the overdue balance.
- (b) The non-lease component of the Group's DaaS plan with customer was accounted as finance leases is separated from the lease component and presented as trade receivables. Amounts recoverable after 12 months are presented separately as non-current assets.
- (c) Included in other receivables of the Group are advances to suppliers for purchase of goods and indirect taxes receivable amounting to RM16,454,632 and RM45,224 (2025 – RM64,362,249 and RM45,224).

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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11. INVENTORIES

	The Group	
	2026	2025
	RM	RM
Trading merchandise	181,727,392	126,287,252
Recognised in profit or loss:-		
Inventories recognised as cost of sales	3,162,321,659	913,090,275
Amount written down to net realisable value	1,847,208	581,770

12. AMOUNT OWING BY SUBSIDIARIES

The amount owing is non-trade in nature, unsecured, interest-free and repayable on demand. The amount owing is to be settled in cash.

13. SHORT-TERM INVESTMENTS, FIXED AND SHORT-TERM DEPOSITS, CASH AND BANK BALANCES

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Fixed deposits with licensed banks	3,845,977	4,194,216	-	-
Cash and bank balances	32,188,432	41,595,600	265,976	249,766
Short-term deposits with a licensed bank	30,017,753	11,811,816	-	-
Short-term investments, at fair value	30,208,192	30,795,617	30,208,192	30,795,617
	96,260,354	88,397,249	30,474,168	31,045,383

- (a) The fixed deposits with licensed banks of the Group at the end of the reporting period bore interest rates ranging from 0.25% to 2.50% (2025 – 0.50% to 2.60%) per annum. The fixed deposits have maturity periods ranging from 1 to 365 (2025 – 1 to 365) days for the Group.
- (b) The short-term deposits with licensed banks of the Group at the end of the reporting period bore effective interest rates of 2.70% to 3.10% (2025 – 2.90% to 3.10%) per annum. The short-term deposits have maturity periods of 11 (2025 – 3 to 28) days for the Group.
- (c) The short-term investment represents investments in highly liquid money market instruments and deposits with financial institutions in Malaysia which are redeemable with one (1) day notice at known amounts of cash, and are subject to an insignificant risk of changes in value.
- (d) Included in the fixed deposits with licensed banks of the Group at the end of the reporting period was an amount of RM3,445,742 (2025 – RM3,794,216) which has been pledged to a licensed bank as security for banking facilities granted to the Group as disclosed in Note 17 to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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14. SHARE CAPITAL

	The Group/The Company			
	2026	2025	2025	2024
	Number Of Shares		RM	RM
Issued and Fully Paid-Up				
Ordinary shares				
At 1 February	1,675,757,996	1,612,779,660	172,668,925	151,420,034
New shares issued under the employee share option scheme for cash	-	62,978,336	-	21,248,891
At 31 January	1,675,757,996	1,675,757,996	172,668,925	172,668,925

- (a) The holders of ordinary shares are entitled to receive dividends as and when declared by the Company and are entitled to one vote per ordinary share at meetings of the Company. The ordinary shares have no par value.
- (b) In the previous financial year, the Company increased its issued and paid-up share capital from RM151,420,034 to RM172,668,925 by way of issuance of 62,978,336 new ordinary shares from the exercise of options under the Company's Employee Share Option Scheme at the exercise price of RM0.25 which amounted to RM15,744,584.

The new ordinary shares issued rank equally in all respects with the existing ordinary shares of the Company.

15. RESERVES

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Non-distributable reserve				
Capital reserve	(55,329,060)	(55,329,060)	-	-
Employee Share Option Reserve	2,927,949	130,785	2,927,949	130,785
Distributable reserve				
Retained earnings	190,222,342	158,916,485	1,758,200	576,389
	137,821,231	103,718,210	4,686,149	707,174

(a) Capital reserve

Capital reserve represents the excess of consideration paid for acquisition of subsidiaries under common control in 2023 accounted under the pooling of interest method of accounting.

(b) Employee Share Option Reserve

The employee share option reserve represents the equity-settled share options granted to employees. The reserve is made up of the cumulative value of services received from employees recorded over the vesting period commencing from the grant date of equity-settled share options, and is reduced by the expiry or exercise of the share options.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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15. RESERVES *cont'd*

(b) Employee Share Option Reserve *cont'd*

The Employee Share Option Scheme of the Company ("ESOS") is governed by the ESOS By-Laws and was approved by shareholders on 7 July 2023. The ESOS is to be in force for a period of 10 years effective from 18 August 2023.

The main features of the ESOS are as follows:-

- (i) Eligible persons are employees and/or directors of the Group, attained age of 18 years on the Date of Offer, employed on a full time basis (inclusive of employee with short term contract) and is on the payroll of any company within the Group (excluding dormant subsidiaries) and his/her employment has been confirmed or such employee is serving in a specific designation under a short term contract for a fixed duration of not less than 100 days in a calendar year and been with the Group for at least 3 years.
- (ii) The maximum number of new ordinary shares of the Company, which may be available under the scheme, shall not exceed in aggregate 15%, or any such amount or percentage as may be permitted by the relevant authorities of the issued and paid-up share capital of the Company at any one time during the existence of the ESOS.
- (iii) The option price shall be determined by the Option Committee based on the 5-day weighted average market price of ordinary shares of the Company immediately preceding the offer date of the option, with a discount of not more than 10%.
- (iv) The option may be exercised by the grantee by notice in writing to the Company in the prescribed form during the option period in respect of all or any part of the new ordinary shares of the Company comprised in the ESOS.
- (v) All new ordinary shares issued upon exercise of the options granted under the ESOS will rank *pari passu* in all respects with the existing ordinary shares of the Company, provided always that new ordinary shares so allotted and issued, will not be entitled to any dividends, rights, allotments and/or other distributions declared, where the entitlement date of which is prior to date of allotment and issuance of the new ordinary shares.

All options granted under the ESOS are to be settled by physical delivery of ordinary shares of the Company. Their terms and conditions are as follows:-

Grant Date / Employees Entitled	Number of Options	Vesting Conditions	Contractual Life of Options
Options granted to eligible employees and directors of subsidiaries on 12 September 2023	162,360,840	20% per year	5 years

No person to whom the share option has been granted above has any right to participate by virtue of the option in any share issue of any other company.

The option prices and the details in the movement of the options granted are as follows:-

2026

Grant Date	Exercise Price	Remaining Contractual Life of Options	← Number of Options over Ordinary Shares →			
			At 1.2.2025	Exercised	Lapsed	At 31.1.2026
12 September 2023	RM0.25	2.6 years	98,083,704	-	(596,400)	97,487,304

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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15. RESERVES *cont'd*

(b) Employee Share Option Reserve *cont'd*

The option prices and the details in the movement of the options granted are as follows:- *cont'd*

2025

Grant Date	Exercise Price	Remaining Contractual Life of Options	← Number of Options over Ordinary Shares →			
			At 1.2.2024	Exercised	Lapsed	At 31.1.2025
12 September 2023	RM0.25	3.6 years	162,360,840	(62,978,336)	(1,298,800)	98,083,704

The options which lapsed during the financial year were due to the resignation of employees.

For options exercised during the financial year, the weighted average share price at the date of exercise was RM0.25 (2025 – RM0.25).

The number of options vested and exercisable as at 31 January 2026 was 96,012,504 (2025 – 64,391,536) and have an exercise price of RM0.25 (2025 – RM0.25) and a weighted average contractual life of 2.6 (2025 – 3.6) years.

The fair values of the share options granted were estimated using a binomial model, taking into account the terms and conditions upon which the options were granted. Service and non-market conditions attached to the arrangements were not taken into account in measuring the grant date fair value.

The inputs used in the measurement of the fair value at grant date were as follows:-

	Grant Date 12 September 2023
Fair value of share options at the grant date (RM)	0.26
Weighted average ordinary share price (RM)	0.24
Exercise price of share option (RM)	0.25
Expected volatility (%)	37.66
Expected life (years)	5
Risk free rate (%)	3.61
Expected dividend yield (%)	1.92

Expected volatility has been based on an evaluation of the historical volatility of the Company's share price over the last 5 years. Expected dividends are based on historical dividends. The expected life used in the model has been adjusted, based on management's best estimate, for the effects of non-transferability, exercise restrictions and general behaviour of option holders.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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16. LEASE LIABILITIES

	The Group	
	2026	2025
	RM	RM
At 1 February	15,432,021	8,415,906
Addition (Note 32(a))	9,194,618	19,236,443
Interest expense recognised in profit or loss (Note 27)	667,020	637,868
Changes due to termination of lease	(52,327)	(150,870)
Repayment of principal	(12,313,693)	(12,069,458)
Repayment of interest expense	(667,020)	(637,868)
At 31 January	12,260,619	15,432,021
Analysed by:-		
Current liabilities	7,687,179	10,324,312
Non-current liabilities	4,573,440	5,107,709
	12,260,619	15,432,021

17. BORROWINGS

	The Group	
	2026	2025
	RM	RM
Non-current		
<u>Secured</u>		
Term loans	-	19,013
Commodity Murabahah term financing	15,351,711	5,497,458
Hire purchase payables (Note (c))	523,764	463,339
	15,875,475	5,979,810
<u>Unsecured</u>		
Other financing	39,079,497	13,404,181
	54,954,972	19,383,991
Current		
<u>Secured</u>		
Term loans	19,010	206,405
Commodity Murabahah term financing	3,361,923	714,115
Hire purchase payables (Note (c))	239,279	326,030
Bankers' acceptances	60,737,578	53,325,769
	64,357,790	54,572,319
<u>Unsecured</u>		
Other financing	17,777,627	4,740,600
	82,135,417	59,312,919

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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17. BORROWINGS *cont'd*

- (a) The borrowings of the Group are secured by:
- (i) A fixed charge on freehold land, buildings and capital work-in-progress held by the Group as disclosed in Note 7 to the financial statements;
 - (ii) A fixed charge on certain fixed deposits of the Group as disclosed in Note 13 to the financial statements;
 - (iii) A guarantee by Credit Guarantee Corporation Malaysia Berhad for 80% of the balances outstanding from the special relief term loans obtained under BizJamin Special Relief Facility-i;
 - (iv) A guarantee by Syarikat Jaminan Pembiayaan Perniagaan Berhad under Working Capital Guarantee Scheme for RM3,500,000 (2025 – RM3,500,000);
 - (v) Guarantee Scheme manage by Syarikat Jaminan Pembiayaan Perniagaan (“SJPP”) under Bank Negara Malaysia’s Fund of RM480,000 (2025 – RM480,000); and
 - (vi) Joint and several guarantees by the directors of the Company.
- (b) The major covenants of the borrowings are as follows:
- (i) Total financing to tangible net worth (gearing ratio) does not exceed 2.5x at all time;
 - (ii) Aggregate outstanding under the Multi Trade Lines facility should not exceed the combined limit of RM13,000,000; and
 - (iii) Amount owing by directors to be capped at a maximum of RM499,000.
- (c) The interest rate profile of the term loans are summarised below:-

	Interest Rate	Effective Interest Rate	
		The Group	
		2026	2025
		%	%
Term loans	Floating	3.50	3.50
Commodity Murabahah term financing	Floating/Fixed	3.50 – 4.50	3.50 – 4.50
Bankers’ acceptances	Fixed	3.49 – 5.25	3.60 – 4.71
Other financing	Fixed	1.61 – 24.72	3.99 – 6.54

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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17. BORROWINGS *cont'd*

(d) Hire purchase payables

	The Group	
	2026	2025
	RM	RM
Minimum hire purchase payments		
- not later than 1 year	268,449	355,069
- later than 1 year and not later than 5 years	563,577	475,375
- more than 5 years	-	25,132
	832,026	855,576
Less: Future finance charges	(68,983)	(66,207)
Present value of hire purchase payables	763,043	789,369
Analysed by:-		
Current liabilities	239,279	326,030
Non-current liabilities	523,764	463,339
	763,043	789,369

