

SRKK AI BERHAD

Registration No: 202101023109(1423409-A)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

TA Securities Holdings Berhad ("TA Securities"), being the Sponsor, is responsible for the admission of SRKK AI Berhad to the ACE Market of Bursa Malaysia Securities Berhad, tentatively on 9 July 2026. TA Securities assumes no responsibility for the contents of this unaudited interim financial report for the first quarter ended 31 March 2026.

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 MARCH 2026⁽³⁾**

	Note	<---Individual Quarter--->		<--Cumulative Quarter-->	
		Current year	Preceding year	Current year-	Preceding
		quarter	quarter	to-date	year-to-date
		31.03.2026	31.03.2025 ⁽⁴⁾	31.03.2026	31.03.2025 ⁽⁴⁾
		RM'000	RM'000	RM'000	RM'000
Revenue	A9	31,424	N/A	31,424	N/A
Cost of sales		(24,170)	N/A	(24,170)	N/A
Gross profit		7,254	N/A	7,254	N/A
Other income		181	N/A	181	N/A
Selling and distribution expenses		(361)	N/A	(361)	N/A
Administrative expenses		(5,082)	N/A	(5,082)	N/A
Other expenses		(383)	N/A	(383)	N/A
Finance costs		(50)	N/A	(50)	N/A
Profit before tax⁽¹⁾		1,559	N/A	1,559	N/A
Income tax expenses	B5	(238)	N/A	(238)	N/A
Profit after tax⁽²⁾		1,321	N/A	1,321	N/A
Other comprehensive expenses					
Items that will be reclassified subsequently to profit or loss:					
- Foreign currency translation differences		(18)	N/A	(18)	N/A
Total comprehensive income		1,303	N/A	1,303	N/A
Profit after tax attributable to:					
Owners of the Company		1,321	N/A	1,321	N/A
Non-controlling interests		-	N/A	-	N/A

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 MARCH 2026⁽³⁾ (continued)**

		<---Individual Quarter--->		<---Cumulative Quarter--->	
	Note	Current year quarter 31.03.2026 RM'000	Preceding year quarter 31.03.2025 ⁽⁴⁾ RM'000	Current year- to-date 31.03.2026 RM'000	Preceding year-to-date 31.03.2025 ⁽⁴⁾ RM'000
Total comprehensive income attributable to:					
Owners of the Company		1,303	N/A	1,303	N/A
Non-controlling interests		-	N/A	-	N/A
		1,303	N/A	1,303	N/A
Earnings per share (sen)					
- Basic/Diluted ⁽⁵⁾	B12	0.47	N/A	0.47	N/A

Notes:

N/A – Not applicable

- (1) Profit before tax for the current financial quarter and financial period-to-date ended 31 March 2026 was arrived at after charging non-recurring listing expenses of approximately RM0.70 million. For illustration purposes, the Company's profit before tax after adjusting for the non-recurring listing expenses, for the current financial quarter and financial period-to-date ended 31 March 2026, are as follows:

	Individual Quarter Current year quarter 31.03.2026 RM'000	Cumulative Quarter Current year-to-date 31.03.2026 RM'000
Profit before tax	1,559	1,559
Add: Listing expenses	698	698
Adjusted profit before tax	2,257	2,257

- (2) Profit after tax for the current financial quarter and financial period-to-date ended 31 March 2026 was arrived at after charging non-recurring listing expenses of approximately RM0.70 million. For illustration purposes, the Company's profit after tax after adjusting for the non-recurring listing expenses, for the current financial quarter and financial period-to-date ended 31 March 2026, are as follows:

	Individual Quarter Current year quarter 31.03.2026 RM'000	Cumulative Quarter Current year-to-date 31.03.2026 RM'000
Profit after tax	1,321	1,321
Add: Listing expenses	698	698
Adjusted profit after tax	2,019	2,019

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

- (3) The basis of preparation of the Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Accountants' Report dated **3 June 2026** ("**Accountants' Report**") as disclosed in the prospectus of SRKK AI Berhad ("**SRKK**" or "**Company**") dated 18 June 2026 ("**Prospectus**") and the accompanying explanatory notes attached to this interim financial report.
- (4) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2026 announced in compliance with the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("**Bursa Securities**") ("**Listing Requirements**"). There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.
- (5) Basic earnings per share ("**EPS**") is calculated based on the profit attributable to owners of the Company divided by the Company's enlarged issued share capital of 284,000,000 ordinary shares upon the Company's listing on the ACE Market of Bursa Securities. The diluted EPS of the Company is equivalent to the basic EPS as the Company does not have any dilutive instruments as at the end of the financial period.