- (i) The Group entered into hire purchase agreements in respect of motor vehicles for periods ranging from 5 to 7 (2025 – 4 to 7) years.
- (ii) The hire purchase payables are secured by the Group's property and equipment as disclosed in Note 7 to the financial statements.
- (iii) The hire purchase payables of the Group at the end of the reporting period bore effective interest rates ranging from 1.71% to 5.64% (2025 – 1.71% to 6.63%) per annum.
- (iv) The hire purchase payables are repayable in monthly instalments ranging from RM1,265 to RM6,300 (2025 – RM516 to RM6,300) and will be fully settled on various dates between 2026 and 2030 (2025 – 2026 and 2030).
- (e) The other financing of the Group at the end of the reporting period comprise unsecured financing obtained from a third party for the purchase of leased assets.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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18. DEFERRED TAX LIABILITIES

	At 1.2.2025 RM	Recognised in Profit or Loss (Note 29) RM	At 31.1.2026 RM
The Group			
2026			
<i>Deferred Tax Liabilities</i>			
Property and equipment	410,259	3,689,066	4,099,325
Other taxable temporary differences	3,693,000	1,474,000	5,167,000
Provisions	846,000	(566,000)	280,000
	4,949,259	4,597,066	9,546,325
<i>Deferred Tax Assets</i>			
Other taxable temporary differences	(15,000)	15,000	-
Provisions	(104,128)	(5,902)	(110,030)
Share option expenses	(35,285)	(1,176,164)	(1,211,449)
	(154,413)	(1,167,066)	(1,321,479)
	4,794,846	3,430,000	8,224,846

	At 1.2.2024 RM	Recognised in Profit or Loss (Note 29) RM	At 31.1.2025 RM
The Group			
2025			
<i>Deferred Tax Liabilities</i>			
Property and equipment	1,374,846	(964,587)	410,259
Other taxable temporary differences	26,000	3,667,000	3,693,000
Provisions	-	846,000	846,000
	1,400,846	3,548,413	4,949,259
<i>Deferred Tax Assets</i>			
Other taxable temporary differences	(11,000)	(4,000)	(15,000)
Provisions	(495,000)	390,872	(104,128)
Share option expenses	-	(35,285)	(35,285)
	(506,000)	351,587	(154,413)
	894,846	3,900,000	4,794,846

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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18. DEFERRED TAX LIABILITIES *cont'd*

At the end of the reporting period, the amounts of deferred tax assets not recognised (stated at gross) due to uncertainty of their realisation are as follows:

	The Group	
	2026	2025
	RM	RM
Unused tax losses:		
- expires 31 January 2029	124,000	124,000
- expires 31 January 2032	106,000	106,000
- expires 31 January 2035	13,000	13,000
- expires 31 January 2036	11,000	-
	254,000	243,000
Unabsorbed capital allowances	223,000	51,000
	477,000	294,000

Based on the current legislation, the unused tax losses up to the year of assessment 2018 can be carried forward until the year of assessment 2028 and the unused tax losses for 2019 onwards are allowed to be utilised for 10 consecutive years of assessment immediately following that year of assessment; whereas, the unabsorbed capital allowances are allowed to be carried forward indefinitely.

19. TRADE AND OTHER PAYABLES

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Trade payables	172,870,877	115,287,696	-	-
Other payables	15,112,197	65,921,938	-	1,589
Accruals	2,513,222	1,988,988	87,000	345,200
	190,496,296	183,198,622	87,000	346,789

- (a) The normal trade credit term granted to the Group ranges from 45 to 60 (2025 – 45 to 60) days.
- (b) Other payables of the Group include advances received from customers for sales of goods and indirect taxes payable to the tax authorities amounting to RM7,869,038 and RM636,663 (2025 – RM61,902,851 and RM552,456).

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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20. CONTRACT LIABILITIES

	The Group	
	2026	2025
	RM	RM
At 1 February	146,575	95,644
Advance received	227,107	186,057
Contract liabilities recognised as revenue	(195,232)	(187,587)
Provision of warranties made during the financial year	67,518	70,333
Provision of warranties used during the financial year	(42,468)	(17,872)
At 31 January	203,500	146,575
Represented by:-		
Customer loyalty points	65,852	33,977
Provision of warranties	137,648	112,598
	203,500	146,575

- (a) The customer loyalty points relate to loyalty points not yet redeemed. The amount will be recognised as revenue when the performance obligations are satisfied.
- (b) The provision for warranties relates to JOI notebook and Anker products sold in the past 1 (2025 – 1) years. The provision is based on estimates made from historical warranty data of the products sold. The Group expects to incur most of the liability over the next financial year.

21. DIVIDEND PAYABLE

	The Group/The Company	
	2026	2025
	RM	RM
Fourth interim dividend of approximately 0.25sen (2025 - Nil) per ordinary share	4,189,395	-

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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22. REVENUE

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Revenue from Contracts with Customers				
<u>Recognised over time</u>				
Rental income arising from ICT products	1,824,706	1,190,140	-	-
Web portal maintenance services	287,488	274,796	-	-
Management services rendered	75,360	72,000	-	-
Provision of device repair and broadband services	1,646,005	1,315,257	-	-
	3,833,559	2,852,193	-	-
<u>Recognised at a point in time</u>				
Sale of ICT products	3,328,982,146	1,001,226,673	-	-
Sale of trading merchandise	137,509	704,014	-	-
Provision of device repair and broadband services	7,068,588	13,729,867	-	-
	3,336,188,243	1,015,660,554	-	-
	3,340,021,802	1,018,512,747	-	-
Revenue from Other Sources				
Dividends from subsidiaries	-	-	16,000,000	17,400,000
	3,340,021,802	1,018,512,747	16,000,000	17,400,000

- (a) The information on the disaggregation of revenue by geographical market is disclosed in Note 35.2 to the financial statements.
- (b) The information about the performance obligations in contracts with customers is summarised below:-

Nature of Goods or Services	Timing and Method of Revenue Recognition	Significant Payment Terms	Warranty and Obligation for Returns or Refunds
Rental income arising from ICT products	When services are rendered.	Credit period of 30 days from the invoice date.	Not applicable.
Web portal maintenance services	When services are rendered.	Credit periods ranging from 30 to 120 days from the invoice date.	Not applicable.
Management services rendered	When services are rendered.	Credit periods ranging from 30 to 120 days from the invoice date.	Not applicable.
Provision of device repair and broadband services	When services are rendered.	Credit periods ranging from 30 to 120 days from the invoice date.	Not applicable.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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22. REVENUE *cont'd*

- (b) The information about the performance obligations in contracts with customers is summarised below:-
cont'd

Nature of Goods or Services	Timing and Method of Revenue Recognition	Significant Payment Terms	Warranty and Obligation for Returns or Refunds
Sale of ICT products	When the goods are delivered and accepted by customers.	Credit periods ranging from 30 to 120 days from the invoice date.	Assurance warranties of 12 months are given to customers for JOI notebook and Anker products.
Sale of trading merchandise	When the goods are delivered and accepted by customers.	Credit periods ranging from 30 to 120 days from the invoice date.	Not applicable.

- (c) Dividend income is recognised when the right to receive dividend payment is established.

23. INVESTMENT REVENUE

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Interest income from fixed deposits	358,276	428,932	-	-

24. OTHER (LOSSES) AND GAINS

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Fair value gain on short-term income funds	1,031,047	1,103,660	1,029,797	1,103,660
Gain on disposal on short-term income funds	4,553	1,770	2,778	1,770
Gain on termination of leases	2,442	6,993	-	-
(Loss)/Gain on foreign exchange:				
- unrealised	(1,556,857)	114,051	-	-
- realised	38,438	(31,513)	-	-
	(480,377)	1,194,961	1,032,575	1,105,430

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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25. OTHER OPERATING INCOME

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Other income	1,109,758	80,589	-	-
Interest income on financial assets measured at amortised cost:				
- finance lease receivables	4,276,937	3,100,450	-	-
- cash and bank balances	506,554	113,998	178	583
- trade and other receivables	636,328	1,272,111	-	-
Lease income:				
- property and equipment	185,680	201,300	-	-
- right-of-use assets	5,292,649	5,761,947	-	-
Government grant received	-	9,000	-	-
	12,007,906	10,539,395	178	583

26. (IMPAIRMENT LOSSES ON)/REVERSAL OF IMPAIRMENT LOSSES ON FINANCIAL ASSETS

	The Group	
	2026	2025
	RM	RM
Impairment losses on trade receivables:		
- finance lease receivables	(12,014,079)	-
- trade receivables	(11,644,061)	(977,044)
Reversal of impairment losses on trade receivables	-	2,061,155
	(23,658,140)	1,084,111

27. FINANCE COSTS

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Interest on:				
- term loans	720,129	306,079	-	-
- other financing	1,688,968	1,228,755	-	-
- lease liabilities	667,020	637,868	-	-
- bankers' acceptance	2,722,691	1,492,261	-	-
- hire-purchase payables	30,206	47,819	-	-
	5,829,014	3,712,782	-	-
Bank charges	1,891,669	942,592	180	195
	7,720,683	4,655,374	180	195

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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28. PROFIT BEFORE TAXATION

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Profit before taxation is arrived at after charging/ (crediting):-				
Auditors' remuneration				
Crowe Malaysia PLT:				
- audit fees	241,500	230,000	70,000	70,000
- non-audit fees	8,000	8,000	8,000	8,000
Other auditors:				
- audit fees	15,000	15,000	-	-
- non-audit fees	-	-	-	-
Material Expenses/(Income)				
Directors' remuneration (Note 33(a))	4,731,965	4,723,461	337,161	305,584
Depreciation:				
- property and equipment (Note 7)	5,565,082	2,411,947	800	800
- right-of-use assets (Note 8)	12,319,010	12,112,675	-	-
Loss on disposal of property and equipment	520	-	-	-
Property and equipment written off (Note 7)	29,771	49,219	-	-
Impairment losses on investments in subsidiaries	-	-	116,804	577,088
Inventories written down	1,847,208	581,770	-	-
Lease expenses – short-term lease payment	413,175	229,326	-	-
Lease expenses – low-value asset payment	4,461	4,296	-	-
Bad debts written off	86,245	-	-	-
Deposit written off	-	12,415	-	-
Provision for customer loyalty programme	227,107	186,057	-	-
Provision for warranties	25,050	52,461	-	-
Write back on customer loyalty programme expired	(166,724)	(173,699)	-	-
Employee benefit expenses	40,212,117	29,061,295	-	-
Share option expenses	2,797,164	2,852,227	13,984	21,384

Included in employee benefit expenses are contributions made by the Group to the Employee Provident Fund ("EPF") of RM4,645,944 (2025 – RM3,399,629).

Included in directors' remuneration are contributions made by the Group to the Employee Provident Fund ("EPF") of RM363,720 (2025 – RM363,720).

The estimated monetary value of benefits-in-kind provided by the Group to the directors of the Group was RM28,000 (2025 – RM28,000).

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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29. INCOME TAX EXPENSE

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Current tax expense:				
- for the financial year	13,334,456	9,489,316	-	-
- (over)/underprovision in the previous financial year	(3,809,722)	(2,269,804)	140	1,443
	9,524,734	7,219,512	140	1,443
Deferred tax (Note 18):				
- for the financial year	1,172,165	777,800	-	-
- underprovision in the previous financial year	2,257,835	3,122,200	-	-
	3,430,000	3,900,000	-	-
Total income tax expense	12,954,734	11,119,512	140	1,443

A reconciliation of income tax expense applicable to the profit before taxation at the statutory tax rate to income tax expense at the effective tax rate of the Group and of the Company are as follows:-

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Profit before taxation	58,923,484	41,422,840	15,844,844	16,088,458
Tax at the statutory tax rate of 24% (2025 – 24%)	14,141,636	9,941,482	3,802,763	3,861,230
Tax effects of:				
Non-taxable income	(249,378)	(267,469)	(4,087,818)	(4,441,303)
Non-deductible expenses	618,137	641,272	285,055	580,073
Share of loss on joint venture	118	-	-	-
Double deductions	(47,812)	(52,009)	-	-
Deferred tax asset not recognised	43,920	3,840	-	-
(Over)/Underprovision of current tax in the previous financial year	(3,809,722)	(2,269,804)	140	1,443
Underprovision of deferred taxation in the previous financial year	2,257,835	3,122,200	-	-
	12,954,734	11,119,512	140	1,443

Domestic income tax is calculated at the Malaysian statutory tax rate of 24% (2025 – 24%) of the estimated assessable profit for the financial year.

NOTES TO THE FINANCIAL STATEMENTS

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30. EARNINGS PER SHARE

(a) Basic Earnings Per Share

The basic earnings per share is calculated by dividing the consolidated profit attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial year.

	The Group	
	2026	2025
	RM	RM
Profit after taxation attributable to owners of the Company (Basic)	45,968,750	30,303,328
Weighted average number of ordinary shares in issue (Basic)	1,675,757,996	1,618,559,234
Basic earnings per share (sen)	2.74	1.87

(b) Diluted Earnings Per Share

The diluted earnings per share is calculated by dividing the consolidated profit attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial year and adjusted for the effects of dilutive potential ordinary shares.

	The Group	
	2026	2025
	RM	RM
Profit after taxation attributable to owners of the Company	45,968,750	30,303,328
Weighted average number of ordinary shares in issue	1,675,757,996	1,618,559,234
Effect of dilution due to conversion of ESOS	52,342,152	54,130,427
	1,728,100,148	1,672,689,661
Diluted earnings per share (sen)	2.66	1.81

NOTES TO THE FINANCIAL STATEMENTS

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31. DIVIDENDS

	The Company	
	2026	2025
	RM	RM
Third interim dividend of Nil (2025 – 0.25) per ordinary share in respect of the previous financial year	-	4,031,949
Fourth interim dividend of 0.125 sen (2025 – Nil) per ordinary share in respect of the previous financial year	2,094,708	-
First interim dividend of 0.25 sen (2025 – 0.25 sen) per ordinary share in respect of the current financial year	4,189,395	4,031,949
Second interim dividend of 0.25 sen (2025 – 0.25 sen) per ordinary share in respect of the current financial year	4,189,395	4,050,684
Third interim dividend of 0.25 sen (2025 – 0.25 sen) per ordinary share in respect of the current financial year	4,189,395	4,050,685
	14,662,893	16,165,267

On 26 March 2026, the Company declared an interim dividend of 0.25 sen per ordinary share amounting to RM4,189,395 in respect of the current financial year, payable on 26 May 2026, to shareholders whose names appeared in the record of depositors on 5 May 2026. The financial statements for the current financial year do not reflect this interim dividend. Such dividend will be accounted for in equity as an appropriation of retained profits in the financial year ending 31 January 2027.

32. CASH FLOW INFORMATION

- (a) The cash disbursed for the purchase of property and equipment and the addition of right-of-use assets are as follows:-

	The Group	
	2026	2025
	RM	RM
Property and equipment		
Cost of property and equipment purchased (Note 7)	7,679,223	21,536,427
Less: Acquired through hire purchase arrangements	(309,000)	-
Less: Trade and other payables – balances remained unpaid at financial year end	(192,748)	(16,302,700)
	7,177,475	5,233,727
Right-of-use Assets		
Cost of right-of-use assets purchased (Note 8)	9,194,618	19,236,443
Less: Additions of new lease liabilities (Note 16)	(9,194,618)	(19,236,443)
	-	-

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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32. CASH FLOW INFORMATION cont'd

(b) The reconciliations of liabilities arising from financing activities are as follows:-

	Commodity	Hire-	Banker's	Other	Term loans	Lease	Total
	Murabahah term financing RM	purchase payables RM	acceptance RM	financing RM	RM	liabilities RM	RM
The Group							
2026							
At 1 February	6,211,573	789,369	53,325,769	18,144,781	225,418	15,432,021	94,128,931
Changes in Financing Cash Flows							
Proceeds from drawdown	15,000,000	-	310,878,406	48,989,193	-	-	374,867,599
Repayment of principal	(2,497,939)	(335,326)	(303,466,597)	(10,276,850)	(206,408)	(12,313,693)	(329,096,813)
Repayment of interests	(715,682)	(30,206)	(2,722,691)	(1,688,968)	(4,447)	(667,020)	(5,829,014)
	11,786,379	(365,532)	4,689,118	37,023,375	(210,855)	(12,980,713)	39,941,772
<u>Other Changes</u>							
Acquisition of new leases	-	-	-	-	-	9,194,618	9,194,618
New hire-purchase arrangement	-	309,000	-	-	-	-	309,000
Derecognition due to lease termination	-	-	-	-	-	(52,327)	(52,327)
Interest expense recognised in profit or loss (Note 27)	715,682	30,206	2,722,691	1,688,968	4,447	667,020	5,829,014
	715,682	339,206	2,722,691	1,688,968	4,447	9,809,311	15,280,305
At 31 January	18,713,634	763,043	60,737,578	56,857,124	19,010	12,260,619	149,351,008

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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32. CASH FLOW INFORMATION cont'd

(b) The reconciliations of liabilities arising from financing activities are as follows:- cont'd

	Commodity Murabahah term financing RM	Hire- purchase payables RM	Banker's acceptance RM	Other financing RM	Term loans RM	Lease liabilities RM	Total RM
The Group							
2025							
At 1 February	6,889,487	1,290,814	23,763,273	20,183,283	433,816	8,415,906	60,976,579
Changes in Financing Cash Flows							
Proceeds from drawdown	-	-	140,325,577	2,073,919	-	-	142,399,496
Repayment of principal	(677,914)	(501,445)	(110,763,081)	(4,112,421)	(208,398)	(12,069,458)	(128,332,717)
Repayment of interests	(294,206)	(47,819)	(1,492,261)	(1,228,755)	(11,873)	(637,868)	(3,712,782)
	(972,120)	(549,264)	28,070,235	(3,267,257)	(220,271)	(12,707,326)	10,353,997
<u>Other Changes</u>							
Acquisition of new leases	-	-	-	-	-	19,236,443	19,236,443
Derecognition due to lease termination	-	-	-	-	-	(150,870)	(150,870)
Interest expense recognised in profit or loss (Note 27)	294,206	47,819	1,492,261	1,228,755	11,873	637,868	3,712,782
	294,206	47,819	1,492,261	1,228,755	11,873	19,723,441	22,798,355
At 31 January	6,211,573	789,369	53,325,769	18,144,781	225,418	15,432,021	94,128,931

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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32. CASH FLOW INFORMATION *cont'd*

(c) The total cash outflows for leases as a lessee are as follows:-

	The Group	
	2026	2025
	RM	RM
Payment of short-term lease	413,175	229,326
Payment of low-value asset	4,461	4,296
Interest paid on lease liabilities	667,020	637,868
Payment of lease liabilities	12,313,693	12,069,458
	13,398,349	12,940,948

(d) The cash and cash equivalents comprise the following:-

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Short-term deposits with a licensed bank	30,017,753	11,811,816	-	-
Fixed deposits with licensed banks	3,845,977	4,194,216	-	-
Cash and bank balances	32,188,432	41,595,600	265,976	249,766
Short-term investments (Note 13)	30,208,192	30,795,617	30,208,192	30,795,617
	96,260,354	88,397,249	30,474,168	31,045,383
Less: Fixed deposits pledged to licensed banks (Note 13)	(3,445,742)	(3,794,216)	-	-
Cash and cash equivalents	92,814,612	84,603,033	30,474,168	31,045,383

33. KEY MANAGEMENT PERSONNEL COMPENSATION

The key management personnel of the Group and of the Company include executive directors and non-executive directors of the Company and certain members of senior management of the Group and of the Company.

The key management personnel compensation during the financial year are as follows:-

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
(a) Directors				
<u>Directors of the Company</u>				
Short-term employee benefits:				
- fees	297,177	265,000	297,177	265,000
- salaries and other emoluments	2,830,763	2,823,183	26,000	19,200
	3,127,940	3,088,183	323,177	284,200
Defined contribution benefits	363,720	363,720	-	-
Share option expenses	1,240,305	1,271,558	13,984	21,384
Total directors' remuneration (Note 28)	4,731,965	4,723,461	337,161	305,584

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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33. KEY MANAGEMENT PERSONNEL COMPENSATION *cont'd*

The key management personnel compensation during the financial year are as follows:- *cont'd*

The estimated monetary value of benefits-in-kind provided by the Group to the directors of the Group was RM28,000 (2025 – RM28,000).

	The Group	
	2026	2025
	RM	RM
(b) Other Key Management Personnel		
Short-term employee benefits	2,143,964	2,144,898
Defined contribution benefits	277,875	278,099
Share option expenses	880,698	897,829
Total compensation for other key management personnel	3,302,537	3,320,826

34. RELATED PARTY DISCLOSURES

(a) Subsidiaries

The subsidiaries are disclosed in Note 5 to the financial statements.

(b) Significant Related Party Transactions and Balances

In addition to the related party transactions information disclosed in the statements of cash flows, Note 12 to the financial statements, the Group and the Company also carried out the following significant transactions with the related parties during the financial year:-

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Dividends received from subsidiaries	-	-	16,000,000	17,400,000
Recharge of share options expenses from subsidiaries	-	-	2,783,180	2,830,843
Lease rental paid for leases recognised as right-of-use assets for transaction with a director of the Company	42,000	42,000	-	-
Lease rental paid for leases recognised as short-term leases for transaction with a director of the Company	60,000	60,000	-	-

The significant outstanding balances of the related parties (including the allowance for impairment loss made) together with their terms and conditions are disclosed in Note 12 to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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35. OPERATING SEGMENTS

Operating segments are prepared in a manner consistent with the internal reporting provided to the Board of Directors and Group Chief Executive Officer as its chief operating decision maker in order to allocate resources to segments and to assess their performance on a quarterly basis. For management purposes, the Group is organised into business units based on their products and services provided. In addition, the businesses are also considered from a geographical perspective.

The Group is organised into 3 main reportable segments as follows:-

- * Sale of ICT products – comprising hardware, devices and related peripherals, as well as the provision of ICT services and solutions.
 - * Provision of device repair and broadband services– provision of device repair and related services and sale of broadband services.
 - * Investment holding – dividend income.
- (a) The Board of Directors and Group Chief Executive Officer assesses the performance of the reportable segments based on their operating income before unallocated corporate expenses and finance cost. The accounting policies of the reportable segments are the same as the Group's accounting policies.
- (b) Segment assets and liabilities information are not provided to the Board of Directors and Group Chief Executive Officer. Hence, no disclosure is made on segment assets and liabilities.

Transactions between reportable segments are carried out on agreed terms between both parties. The effects of such inter-segment transactions are eliminated on consolidation.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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35. OPERATING SEGMENTS *cont'd*

35.1 BUSINESS SEGMENTS

	Sale of ICT Products		Provision of device repair and broadband services		Investment Holding		Consolidation Adjustments		The Group	
	RM	RM	RM	RM	RM	RM	RM	RM	RM	RM
2026										
Revenue										
External revenue	3,331,307,209	8,714,593	-	3,340,021,802	-	-	-	3,340,021,802		
Inter-segment revenue	501,941,479	450,270	16,000,000	518,391,749	(518,391,749)			-		
Total revenue	3,833,248,688	9,164,863	16,000,000	3,858,413,551	(518,391,749)			3,340,021,802		
Results										
Segment profit	174,537,264	1,474,071	16,000,000	192,011,335	(16,158,400)			175,852,935		
Net unallocated expenses								(116,929,451)		
Profit before taxation								<u>58,923,484</u>		
2025										
Revenue										
External revenue	1,003,467,623	15,045,124	-	1,018,512,747	-	-	-	1,018,512,747		
Inter-segment revenue	370,555,159	77,388	17,400,000	388,032,547	(388,032,547)			-		
Total revenue	1,374,022,782	15,122,512	17,400,000	1,406,545,294	(388,032,547)			1,018,512,747		
Results										
Segment profit	97,701,304	7,391,109	17,400,000	122,492,413	(17,651,711)			104,840,702		
Net unallocated expenses								(63,417,862)		
Profit before taxation								<u>41,422,840</u>		

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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35. OPERATING SEGMENTS *cont'd*

35.2 GEOGRAPHICAL INFORMATION

Revenue is based on the country in which the customers are located.

The information on the disaggregation of revenue based on geographical region is summarised below:-

	At A Point in Time		Over Time		Total Group	
	2026	2025	2026	2025	2026	2025
	RM	RM	RM	RM	RM	RM
The Group						
Malaysia	3,269,022,095	966,462,161	3,833,559	2,852,193	3,272,855,654	969,314,354
Hong Kong	24,550,814	8,609,939	-	-	24,550,814	8,609,939
Maldives	9,279,583	11,856,476	-	-	9,279,583	11,856,476
Singapore	23,744,105	25,536,434	-	-	23,744,105	25,536,434
Others*	9,591,646	3,195,544	-	-	9,591,646	3,195,544
	3,336,188,243	1,015,660,554	3,833,559	2,852,193	3,340,021,802	1,018,512,747

* Customers from other countries include Brunei, Denmark, Indonesia, Maldives, Thailand, Vanuatu and the United States of America, each representing less than 1% of total revenue.

35.3 MAJOR CUSTOMERS

The following are major customers with revenue equal to or more than 10% of the Group's total revenue

	Revenue		Segment
	2026	2025	
	%	%	
Customer #1	16.7	*	Sale of ICT products
Customer #2	10.3	*	Sale of ICT products

* The customer contributed less than 10% to the Group's revenue.

36. FINANCIAL INSTRUMENTS

The activities of the Group and of the Company are exposed to a variety of market risk (including foreign currency risk, interest rate risk and equity price risk), credit risk and liquidity risk. The overall financial risk management policy focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the Group and of the Company.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES

The policies in respect of the major areas of treasury activity are as follows:-

(a) Market Risk

(i) Foreign Currency Risk

The Group and the Company are exposed to foreign currency risk on transactions and balances that are denominated in currencies other than the respective functional currencies of entities within the Group. The currencies giving rise to this risk is primarily United States Dollar ("USD"). Foreign currency risk is monitored closely on an ongoing basis to ensure that the net exposure is at an acceptable level. On occasion, the Group enters into forward foreign currency contracts to hedge against its foreign currency risk. The Group also holds cash and cash equivalents denominated in foreign currencies for working capital purposes.

The exposure to foreign currency risk (a currency which is other than the functional currency of the entities within the Group) based on the carrying amounts of the financial instruments at the end of the reporting period is summarised below:-

Foreign Currency Exposure

	Ringgit Malaysia RM	United States Dollar RM	Total RM
The Group			
2026			
<u>Financial Assets</u>			
Trade and other receivables	195,434,618	3,153,279	198,587,897
Short-term investments, fixed and short-term deposits, cash and bank balances	91,372,257	4,888,097	96,260,354
Finance lease receivables	82,953,301	-	82,953,301
	369,760,176	8,041,376	377,801,552
<u>Financial Liabilities</u>			
Trade and other payables	180,511,500	1,479,095	181,990,595
Borrowings	137,090,389	-	137,090,389
Dividend payable	4,189,395	-	4,189,395
	321,791,284	1,479,095	323,270,379
Net financial assets	47,968,892	6,562,281	54,531,173
Less: Net financial assets denominated in the respective entities' functional currencies	(47,968,892)	-	(47,968,892)
Currency Exposure	-	6,562,281	6,562,281

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(a) Market Risk *cont'd*

(i) Foreign Currency Risk *cont'd*

The exposure to foreign currency risk (a currency which is other than the functional currency of the entities within the Group) based on the carrying amounts of the financial instruments at the end of the reporting period is summarised below:- *cont'd*

Foreign Currency Exposure cont'd

	Ringgit Malaysia RM	United States Dollar RM	Total RM
The Group			
2025			
<u>Financial Assets</u>			
Trade and other receivables	143,488,826	2,623,963	146,112,789
Short-term investments, fixed and short-term deposits, cash and bank balances	73,273,834	15,123,415	88,397,249
Finance lease receivables	46,189,650	-	46,189,650
	<u>262,952,310</u>	<u>17,747,378</u>	<u>280,699,688</u>
<u>Financial Liabilities</u>			
Trade and other payables	118,565,427	2,177,888	120,743,315
Borrowings	78,696,910	-	78,696,910
	<u>197,262,337</u>	<u>2,177,888</u>	<u>199,440,225</u>
Net financial assets	65,689,973	15,569,490	81,259,463
Less: Net financial assets denominated in the respective entities' functional currencies	(65,689,973)	-	(65,689,973)
Currency Exposure	-	15,569,490	15,569,490

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(a) Market Risk *cont'd*

(i) Foreign Currency Risk *cont'd*

The exposure to foreign currency risk (a currency which is other than the functional currency of the entities within the Group) based on the carrying amounts of the financial instruments at the end of the reporting period is summarised below:- *cont'd*

Foreign Currency Exposure cont'd

	Ringgit Malaysia RM	United States Dollar RM	Total RM
The Company			
2026			
<u>Financial Assets</u>			
Trade and other receivables	1,000	-	1,000
Amount owing by subsidiaries	82,718,366	-	82,718,366
Short-term investments, fixed and short-term deposits, cash and bank balances	30,472,226	1,942	30,474,168
	<u>113,191,592</u>	<u>1,942</u>	<u>113,193,534</u>
<u>Financial Liabilities</u>			
Trade and other payables	87,000	-	87,000
Dividend payable	4,189,395	-	4,189,395
	<u>4,276,395</u>	<u>-</u>	<u>4,276,395</u>
Net financial assets	117,467,987	1,942	117,469,929
Less: Net financial assets denominated in the respective entities' functional currencies	(117,467,987)	-	(117,467,987)
Currency Exposure	-	1,942	1,942

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(a) Market Risk *cont'd*

(i) Foreign Currency Risk *cont'd*

The exposure to foreign currency risk (a currency which is other than the functional currency of the entities within the Group) based on the carrying amounts of the financial instruments at the end of the reporting period is summarised below:- *cont'd*

Foreign Currency Exposure cont'd

	Ringgit Malaysia RM	United States Dollar RM	Total RM
The Company			
2025			
<u>Financial Assets</u>			
Trade and other receivables	1,000	-	1,000
Amount owing by subsidiaries	80,112,189	-	80,112,189
Short-term investments, fixed and short-term deposits, cash and bank balances	31,043,357	2,026	31,045,383
	<u>111,156,546</u>	<u>2,026</u>	<u>111,158,572</u>
<u>Financial Liabilities</u>			
Trade and other payables	346,789	-	346,789
Net financial assets	110,809,757	2,026	110,811,783
Less: Net financial assets denominated in the respective entities' functional currencies	(110,809,757)	-	(110,809,757)
Currency Exposure	-	2,026	2,026

NOTES TO THE FINANCIAL STATEMENTS

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36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(a) Market Risk *cont'd*

(i) Foreign Currency Risk *cont'd*

Foreign Currency Risk Sensitivity Analysis

The following table details the sensitivity analysis to a reasonably possible change in the foreign currencies at the end of the reporting period, with all other variables held constant:-

	The Group	
	2026	2025
	RM	RM
Effects on Profit After Taxation		
USD/RM – strengthened by 5%	249,367	591,641
– weakened by 5%	(249,367)	(591,641)
<hr/>		
	The Company	
	2026	2025
	RM	RM
Effects on Profit After Taxation		
USD/RM – strengthened by 5%	74	77
– weakened by 5%	(74)	(77)

There is no impact on the Company's equity.

(ii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The exposure to interest rate risk arises mainly from long-term borrowings with variable rates. The Group and the Company adopt a policy of obtaining the most favourable interest rates available and by maintaining a balanced portfolio mix of fixed and floating rate borrowings.

The fixed rate debt instruments of the Group and of the Company are not subject to interest rate risk since neither carrying amounts nor the future cash flows will fluctuate because of a change in market interest rates.

The exposure to interest rate risk based on the carrying amounts of the financial instruments at the end of the reporting period is disclosed in Note 17 to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(a) Market Risk *cont'd*

(ii) Interest Rate Risk *cont'd*

Interest Rate Risk Sensitivity Analysis

	The Group	
	2026	2025
	RM	RM
Effects on Profit After Taxation		
Increase of 50 basis points	20,961	23,622
Decrease of 50 basis points	(20,961)	(23,622)

There is no impact on the Group's equity.

(iii) Equity Price Risk

The exposure to equity price risk arises mainly from changes in quoted investment prices of the Group. The Group manages its exposure to equity price risk by maintaining a portfolio of equities with different risk profiles.

Equity Price Risk Sensitivity Analysis

Any reasonably possible change in the prices of quoted investments classified as fair value through profit or loss at the end of the reporting period does not have a material impact on the profit after taxation of the Group and of the Company and hence, no sensitivity analysis is presented. There is no impact on the equity of the Group and of the Company.

(b) Credit Risk

The exposure to credit risk, or the risk of counterparties defaulting, arises mainly from trade and other receivables. The Group and the Company manage their exposure to credit risk by the application of credit approvals, credit limits and monitoring procedures on an ongoing basis. For other financial assets (including cash and bank balances), the Group and the Company minimise credit risk by dealing exclusively with high credit rating counterparties.

Also, the Company's exposure to credit risk includes loans and advances to subsidiaries, and corporate guarantee given to financial institutions for credit facilities granted to certain subsidiaries. The Company monitors the ability of the subsidiaries to serve their loans on an individual basis.

(i) Credit Risk Concentration Profile

At the end of the reporting period, the Group's major concentration of credit risk relates to the amounts owing by 5 (2025 – 5) customers which constituted approximately 57% (2025 – 37%) of its trade receivables, net of loss allowance.

(ii) Maximum Exposure to Credit Risk

At the end of the reporting period, the maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognised in the statement of financial position of the Group and of the Company after deducting any allowance for impairment losses (where applicable).

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

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36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(b) Credit Risk *cont'd*

(ii) Maximum Exposure to Credit Risk *cont'd*

In addition, the Company's maximum exposure to credit risk also includes corporate guarantees provided to its subsidiaries of RM177,573,672 (2025 – RM118,803,303), representing the outstanding banking facilities and trade payables of the subsidiaries as at the end of the reporting period. These corporate guarantees have not been recognised in the Company's financial statements since their fair values on initial recognition were not material.

(iii) Assessment of Impairment Losses

The Group and the Company have an informal credit policy in place and the exposure to credit risk is monitored on an on-going basis through periodic review of the ageing of the receivables. The Group and the Company closely monitor the receivables' financial strength to reduce the risk of loss.

At each reporting date, the Group and the Company evaluate whether any of the financial assets at amortised cost, contract assets are credit impaired.

The gross carrying amounts of financial assets are written off against the associated impairment, if any, when there is no reasonable expectation of recovery despite the fact that they are still subject to enforcement activities.

A financial asset is credit impaired when any of following events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred:

- Significantly financial difficult of the receivable;
- A breach of contract, such as a default or past due event;
- Restructuring of a debt in relation to the receivable's financial difficulty; or
- It is becoming probable that the receivable will enter bankruptcy or other financial reorganisation.

The Group and the Company consider a receivable to be in default when the receivable is unlikely to repay its debt to the Group and the Company in full or is more than 90 days past due unless the Group and the Company have reasonable and supportable information to demonstrate that a more a lagging default criterion is more appropriate.

Trade Receivables and Finance Lease Receivables

The Group applies the simplified approach to measure expected credit losses using a lifetime expected loss allowance for all trade receivables.

Inputs, Assumptions and Techniques used for Estimating Impairment Losses

To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The finance lease receivables relates to leasing of equipment and have substantially the same risk characteristics as the trade receivables for the same types of contracts. Therefore, the Group concluded that the expected loss rates for trade receivables are a reasonable approximation of the loss rates for the contract assets.

The Group measure the expected credit losses of certain major customers, trade receivables that are credit impaired and trade receivables with a high risk of default on individual basis.

NOTES TO THE FINANCIAL STATEMENTS

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36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(b) Credit Risk *cont'd*

(iii) Assessment of Impairment Losses *cont'd*

Trade Receivables and Finance Lease Receivables *cont'd*

Inputs, Assumptions and Techniques used for Estimating Impairment Losses *cont'd*

The expected loss rates are based on the payment profiles of sales over 24 months (2025 – 12 months) before the reporting date and the corresponding historical credit losses experienced within this period. The historical loss rates were not adjusted to reflect forward-looking information on macroeconomic factors affecting the ability of the trade receivables to settle their debts as the Group has not identified any forward-looking assumptions which correlate to the historical loss rates.

There are no significant changes in the estimation techniques and assumptions as compared to the previous financial year.

Allowance for Impairment Losses

The reconciliations of allowance for impairment losses are as follows:-

	Non-credit Impaired RM	Credit Impaired RM	Total RM
<u>Trade Receivables</u>			
Balance at 1.2.2024	675,609	3,374,027	4,049,636
Additions (Note 26)	-	977,044	977,044
Reversals (Note 26)	-	(2,061,155)	(2,061,155)
Balance at 31.1.2025/1.2.2025	675,609	2,289,916	2,965,525
Additions (Note 26)	2,018,826	9,625,235	11,644,061
Balance at 31.1.2026	2,694,435	11,915,151	14,609,586
<u>Finance lease receivables</u>			
Balance at 1.2.2025	-	-	-
Additions (Note 26)	-	12,014,079	12,014,079
Balance at 31.1.2026	-	12,014,079	12,014,079

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(b) Credit Risk *cont'd*

(iii) Assessment of Impairment Losses *cont'd*

Trade Receivables and Finance Lease Receivables *cont'd*

Allowance for Impairment Losses *cont'd*

The information about the credit exposure and loss allowances recognised for trade receivables is as follows:-

	Gross Amount RM	Lifetime Individual Allowance RM	Lifetime Collective Allowance RM	Carrying Amount RM
The Group				
2026				
Current (not past due)	117,070,700	-	(9,207)	117,061,493
1 to 30 days past due	47,788,919	(954,426)	(53,604)	46,780,889
31 to 60 days past due	4,055,923	(954,426)	(14,047)	3,087,450
61 to 90 days past due	1,329,439	(954,426)	(8,343)	366,670
Past due more than 90 days	19,288,636	(9,051,873)	(2,609,234)	7,627,529
Trade receivables	189,533,617	(11,915,151)	(2,694,435)	174,924,031
Finance lease receivables	94,967,380	(12,014,079)	-	82,953,301
	284,500,997	(23,929,230)	(2,694,435)	257,877,332
2025				
Current (not past due)	103,345,350	-	(1,843)	103,343,507
1 to 30 days past due	14,846,874	-	(23,672)	14,823,202
31 to 60 days past due	526,433	-	(24,217)	502,216
61 to 90 days past due	3,483,537	-	(24,605)	3,458,932
Past due more than 90 days	8,454,712	(2,289,916)	(601,272)	5,563,524
Trade receivables	130,656,906	(2,289,916)	(675,609)	127,691,381
Finance lease receivables	46,189,650	-	-	46,189,650
	176,846,556	(2,289,916)	(675,609)	173,881,031

Trade receivables that are individually determined to be impaired relate to debtors who are in significant financial difficulties and have defaulted on payments. These debtors are not secured by any collateral or credit enhancements.

Trade receivables that are collectively determined to be impaired relate to expected credit losses measured based on the Group's observed default rates.

The movements in the loss allowances in respect of trade receivables is disclosed in Note 11 to the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(b) Credit Risk *cont'd*

(iii) Assessment of Impairment Losses *cont'd*

Other Receivables

The Group and the Company apply the 3-stage general approach to measuring expected credit losses for its other receivables.

Inputs, Assumptions and Techniques used for Estimating Impairment Losses

Under this approach, the Group and the Company assess whether there is a significant increase in credit risk for receivables by comparing the risk of a default as at the reporting date with the risk of default as at the date of initial recognition. The Group and the Company consider there has been a significant increase in credit risk when there are changes in contractual terms or delay in payment. Regardless of the assessment, a significant increase in credit risk is presumed if a receivable is more than 90 days past due in making a contractual payment.

The Group and the Company use 3 categories to reflect their credit risk and how the loss allowance is determined for each category:-

Category	Definition of Category	Loss Allowance
Performing:	Receivables have a low risk of default and a strong capacity to meet contractual cash flows	12-months expected credit losses
Underperforming:	Receivables for which there is a significant increase in credit risk	Lifetime expected credit losses
Non-performing:	There is evidence indicating the receivable is credit impaired or more than 90 days past due	Lifetime expected credit losses

The Group and the Company measure the expected credit losses of receivables having significant balances, receivables that are credit impaired and receivables with a high risk of default on an individual basis. The remaining receivables are grouped based on shared credit risk characteristics and assessed on a collective basis.

Loss allowance is measured on either 12-month expected credit losses or lifetime expected credit losses, by considering the likelihood that the receivable would not be able to repay during the contractual period (probability of default, PD), the percentage of contractual cash flows that will not be collected if default happens (loss given default, LGD) and the outstanding amount that is exposed to default risk (exposure at default, EAD).

In deriving the PD and LGD, the Group and the Company consider the receivable's past payment status and its financial condition as at the reporting date. The PD is adjusted to reflect current and forward-looking information on macroeconomic factors affecting the ability of the receivable to settle its debts using the linear regressive analysis. The Group and the Company have identified the Gross Domestic Product (GDP) as the key macroeconomic factor of the forward-looking information.

There are no significant changes in the estimation techniques and assumptions as compared to the previous financial year.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(b) Credit Risk *cont'd*

(iii) Assessment of Impairment Losses *cont'd*

Other Receivables *cont'd*

Allowance for Impairment Losses

Based on the assessment performed, the identified impairment loss was immaterial and hence, it is not provided for.

Fixed and Short-Term Deposits with Licensed Banks, Cash and Bank Balances

The Group and the Company consider the licensed banks to be of low credit risks. In addition, some of the bank balances are insured by Government agencies. Therefore, the Group and the Company are of the view that the loss allowance is immaterial and hence, it is not provided for.

Amount Owing by Subsidiaries (Non-trade Balances)

The Company also applies the 3-stage general approach (see information in other receivables above) to measuring expected credit losses for all inter-company balances.

Inputs, Assumptions and Techniques used for Estimating Impairment Losses

The Company measures the expected credit losses on an individual basis, which is aligned with its credit risk management practices on the inter-company balances.

The Company considers loans and advances to subsidiaries have low credit risks. The Company assumes that there is a significant increase in credit risk when a subsidiary's financial position deteriorates significantly. As the Company is able to determine the timing of payments of the loans and advances when they are payable, the Company considers the loans and advances to be in default when the subsidiaries are not able to pay when demanded.

For loans and advances that are repayable on demand, impairment loss is assessed based on the assumption that repayment of the outstanding balances is demanded at the reporting date. If the subsidiary does not have sufficient highly liquid resources when the loans and advances are demanded, the Company will consider the expected manner of recovery to measure the impairment loss; the recovery manner could be either through 'repayable over time' or a fire sale of less liquid assets by the subsidiary.

There are no significant changes in the estimation techniques and assumptions as compared to the previous financial year.

Allowance for Impairment Losses

Based on the assessment performed, the identified impairment loss was immaterial and hence, it is not provided for.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(b) Credit Risk *cont'd*

(iii) Assessment of Impairment Losses *cont'd*

Financial Guarantee Contracts

Corporate guarantees for borrowing facilities granted to subsidiaries are financial guarantee contract.

Inputs, Assumptions and Techniques used for Estimating Impairment Losses

The Company closely monitors the subsidiaries' financial strength to reduce the risk of loss.

The Company considers there is a significant increase in credit risk when a subsidiary's financial position deteriorates significantly. A financial guarantee contract is credit impaired when:

- The subsidiary is unlikely to repay its obligation to the bank in full; or
- The subsidiary is having a deficit in equity and is continuously loss making.

The Company determines the probability of default of the guaranteed amounts individually using internal information available.

Allowance for Impairment Losses

All of the financial guarantee contracts are considered to be performing, have low risks of default and historically there were no instances where these financial guarantee contracts were called upon by the parties of which the financial guarantee contracts were issued to. Accordingly, no loss allowances were identified based on 12-month expected credit losses.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(c) Liquidity Risk

Liquidity risk arises mainly from general funding and business activities. The Group and the Company practise prudent risk management by maintaining sufficient cash balances and the availability of funding through certain committed credit facilities.

Maturity Analysis

The following table sets out the maturity profile of the financial liabilities at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on the rates at the end of the reporting period):-

	Contractual Interest Rate %	Carrying Amount RM	Contractual Undiscounted Cash flows RM	Within 1 Year RM	1 – 5 Years RM
The Group					
2026					
<u>Non-derivative Financial Liabilities</u>					
Trade and other payables	-	181,990,595	181,990,595	181,990,595	-
Lease liabilities	3.25 - 4.50	12,260,619	12,769,915	8,069,862	4,700,053
Borrowings	0.88 - 4.71	137,090,389	146,939,776	86,317,701	60,622,075
Dividend payable		4,189,395	4,189,395	4,189,395	-
		335,530,998	345,889,681	280,567,553	65,322,128

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(c) Liquidity Risk *cont'd*

Maturity Analysis cont'd

The following table sets out the maturity profile of the financial liabilities at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on the rates at the end of the reporting period):- *cont'd*

	Contractual Interest Rate %	Carrying Amount RM	Contractual Undiscounted Cash flows RM	Within 1 Year RM	1 – 5 Years RM	Over 5 years RM
The Group						
2025						
<u>Non-derivative Financial Liabilities</u>						
Trade and other payables	-	120,743,315	120,743,315	120,743,315	-	-
Lease liabilities	3.25 - 4.50	15,432,021	16,040,745	10,791,145	5,249,600	-
Borrowings	0.88 - 4.71	78,696,910	82,079,330	60,609,459	18,035,296	3,434,575
		214,872,246	218,863,390	192,143,919	23,284,896	3,434,575

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.1 FINANCIAL RISK MANAGEMENT POLICIES *cont'd*

(c) Liquidity Risk *cont'd*

Maturity Analysis cont'd

The following table sets out the maturity profile of the financial liabilities at the end of the reporting period based on contractual undiscounted cash flows (including interest payments computed using contractual rates or, if floating, based on the rates at the end of the reporting period):- *cont'd*

	Contractual Carrying Amount RM	Undiscounted Cash flows RM	Within 1 Year RM
The Company			
2026			
<u>Non-derivative Financial Liabilities</u>			
Trade and other payables	87,000	87,000	87,000
Financial guarantee contracts:*			
- trade and other payables	-	107,220,951	107,220,951
- financial institutions	-	70,352,721	70,352,721
Dividend payable	4,189,395	4,189,395	4,189,395
	4,276,395	181,850,067	181,850,067
2025			
<u>Non-derivative Financial Liabilities</u>			
Trade and other payables	346,789	346,789	346,789
Financial guarantee contracts:*			
- trade and other payables	-	61,151,039	61,151,039
- financial institutions	-	57,652,264	57,652,264
	346,789	119,150,092	119,150,092

* Represents the maximum obligation that is required to be settled in the event of a default in payment obligation by the subsidiaries.

The contractual undiscounted cash flows represent the outstanding credit facilities of the subsidiaries at the end of the reporting period. The financial guarantees have not been recognised in the financial statements since their fair values on initial recognition were not material.

36.2 CAPITAL RISK MANAGEMENT

The Group and the Company manage their capital to ensure that entities within the Group will be able to maintain an optimal capital structure so as to support their businesses and maximise shareholder(s) value. To achieve this objective, the Group and the Company may make adjustments to the capital structure in view of changes in economic conditions, such as adjusting the amount of dividend payment, returning of capital to shareholders or issuing new shares.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.2 CAPITAL RISK MANAGEMENT *cont'd*

The Group and the Company manage their capital based on debt-to-equity ratio that complies with debt covenants and regulatory, if any. The debt-to-equity ratio is calculated as net debt divided by total equity. The Group and the Company include within net debt, loans and borrowings from financial institutions less cash and cash equivalents. Capital includes equity attributable to the owners of the parent and non-controlling interest. The debt-to-equity ratio of the Group and of the Company at the end of the reporting period are as follows:-

	The Group	
	2026 RM	2025 RM
Borrowings	137,090,389	78,696,910
Lease liabilities	12,260,619	15,432,021
	149,351,008	94,128,931
Less: Cash and cash equivalents (Note 32(d))	(92,814,612)	(84,603,033)
Net debt	56,536,396	9,525,898
Total equity	310,490,156	276,387,135
Debt-to-equity ratio	0.18	0.03

There were no changes in the approach to capital management during the financial year.

36.3 CLASSIFICATION OF FINANCIAL INSTRUMENTS

	The Group		The Company	
	2026 RM	2025 RM	2026 RM	2025 RM
Financial Assets				
<u>Fair Value Through Profit or Loss</u>				
Short-term investments (Note 13)	30,208,192	30,795,617	30,208,192	30,795,617
<u>Amortised Cost</u>				
Trade and other receivables (Note 10)	198,587,897	146,112,789	1,000	1,000
Amount owing by subsidiaries	-	-	82,718,366	80,112,189
Finance lease receivables	82,953,301	46,189,650	-	-
Fixed and short-term deposits, cash and bank balances (Note 13)	66,052,162	57,601,632	265,976	249,766
	347,593,360	249,904,071	82,985,342	80,362,955
Financial Liabilities				
<u>Amortised cost</u>				
Trade and other payables	181,990,595	120,743,315	87,000	346,789
Borrowings	137,090,389	78,696,910	-	-
Dividend payable	4,189,395	-	4,189,395	-
	323,270,379	199,440,225	4,276,395	346,789

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.4 GAINS OR LOSSES ARISING FROM FINANCIAL INSTRUMENTS

	The Group		The Company	
	2026	2025	2026	2025
	RM	RM	RM	RM
Financial Assets				
<u>Fair Value Through Profit or Loss</u>				
Net gains recognised in profit or loss	1,035,600	1,105,430	1,032,575	1,105,430
<u>Amortised Cost</u>				
Net (losses)/gains recognised in profit or loss	(19,857,959)	5,044,595	178	583
Financial Liabilities				
<u>Amortised cost</u>				
Net losses recognised in profit or loss	5,161,994	3,074,914	-	-

36.5 FAIR VALUE INFORMATION

The fair values of the financial assets and financial liabilities of the Group and of the Company which are maturing within the next 12 months approximated their carrying amounts due to the relatively short-term maturity of the financial instruments or repayable on demand terms.

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.5 FAIR VALUE INFORMATION *cont'd*

The following table sets out the fair value profile of financial instruments that are carried at fair value and those not carried at fair value at the end of the reporting period:-

The Group	Fair Value of Financial Instruments Carried at Fair Value			Fair Value of Financial Instruments not Carried at Fair Value			Total Fair Value	Carrying Amount
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3		
	RM	RM	RM	RM	RM	RM	RM	RM
2026								
<u>Financial Asset</u>								
Finance lease receivables	-	-	-	-	53,297,904	-	53,297,904	53,297,904
Trade and other receivables	-	-	-	-	1,828,231	-	1,828,231	1,828,231
Short-term investments	-	30,208,192	-	-	-	-	30,208,192	30,208,192
<u>Financial Liabilities</u>								
Borrowings	-	-	-	-	137,090,389	-	137,090,389	137,090,389
2025								
<u>Financial Asset</u>								
Finance lease receivables	-	-	-	-	31,229,963	-	31,229,963	31,229,963
Trade and other receivables	-	-	-	-	3,240,719	-	3,240,719	3,240,719
Short-term investments	-	30,795,617	-	-	-	-	30,795,617	30,795,617
<u>Financial Liabilities</u>								
Borrowings	-	-	-	-	78,696,910	-	78,696,910	78,696,910

NOTES TO THE FINANCIAL STATEMENTS

For the Financial Year End 31 January 2026

Cont'd

36. FINANCIAL INSTRUMENTS *cont'd*

36.5 FAIR VALUE INFORMATION *cont'd*

The following table sets out the fair value profile of financial instruments that are carried at fair value and those not carried at fair value at the end of the reporting period:-

	Fair Value of Financial Instruments Carried at Fair Value			Total Fair Value RM	Carrying Amount RM
	Level 1	Level 2	Level 3		
	RM	RM	RM		
The Company					
2026					
<u>Financial Asset</u>					
Short-term investments	-	30,208,192	-	30,208,192	30,208,192
2025					
<u>Financial Asset</u>					
Short-term investments	-	30,795,617	-	30,795,617	30,795,617

(a) Fair Value of Financial Instruments Carried at Fair Value

- (i) The fair value of short-term income funds is determined by reference to statements provided by the respective financial institutions, with which the investments were entered into.
- (ii) There were no transfers between level 1 and level 2 during the financial year.

(b) Fair Value of Financial Instruments Not Carried at Fair Value

The fair values, which are for disclosure purposes, have been determined using the following basis:-

- (i) The fair value of the term loans that carry floating interest rates approximated their carrying amounts as they are repriced to market interest rates on or near the reporting date. The interest rates used to discount the estimated cash flows for term loans (floating rate) is 4.50% (2025 – 4.50%).
- (ii) The fair value of long-term trade receivables is determined by discounting the expected future contractual cash flows using a discount rate that reflects current market assessments of the time value of money and the credit risk to these trade receivables. The interest rates used to discount the estimated cash flows for long-term trade receivables is 3.10% (2025 – 3.10%).
- (iii) The fair value of long-term finance lease receivables and borrowings that carry fixed interest rates are determined by discounting the relevant future contractual cash flows using current market interest rates for similar instruments at the end of the reporting period. The interest rates used to discount the estimated cash flows for long-term finance lease receivables and borrowings (fixed rate) are 1.61% to 24.72% (2025 – 2.26% to 9.69%) and 1.61% to 24.72% (2025 – 2.26% to 9.69%).

GROUP'S PROPERTIES

Beneficial owner	Particulars of title/ Postal address	Description of property/ Existing use/	Land/ Built-up Area (sq ft)	Age of the Building/ Tenure	Date of acquisition	Audited NBV as at 31 January 2026 (RM'000)
SNS Network Malaysia	Particulars of title Geran 183363, Lot 400211, Bandar Ipoh (U), District of Kinta, Perak Address 61, Jalan Sultan Nazrin Shah, 30250 Ipoh, Perak	Description of property Four storey detached office building Existing use SNS Network Malaysia's Ipoh headquarters and Apple service centre under the trading name "iTworld"	41,053.6/ 33,721.8	Approximately age of the building 10 years Tenure Freehold	9 April 2012	11,942
SNS Network Malaysia	Particulars of title PN 50495, Lot 103 Seksyen 36, Block M1-B, Level 1, Lot 47, Bandar Petaling Jaya, District of Petaling, Selangor Address B-07-01, Block B, 3 Two Square, Jalan 19/1, 46300 Petaling Jaya, Selangor	Description of property An office unit located on the ground floor of a six- storey shop lot Existing use Apple service centre under the brand name "iTworld"	239,863.0/ 1,539.2	Approximately age of the building 18 years Tenure Leasehold expiring on 6 September 2106	16 May 2017	1,550
SNS Network Malaysia	Particulars of title PM 3894, No. Lot 50859, M1-B-321, Bandar Petaling Jaya, District of Petaling, Selangor Address Block A, 816, Kelana Centre Points, 3, Jalan SS7/19, 47301 Petaling Jaya, Selangor	Description of property A unit of office on the 8th floor of a ten-storey office building, one of the two combined office blocks, which comprises another 13-storey office building Existing use Rented out to Bay Watch ELV System Sdn Bhd ⁽²⁾	337,373.2/ 1,194.8	Approximately age of the building 28 years Tenure Leasehold expiring on 23 January 2094	27 February 2013	185
SNS Network Malaysia	Particulars of title GRN 98935, Lot 42406, Pekan Cempaka, District of Petaling, Selangor Address 42406, Jalan Bukit Mayang Mas, 47301 Petaling Jaya, Selangor ⁽³⁾	Description of property Vacant land currently used as parking lot Existing use Rented out to First City Parking Sdn Bhd ⁽²⁾	35,929.9 / N/A ⁽¹⁾	Approximately age of the building N/A ⁽¹⁾ Tenure Freehold	30 November 2018	25,430

GROUP'S PROPERTIES

Cont'd

Beneficial owner	Particulars of title/ Postal address	Description of property/ Existing use/	Land/ Built-up Area (sq ft)	Age of the Building/ Tenure	Date of acquisition	Audited NBV as at 31 January 2026 (RM'000)
SNS Network Malaysia	Particulars of title GRN 72771, Lot 230753, Mukim Hulu Kinta, District of Kinta, Perak Address 5, Laluan Tawas Damai 6, Anjung Tawas Damai, 30010 Ipoh, Perak	Description of property A unit of double storey shop lot Existing use Storage of past business records	1,399.3/ 2,640.0	Approximately age of the building 4 years Tenure Freehold	9 August 2019	139
SNS Network Malaysia	Particulars of title Geran 613627, Lot 183806, Mukim Tebrau, Johor Bahru, Johor Address Lot 1131, Eco Business Park 2, 81400 Johor Bahru, Johor	Description of property Double-storey cluster factory with office space Existing use Office	7,800.0/ 4,283.0	Approximately age of the building 6 years Tenure Freehold	10 September 2024	1,404
SNS Network Malaysia	Particulars of title Geran 72735, Lot 230723 Mukim Hulu Kinta, District of Kinta, Perak Address 31, Laluan Tawas Damai, Angjung Tawas Damai, 30010 Ipoh, Perak	Description of property A unit of double storey shop lot Existing use Storage of past business records	1,700.7/ 2,640.0	Approximately age of the building 2 years Tenure Freehold	27 September 2024	292
Notebook Plaza	Particulars of title PN 100104, Lot 1486 Seksyen 14, Bandar Petaling Jaya, District of Petaling, Selangor Address 16B, Jalan 14/20, 46100 Petaling Jaya, Selangor	Description of property A unit of four-storey shop office Existing use Notebook Plaza's office (ground floor), Notebook Plaza's storeroom (first floor), YKL Mac Fix Trading ⁽²⁾ (second floor and third floor)	1,496.2/ 6,000.0	Approximately age of the building 29 years Tenure Leasehold expiring on 22 December 2098	27 October 2016	2,981

Notes:

- (1) Not applicable as it is currently a vacant land.
- (2) A non-related party.
- (3) Relates to the land for the construction of our Regional Hub

ANALYSIS OF SHAREHOLDINGS

As at 30 April 2026

SNS NETWORK TECHNOLOGY BERHAD STATISTICS ON SHAREHOLDINGS

as at 30 April 2026

Total Number of Shares Issued	: 1,704,060,376
Class of Shares	: Ordinary Shares
Voting Rights	: One vote per Ordinary Share

ANALYSIS BY SIZE OF SHAREHOLDINGS AS AT 30 APRIL 2026

Size of Shareholdings	No. of Shareholders	% of Shareholders	No. of Shares Held	% of Shareholdings
Less Than 100	34	0.319	584	0.000
100 - 1,000	1,745	16.362	840,794	0.050
1,001 - 10,000	4,777	44.791	27,714,151	1.626
10,001 - 100,000	3,572	33.493	119,308,401	7.001
100,001 To 85,203,018 (*)	534	5.007	606,135,840	35.570
85,203,019 And Above (**)	3	0.028	950,060,606	55.753
Total	10,665	100.000	1,704,060,376	100.000

Notes:-

* Less Than 5% Of Issued Shares

** 5% And Above Of Issued Shares

DIRECTORS' SHAREHOLDINGS

No.	Name of Directors	Direct Interest (A)	%	Indirect Interest (B)	%	Total Interest (A+B)	%
1	DATO' ZULKAPLI BIN AHMAD	100,000	0.01	0	0.00	100,000	0.01
2	KO YUN HUNG	79,439,960	4.66	441,417,370 ⁽¹⁾	25.90	520,857,330	30.56
3	PAH WAI ONN	80,294,960	4.71	441,417,370 ⁽²⁾	25.90	521,712,330	30.61
4	SIOW WEI MING	110,981,728	6.51	1,600,000 ⁽³⁾	0.09	112,581,728	6.60
5	DATO' F'NG MEOW CHENG	440,000	0.03	0	0.00	440,000	0.03
6	MAYLEE GAN SUAT LEE	50,000	0.00	0	0.00	50,000	0.00
7	PROF. DR. ANNA AZRIATI BINTI CHE AZMI	0	0.00	0	0.00	0	0.00

Note:

(1) Deemed interested in the shareholdings of his spouse, Eng Su Fern, pursuant to Section 59(11)(c) of the Companies Act 2016 and through Clover Wealth Sdn. Bhd. pursuant to Section 8 of the Companies Act 2016.

(2) Deemed interested in the shareholdings of his spouse, Tham Sau Har, pursuant to Section 59(11)(c) of the Companies Act 2016 and through Seven One Capital Sdn. Bhd. pursuant to Section 8 of the Companies Act 2016.

(3) Deemed interested in the shareholdings of his spouse, Lim Chai Ling, pursuant to Section 59(11)(c) of the Companies Act 2016.

By virtue of the interest of Ko Yun Hung, Pah Wai Onn and Siow Wei Ming in the shares of the Company, they are also deemed interested in the shares of the subsidiaries to the extent that the Company has interests.

Other than disclosed above, none of the Directors had any interest in shares in the Company or its related companies.

ANALYSIS OF SHAREHOLDINGS

As at 30 April 2026

Cont'd

SUBSTANTIAL SHAREHOLDINGS

According to the Register of Substantial Shareholders required to be kept under Section 144 of the Companies Act 2016, the following are the substantial shareholders of the Company:-

No.	Name of Substantial Shareholders	Direct Interest (A)	%	Indirect Interest (B)	%	Total Interest (A+B)	%
1	KO YUN HUNG	79,439,960	4.66	441,417,370 ⁽¹⁾	25.90	520,857,330	30.56
2	PAH WAI ONN	80,294,960	4.71	441,417,370 ⁽²⁾	25.90	521,712,330	30.61
3	SIOW WEI MING	110,981,728	6.51	1,600,000 ⁽³⁾	0.09	112,581,728	6.60
4	ENG SU FERN	21,877,931	1.28	419,539,439 ⁽⁴⁾	24.62	441,417,370	25.90
5	CLOVER WEALTH SDN. BHD.	419,539,439	24.62	0	0.00	419,539,439	24.62
6	SEVEN ONE CAPITAL SDN. BHD.	419,539,439	24.62	0	0.00	419,539,439	24.62
7	EASTSPRING INVESTMENTS BERHAD	92,841,700	5.45	0	0.00	92,841,700	5.45
8	PRUDENTIAL PLC	0	0.00	100,797,900 ⁽⁵⁾	5.92	100,797,900	5.92

Note:

- (1) Deemed interested in the shareholdings of his spouse, Eng Su Fern, pursuant to Section 59(1)(c) of the Companies Act 2016 and through Clover Wealth Sdn. Bhd. pursuant to Section 8 of the Companies Act 2016.
- (2) Deemed interested in the shareholdings of his spouse, Tham Sau Har, pursuant to Section 59(1)(c) of the Companies Act 2016 and through Seven One Capital Sdn. Bhd. pursuant to Section 8 of the Companies Act 2016.
- (3) Deemed interested in the shareholdings of his spouse, Lim Chai Ling, pursuant to Section 59(1)(c) of the Companies Act 2016.
- (4) Deemed interested in the shareholdings through Clover Wealth Sdn. Bhd. pursuant to Section 8 of the Companies Act 2016.
- (5) Deemed interested in the shareholdings through Eastspring Investments Berhad's Managed Funds and through Eastspring Al-Wara' Investments Berhad's Managed Funds pursuant to Section 8 of the Companies Act 2016.

LIST OF TOP 30 HOLDERS AS AT 30/04/2026

NO.	NAME	HOLDINGS	%
1	CLOVER WEALTH SDN BHD	419,539,439	24.620
2	SEVEN ONE CAPITAL SDN BHD	419,539,439	24.620
3	SIOW WEI MING	110,981,728	6.513
4	CIMSEC NOMINEES (TEMPATAN) SDN BHD CIMB FOR PAH WAI ONN (PB)	50,000,000	2.934
5	CIMSEC NOMINEES (TEMPATAN) SDN BHD CIMB FOR KO YUN HUNG (PB)	50,000,000	2.934
6	DB (MALAYSIA) NOMINEE (TEMPATAN) SENDIRIAN BERHAD DEUTSCHE TRUSTEES MALAYSIA BERHAD FOR EASTSPRING INVESTMENTSSMALL-CAP FUND	32,107,900	1.884
7	CITIGROUP NOMINEES (ASING) SDN BHD CBNY FOR NORGE BANK (FI 17)	22,965,298	1.348
8	SIOW WEI SHAN	22,643,188	1.329
9	CGS INTERNATIONAL NOMINEES MALAYSIA (ASING) SDN. BHD. EXEMPT AN FOR CGS INTERNATIONAL SECURITIES SINGAPORE PTE. LTD. (RETAIL CLIENTS)	22,157,000	1.300

ANALYSIS OF SHAREHOLDINGS

As at 30 April 2026

Cont'd

LIST OF TOP 30 HOLDERS AS AT 30/04/2026 cont'd

NO.	NAME	HOLDINGS	%
10	CARTABAN NOMINEES (TEMPATAN) SDN BHD <i>PRUDENTIAL ASSURANCE MALAYSIA BERHAD FOR PRULINK STRATEGIC FUND</i>	17,465,700	1.025
11	PAH WAI ONN	16,044,960	0.942
12	ENG SU FERN	15,877,931	0.932
13	THAM SAU HAR	15,877,931	0.932
14	KO YUN HUNG	15,339,960	0.900
15	CITIGROUP NOMINEES (TEMPATAN) SDN BHD <i>EMPLOYEES PROVIDENT FUND BOARD (AM INV)</i>	12,821,600	0.752
16	CITIGROUP NOMINEES (TEMPATAN) SDN BHD <i>LEMBAGA TABUNG HAJI (UOB)</i>	11,489,700	0.674
17	LAM YEN LING, DATUK	8,544,100	0.501
18	CITIGROUP NOMINEES (TEMPATAN) SDN BHD <i>KUMPULAN WANG PERSARAAN (DIPERBADANKAN) (ESPG IV SC E)</i>	8,412,500	0.494
19	RHB NOMINEES (TEMPATAN) SDN BHD <i>PLEDGED SECURITIES ACCOUNT FOR PAH WAI ONN</i>	7,250,000	0.425
20	RHB NOMINEES (TEMPATAN) SDN BHD <i>PLEDGED SECURITIES ACCOUNT FOR KO YUN HUNG</i>	7,100,000	0.417
21	CITIGROUP NOMINEES (TEMPATAN) SDN BHD <i>KUMPULAN WANG PERSARAAN (DIPERBADANKAN) (ESPRING ABSR EQ)</i>	6,921,900	0.406
22	CITIGROUP NOMINEES (TEMPATAN) SDN BHD <i>EMPLOYEES PROVIDENT FUND BOARD (EASTSPRINGESG)</i>	6,862,100	0.403
23	RHB NOMINEES (TEMPATAN) SDN BHD <i>PLEDGED SECURITIES ACCOUNT FOR ENG SU FERN</i>	6,000,000	0.352
24	RHB NOMINEES (TEMPATAN) SDN BHD <i>PLEDGED SECURITIES ACCOUNT FOR THAM SAU HAR</i>	6,000,000	0.352
25	RHB NOMINEES (TEMPATAN) SDN BHD <i>PLEDGED SECURITIES ACCOUNT FOR KO YUN HUNG</i>	5,500,000	0.323
26	RHB NOMINEES (TEMPATAN) SDN BHD <i>PLEDGED SECURITIES ACCOUNT FOR PAH WAI ONN</i>	5,500,000	0.323
27	CARTABAN NOMINEES (TEMPATAN) SDN BHD <i>PAMB FOR PRULINK EQUITY FUND</i>	5,383,000	0.316
28	AMANAHRAYA TRUSTEES BERHAD <i>PMB DANA AL-AIMAN</i>	5,000,000	0.293
29	KO SEE MENG	5,000,000	0.293
30	CARTABAN NOMINEES (TEMPATAN) SDN BHD <i>PAMB FOR PRULINK EQUITY INCOME FUND</i>	4,454,500	0.261

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the 2026 Annual General Meeting (“**AGM**”) of SNS Network Technology Berhad (“**SNS**” or “**the Company**”) will be held at Kinta 2 Hall, Hotel Travelodge Ipoh, Jalan Raja Dihilir, 30350 Ipoh, Perak Darul Ridzuan on Thursday, 16 July 2026 at 10.30 a.m. for the purpose of considering and if thought fit, passing with or without modifications the following resolutions:

AGENDA

AS ORDINARY BUSINESS:

Ordinary Resolutions

- | | | |
|----|---|---------------------------------|
| 1. | To receive the Audited Financial Statements for the financial year ended 31 January 2026 together with the Directors’ and Auditors’ Reports thereon. | (Please refer to Note 2) |
| 2. | To approve the payment of Directors’ Fees and Directors’ Benefits for an amount of up to RM330,000 from 2026 AGM until the conclusion of the next AGM of the Company. | Resolution 1 |
| 3. | To re-elect the following Directors retiring by rotation in accordance with Clause 18.4 of the Company’s Constitution: | |
| | 3.1 Dato’ Zulkapli Bin Ahmad | Resolution 2 |
| | 3.2 Pah Wai Onn | Resolution 3 |
| 4. | To re-elect Prof. Dr. Anna Azriati Binti Che Azmi, who was appointed during the year and retiring in accordance with Clause 18.10 of the Company’s Constitution. | Resolution 4 |
| 5. | To re-appoint Messrs Crowe Malaysia PLT as External Auditors of the Company to hold office until the next AGM and to authorise the Directors to fix their remuneration. | Resolution 5 |

AS SPECIAL BUSINESS:

To consider and, if thought fit, pass the following resolutions:

- | | | |
|----|---|---------------------|
| 6. | PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY (“PROPOSED RENEWAL SHARE BUY-BACK AUTHORITY”) | Resolution 6 |
| | <p>“That, subject to the Companies Act, 2016 (“Act”), the provisions of the Company’s Constitution, the Main Market Listing Requirements (“MMLR”) of Bursa Malaysia Securities Berhad (“Bursa Securities”) and the approvals of all relevant governmental and/or regulatory authorities, the Company be and is hereby authorised, to the fullest extent permitted by law, to purchase such amount of ordinary shares in the Company as may be determined by the Directors of the Company from time to time through Bursa Securities upon such terms and conditions as the Directors may deem fit and expedient in the interests of the Company provided that:</p> <p>(a) the aggregate number of ordinary shares which may be purchased and/or held shall not exceed ten per centum (10%) of the total number of issued shares of the Company at the time of purchase;</p> <p>(b) the maximum funds to be allocated by the Company for the purpose of purchasing its ordinary shares shall not exceed the total retained profits of the Company based on the latest audited financial statements and/or the latest management accounts (where applicable) available at the time of purchase; and</p> | |

NOTICE OF ANNUAL GENERAL MEETING

Cont'd

- (c) the Directors of the Company may decide in their absolute discretion either to retain the shares purchased as treasury shares or cancel the shares or retain part of the shares so purchased as treasury shares and cancel the remainder or to resell the shares or distribute the shares as dividends and/or in such manner as may be permitted pursuant to Section 127 of the Companies Act 2016 and the provisions of the MMLR of Bursa Securities and any other relevant authorities.

And that any authority conferred by this resolution may only continue to be in force until:

- (i) the conclusion of the next AGM of the Company following the general meeting at which such resolution was passed at which time it shall lapse unless by ordinary resolution passed at that meeting, the authority is renewed, either unconditionally or subject to conditions;
- (ii) the expiration of the period within which the next AGM after that date is required by law to be held; or
- (iii) revoked or varied by ordinary resolution passed by the shareholders in general meeting,

whichever occurs first.

And that authority be and is hereby given unconditionally and generally to the Directors of the Company to take all such steps as are necessary or expedient (including without limitation, the opening and maintaining of central depository account(s) under the Securities Industry (Central Depositories) Act, 1991, and the entering into of all other agreements, arrangements and guarantee with any party or parties) to implement, finalise and give full effect to the aforesaid purchase with full powers to assent to any conditions, modifications, revaluations, variations and/or amendments (if any) as may be imposed by the relevant authorities and with the fullest power to do all such acts and things thereafter (including without limitation, the cancellation or retention as treasury shares of all or any part of the purchased shares) in accordance with the Act, the provisions of the Constitution of the Company and the MMLR and/or guidelines of Bursa Securities and all other relevant governmental and/or regulatory authorities.”

7. **PROPOSED AUTHORITY TO ALLOT AND ISSUE SHARES IN GENERAL PURSUANT TO SECTIONS 75 AND 76 OF THE COMPANIES ACT, 2016**

Resolution 7

“THAT pursuant to Sections 75 and 76 of the Companies Act, 2016 (“Act”), the Directors be and are hereby empowered to allot and issue shares in the Company at any time and from time to time until the conclusion of the next AGM and upon such terms and conditions and for such purposes as the Directors may, in their absolute discretion, deem fit provided the aggregate number of shares to be issued does not exceed ten per centum (10%) of the total number of issued shares of the Company for the time being, subject always to the Constitution of the Company and approval of all relevant regulatory bodies being obtained for such allotment and issuance.

THAT pursuant to Section 85 of the Act, approval be and is hereby given to waive the statutory pre-emptive rights of the shareholders of the Company to be offered new shares ranking equally to the existing issued shares of the Company arising from issuance of new shares pursuant to this Mandate.

AND THAT the Directors of the Company be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad AND FURTHER THAT such authority shall commence immediately upon the passing of this Resolution and continue to be in force until the conclusion of the next AGM of the Company.”

NOTICE OF ANNUAL GENERAL MEETING

Cont'd

8. To transact any other business of which due notice shall have been given in accordance with the Companies Act 2016.

By Order of the Board

CHAN EOI LENG
(SSM PC No. 202008003055)
(MAICSA 7030866)

CHONG KWAI YOONG
(SSM PC No. 202308000244)
(MAICSA 7075434)

Chartered Secretaries

Ipoh, Perak Darul Ridzuan, Malaysia
26 May 2026

NOTES:

1. PROXY

Only members whose names appear on the Record of Depositors as at 6 July 2026 shall be entitled to attend the AGM or appoint proxies in his/her stead or in the case of a corporation, a duly authorised representative to attend and to vote in his/her stead. A proxy must be 18 years of age and above and may but need not be a member of the Company.

A member, other than an exempt authorised nominee is entitled to appoint one (1) or two (2) proxies to attend and vote instead of him/her. Where a member appoints two (2) proxies, the appointments shall be invalid unless he/she specifies the proportions of his/her holdings to be represented by each proxy. Where a member of the Company is an Exempt Authorised Nominee which holds ordinary shares in the Company in an Omnibus Account, there is no limit to the number of proxies which the Exempt Authorised Nominee may appoint in respect of each Omnibus Account it holds but the proportion of holdings to be represented by each proxy must be specified.

The instrument appointing a proxy shall be in writing under the hand of the appointer or his/her attorney duly authorised in writing or if the appointer is a corporation, either under the corporation's seal or under the hand of an officer or attorney duly authorised. If under the hand of attorney/authorised officer, the Power of Attorney or Letter of Authorisation must be attached. The instrument appointing a proxy or proxies must be deposited at Boardroom Share Registrars Sdn Bhd, 11th Floor, Menara Symphony, No. 5, Jalan Prof. Khoo Kay Kim, Seksyen 13, 46200 Petaling Jaya, Selangor Darul Ehsan not less than 48 hours before the holding of the meeting or any adjournment thereof either by hand, post, courier or electronic mail to bsr.proxy@boardroomlimited.com before the Form of Proxy lodgement cut-off time as mentioned above. Alternatively, the proxy form can be submitted by electronic means through the Share Registrar's website, Boardroom Smart Investor Portal. Kindly follow the link at <https://investor.boardroomlimited.com> to login and deposit your proxy form electronically, also forty-eight (48) hours before the meeting.

2. AUDITED FINANCIAL STATEMENTS

Agenda 1 is meant for discussion only as Section 340(1) of the Companies Act 2016 requires the Audited Financial Statements to be laid before the Company at the AGM and they do not require shareholders' approval. Hence, Agenda 1 will not be put forward for voting.

NOTICE OF ANNUAL GENERAL MEETING

Cont'd

3. DIRECTORS' FEES AND BENEFITS

Section 230 (1) of the Companies Act 2016 provides amongst others, that "fees" of the directors and "any benefits" payable to directors of a listed company and its subsidiaries shall be approved at a general meeting.

Pursuant thereto, shareholders' approval is sought under Ordinary Resolution 1 on payment of Directors' Fees and Directors' Benefits of the Company. Based on the Remuneration Committees' recommendation, the Board decided that the Directors' Fees per annum (p.a.) shall remain unchanged.

Summary of the Payment of Directors' Fees and Directors' Benefits to Directors are as follows:

Description	Directors' Fees
Chairman of the Board and Chairman of the Audit & Risk Management Committee ("ARMC")	RM50,000 per annum
Executive and non-Executive Directors	RM40,000 per annum

Description	Director
Meeting Allowance per Non-Executive Director	RM800 per Director per day
Travelling Allowances per Non-Executive Director	RM500 per trip (2 ways)

Note:

The Directors' Benefits payable to the Non-Executive Directors is calculated based on the current composition of the Board and Board Committees and the number of meetings scheduled for the Board and Board Committees and include all benefits payable to the Non-Executive Directors, such as meeting allowances and etc.

4. RE-ELECTION OF DIRECTORS

Dato' Zulkapli Bin Ahmad and Pah Wai Onn are standing for re-election as Directors of the Company and being eligible have offered themselves for re-election at this AGM.

Prof. Dr. Anna Azriati Binti Che Azmi, who was appointed as Director of the Company during the year, is standing for re-election as Director of the Company and being eligible, has offered herself for re-election at this AGM.

The Board has via the Nomination Committee conducted an assessment on the effectiveness and contributions of the said retiring Directors including their skills, experience, competency, and commitment, and has recommended for them to be re-elected to the Board. The profiles of the retiring Directors are set out in the Profile of Directors of the Annual Report 2026.

5. RE-APPOINTMENT OF EXTERNAL AUDITORS

The ARMC has carried out an assessment of the suitability and independence of the external auditors, Messrs Crowe Malaysia PLT. The ARMC in its assessment also found Messrs Crowe Malaysia PLT to be sufficiently objective and independent and was satisfied with the suitability based on the quality of audit, performance, competency and sufficiency of resources in terms of their audit team provided to the Group.

The Board therefore approved the ARMC's recommendation that the re-appointment of Messrs Crowe Malaysia PLT as external auditors of the Company be put forward for the shareholders' approval at the 2026 AGM.

6. PROPOSED RENEWAL OF SHARE BUY-BACK AUTHORITY

The proposed Resolution 6, if passed, will empower the Company to purchase and/or hold up to ten per centum (10%) of the total number of issued shares of the Company. This authority unless revoked or varied by the Company at a general meeting will expire at the conclusion of the next annual general meeting of the Company or within which the next annual general meeting after the date is required by law to be held, whichever occurs first.

NOTICE OF ANNUAL GENERAL MEETING

Cont'd

7. PROPOSED AUTHORITY TO ALLOT AND ISSUE SHARES IN GENERAL PURSUANT TO SECTIONS 75 AND 76 OF THE COMPANIES ACT, 2016

The proposed Resolution 7, if passed, will empower the Directors of the Company, from the date of the above AGM until the next AGM to allot and issue shares in the Company up to an amount not exceeding in total ten per centum (10%) of the total issued shares of the Company for the time being for such purposes as the Directors consider would be in the interests of the Company. This authority, unless revoked or varied by the Company in a general meeting, will expire at the conclusion of the next AGM of the Company.

The general mandate sought for allotment and issue of shares is a renewal of the general mandate sought in the preceding year. As at the date of Notice, no new shares in the Company were issued pursuant to the mandate granted to the Directors at the 2025 AGM held on 10 July 2025 and hence no proceeds were raised therefrom. The general mandate will provide flexibility for the Company for any possible fundraising activities, including but not limited to placing shares for the purpose of funding future investment project(s), working capital and/or acquisitions.

At this juncture, there is no decision to issue new shares, but the Directors consider it desirable to have the flexibility permitted to respond to market developments and to enable allotments to take place to finance business opportunities without making a pre-emptive offer to existing shareholders. If there should be a decision to issue new shares after the general mandate is obtained, the Company will make an announcement in respect thereof.

Annual Report 2026 and Corporate Governance Report 2026

The Annual Report 2026 and Corporate Governance Report 2026 can be downloaded at www.sns.com.my



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SNS NETWORK

SNS NETWORK TECHNOLOGY BERHAD
[201601002835 (1173761-W)]
(Incorporated in Malaysia)

No. of shares held	
CDS A/C No.	
Telephone No.	
E-mail Address	

FORM OF PROXY

I/We _____ (FULL NAME IN BLOCK CAPITALS)

NRIC No./Registration No. _____ of _____

_____ (FULL ADDRESS) being a member of

SNS Network Technology Berhad hereby appoint the following person(s):

Proxy	Full Name (in Block Letters) NRIC/Passport No.	Tel. No.	Email Address	No. of Shares	%
1					
	NRIC/Passport No. :				
2					
	NRIC/Passport No. :				

or failing him/her, the Chairman of the Meeting as my/our proxy, to vote for me/us and on my/our behalf at the 2026 Annual General Meeting of the Company to be held on 16 July 2026 and at any adjournment thereof in the manner indicated below in respect of the following Resolutions:

Ordinary Business	Ordinary Resolutions	For	Against
The payment of Directors' Fees and Directors' Benefits	1		
The re-election of Directors:			
- Dato' Zulkapli Bin Ahmad	2		
- Pah Wai Onn	3		
- Prof. Dr. Anna Azriati Binti Che Azmi	4		
Re-appointment of Messrs Crowe Malaysia PLT as External Auditors and to authorize the Directors to fix their remuneration	5		
Special Business			
Proposed Renewal of Share Buy-Back Authority	6		
Proposed Authority to Allot and Issue Shares	7		

Please indicate with (√) and (X) how you wish your vote to be cast. If you do not indicate how you wish your proxy to vote on any resolution, the proxy shall vote as he thinks fit, or at his discretion, abstain from voting.

Date:

Signature of Shareholder/
(Common Seal & Signature)

NOTES:

- Pursuant to Paragraph 8.29A of the Listing Requirements, voting at general meeting will be conducted by poll rather than show of hands. Poll Administrator and Independent Scrutineers will be appointed to conduct the polling process and verify the results of the poll respectively.
- Only members whose names appear on the Record of Depositors as at 6 July 2026 shall be entitled to attend the Annual General Meeting or appoint proxies in his/her stead or in the case of a corporation, a duly authorised representative to attend and to vote in his/her stead.
- A member entitled to attend and vote at the Meeting is entitled to appoint one (1) or two (2) proxies to attend and vote instead of him. A proxy must be 18 years of age or above and may but need not be a member of the Company. Where a member appoints two (2) proxies, the appointments shall be invalid unless he/she specifies the proportions of his/her holdings to be represented by each proxy.
- Where a member of the Company is an Exempt Authorised Nominee which holds ordinary shares in the Company in an Omnibus Account, there is no limit to the number of proxies which the Exempt Authorised Nominee may appoint in respect of each Omnibus Account it holds but the proportion of holdings to be represented by each proxy must be specified.
- The instrument appointing a proxy shall be in writing under the hand of the appointer or his/her attorney duly authorised in writing or if the appointer is a corporation, either under the corporation's seal or under the hand of an officer or attorney duly authorised. If under the hand of attorney/authorised officer, the Power of Attorney or Letter of Authorisation must be attached.
- The instrument appointing a proxy must be deposited at the Share Registrar's office of the Company, Boardroom Share Registrars Sdn. Bhd. at 11th Floor, Menara Symphony, No. 5, Jalan Prof. Khoo Kay Kim, Seksyen 13, 46200 Petaling Jaya, Selangor, Malaysia not less than 48 hours before the time appointed for holding the Meeting or adjourned Meeting either by hand, post, courier or electronic mail to bsr.proxy@boardroomlimited.com or fax (603)78904670 before the Form of Proxy lodgement cut-off time as mentioned above, otherwise the instrument of proxy should not be treated as valid. Alternatively, the proxy form can be submitted by electronic means through the Share Registrar's website, Boardroom Smart Investors Portal. Kindly follow the link at <https://investor.boardroomlimited.com/> to login and deposit your proxy form electronically, also forty-eight (48) hours before the meeting.
- Personal Data Privacy – By submitting an instrument appointing a proxy(ies) and/or representative(s) to attend, speak and vote at the AGM and/or any adjournment thereof, a member of the Company hereby agree and consent that any of your personal data in our possession shall be processed by us in accordance with the Personal Data Protection Act 2010. Further, you hereby warrant that relevant consent has been obtained by you for us to process any third party's personal data in accordance with the said Act.

Fold this flap for sealing

Then fold here

Affix
Stamp

The Share Registrar

SNS Network Technology Berhad

[Registration No. 201601002835 (1173761-W)]

Level 11, Menara Symphony,
5, Jalan Prof. Khoo Kay Kim,
Seksyen 13,
46200 Petaling Jaya,
Selangor

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