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2026⁽¹⁾**

	Unaudited 31.03.2026 RM'000	Audited 31.12.2025 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	6,342	5,554
Right-of-use assets	1,587	1,250
Finance lease receivable	650	775
Intangible assets	42	45
Development cost	309	333
Deferred tax assets	169	169
	9,099	8,126
CURRENT ASSETS		
Inventories	2,162	645
Finance lease receivable	485	471
Trade receivables	23,831	20,338
Other receivables, deposits and prepayments	2,183	1,248
Contract assets	2,434	2,489
Short-term investment with a financial institution	1,613	1,022
Current tax assets	663	609
Fixed deposit with a licensed bank	299	299
Cash and bank balances	3,201	4,608
	36,871	31,729
TOTAL ASSETS	45,970	39,855
EQUITY AND LIABILITIES		
EQUITY		
Share capital	100	100
Retained profits	16,122	14,801
Reserves	(121)	(103)
Equity attributable to owners of the Company	16,101	14,798
Non-controlling interests	-	-
TOTAL EQUITY	16,101	14,798

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2026⁽¹⁾ (continued)**

		Unaudited 31.03.2026 RM'000	Audited 31.12.2025 RM'000
	Note		
NON-CURRENT LIABILITIES			
Lease liabilities	B8	1,338	1,055
Loans and borrowings	B8	823	-
Deferred tax liabilities		36	36
		<u>2,197</u>	<u>1,091</u>
CURRENT LIABILITIES			
Trade payables		23,006	17,341
Other payables and accruals		1,969	3,498
Contract liabilities		275	222
Amount owing to related companies		8	-
Lease liabilities	B8	317	252
Loans and borrowings	B8	1,665	2,143
Current tax liabilities		432	510
		<u>27,672</u>	<u>23,966</u>
TOTAL LIABILITIES		<u>29,869</u>	<u>25,057</u>
TOTAL EQUITY AND LIABILITIES		<u>45,970</u>	<u>39,855</u>
Net assets per ordinary share attributable to owners of the Company (RM) ⁽²⁾			
		0.06	0.05

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Financial Position is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in Section 13 of the Prospectus dated 18 June 2026 and the accompanying explanatory notes attached to this interim financial report.
- (2) Net assets per share is calculated based on the net assets divided by the Company's enlarged issued share capital of 284,000,000 shares upon the Company's listing on the ACE Market of Bursa Securities.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 31 MARCH 2026^{(1) (2)}**

	<--Non-distributable-->			Distributable	Attributable to Owners of the Company	Total Equity
	Share Capital	Restructuring Deficit	Foreign Exchange Translation Reserve	Retained Profits	RM'000	RM'000
	RM'000	RM'000	RM'000	RM'000		
At 1 January 2026 (Audited)	100	(158)	55	14,801	14,798	14,798
Profit after taxation for the financial period	-	-	-	1,321	1,321	1,321
Other comprehensive expenses for the financial period						
- Foreign exchange translation differences	-	-	(18)	-	(18)	(18)
Total comprehensive income for the financial period	-	-	(18)	1,321	1,303	1,303
At 31 March 2026 (Unaudited)	100	(158)	37	16,122	16,101	16,101

Notes:

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Section 13 of Prospectus dated 18 June 2026 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2026 announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 31 MARCH 2026⁽¹⁾**

	Current year-to-date 31.03.2026 RM'000	Preceding year-to-date 31.03.2025⁽²⁾ RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	1,559	N/A
Adjustments for:		
Amortisation of intangible asset	3	N/A
Amortisation of development cost	24	N/A
Depreciation of property, plant and equipment	601	N/A
Depreciation of right-of-use assets	86	N/A
Interest expenses on lease liabilities	28	N/A
Interest expenses	22	N/A
Interest income	(100)	N/A
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	2,223	N/A
Decrease in contract assets	55	N/A
Increase in contract liabilities	53	N/A
Increase in inventories	(1,518)	N/A
Increase in trade and other receivables	(4,444)	N/A
Increase in trade and other payables	4,160	N/A
Increase in amount owing to related company	8	N/A
Cash from operations	537	N/A
Income tax paid	(370)	N/A
NET CASH FROM OPERATING ACTIVITIES	167	N/A
CASH FLOWS FOR INVESTING ACTIVITIES		
Purchase of equipment	(1,398)	N/A
Interest received	100	N/A
Repayment from finance lease receivables	112	N/A
NET CASH FOR INVESTING ACTIVITIES	(1,186)	N/A

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 31 MARCH 2026⁽¹⁾ (continued)**

	Current year-to-date 31.03.2026 RM'000	Preceding year-to-date 31.03.2025⁽²⁾ RM'000
CASH FLOW FROM FINANCING ACTIVITIES		
Drawdown of term loans	847	N/A
Repayment of term loans	(23)	N/A
Repayment of lease liabilities	(76)	N/A
Repayment of lease interests	(28)	N/A
Net repayment to banker acceptance	(479)	N/A
Interest paid	(22)	N/A
NET CASH FROM FINANCING ACTIVITIES	<u>219</u>	<u>N/A</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(800)	N/A
EFFECTS OF FOREIGN EXCHANGE TRANSLATION	(16)	N/A
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	5,630	N/A
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD⁽³⁾	<u>4,814</u>	<u>N/A</u>

Notes:

N/A – Not applicable

- (1) The basis of preparation of the Unaudited Condensed Consolidated Statement of Cash Flows is disclosed in Note A1 and should be read in conjunction with the Accountants' Report as disclosed in the Section 13 of Prospectus dated 18 June 2026 and the accompanying explanatory notes attached to this interim financial report.
- (2) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2026 announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FIRST QUARTER ENDED 31 MARCH 2026⁽¹⁾ (continued)

(3) Cash and cash equivalents at the end of the financial period consist of:

	Current year-to-date 31.03.2026 RM'000	Preceding year corresponding year-to-date 31.03.2025⁽²⁾ RM'000
Fixed deposit with a licensed bank	299	N/A
Short term investment	1,613	N/A
Cash and bank balances	3,201	N/A
	5,113	N/A
Less: Fixed deposits pledged and with tenure of more than 3 months	(299)	N/A
	4,814	N/A

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SRKK AI BERHAD

Registration No: 202101023109(1423409-A)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

NOTES TO THE INTERIM FINANCIAL REPORT

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial statements of SRKK AI Berhad and its subsidiaries ("**Group**") are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards ("**MFRS**") 134: Interim Financial Reporting issued by the Malaysian Accounting Standards ("**MASB**") and Rules 9.22 and Appendix 9B of the Listing Requirements.

This is the Company's first interim financial statements on the unaudited condensed consolidated financial results announced by the Company in compliance with the Listing Requirements. As such, there are no comparative figures for the preceding year's corresponding period.

The interim financial statements should be read in conjunction with the Accountants' Report as disclosed in the Section 13 of the Prospectus dated 18 June 2026 and the accompanying explanatory notes attached to this interim financial report.

A2. Significant Accounting Policies

The Group 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 period:-

(a) MFRSs, Amendments to MFRSs and Interpretations adopted

For the preparation of the financial statements, the following accounting standards and amendments of the MFRS framework issued by the MASB are mandatory for the first time for the current financial period:

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

Amendments to MFRS 121: Lack of Exchangeability

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

NOTES TO THE INTERIM FINANCIAL REPORT (continued)**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (continued)****A2. Significant Accounting Policies (continued)****(a) MFRSs, Amendments to MFRSs and Interpretations adopted (continued)**

The adoption of the abovementioned accounting standards and amendments are not expected to have any material impact on the financial statements of the Group.

(b) New MFRSs and amendments to MFRS that have been issued, but yet to be effective

As at the date of authorisation of the unaudited interim financial report, the following Standards were issued but not yet effective and have not been adopted by the Group:

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

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

NOTES TO THE INTERIM FINANCIAL REPORT (continued)

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (continued)

The adoption above accounting standards and/or interpretations (including the consequential amendments, if any) is expected to have no material impact on the financial statements of the Group 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 combined and consolidated financial statements of the Group has yet to be assessed.

A3. Auditors' report of preceding annual audited financial statements

There was no qualification on the audited financial statements of the Company and its subsidiaries for the financial year ended 31 December 2025.

A4. Seasonal or cyclical factors

The business operations of the Group were not affected by any seasonal or cyclical trend during the current financial quarter under review and financial year-to-date.

A5. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no extraordinary and exceptional items of unusual nature affecting the assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review and year-to-date.

A6. Changes in estimates

There were no material changes in the estimates that have a material effect to the Group during the current quarter under review and year-to-date.

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**NOTES TO THE INTERIM FINANCIAL REPORT (continued)****A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (continued)****A7. Debt and equity securities**

There were no issuances, cancellation, repurchases, resales and repayment of debts and equity securities during the current quarter under review and year-to-date.

A8. Dividends Paid

The Company did not pay any dividend for the current quarter under review and year-to-date.

A9. Segmental information

The segmental information based on the business segments and geographical location are as follows:-

(a) Analysis of revenue by business segments

	<---Individual Quarter-->		<---Cumulative Quarter-->	
	Current year quarter	Preceding year quarter	Current year- to-date	Preceding year-to-date
	31.03.2026	31.03.2025	31.03.2026	31.03.2025
	RM'000	RM'000	RM'000	RM'000
Non-recurring income model				
IT consultation and project implementation services	3,868	N/A	3,868	N/A
Sale of IT hardware and software products	10,100	N/A	10,100	N/A
IT managed services	31	N/A	31	N/A
Recurring income model				
Rental of IT hardware and software products	928	N/A	928	N/A
Cloud services	14,156	N/A	14,156	N/A
IT managed services	1,135	N/A	1,135	N/A
Data analytics and business intelligence solutions	1,206	N/A	1,206	N/A
Total	31,424	N/A	31,424	N/A

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**NOTES TO THE INTERIM FINANCIAL REPORT (continued)****A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (continued)****A9. Segmental information (continued)**

The segmental information based on the business segments and geographical location are as follows:- (continued)

- (b) Analysis of revenue by geographical location where our operating subsidiary companies are located.

	<--Individual Quarter-->		<--Cumulative Quarter-->	
	Current year quarter	Preceding year quarter	Current year- to-date	Preceding year-to-date
	31.03.2026	31.03.2025	31.03.2026	31.03.2025
	RM'000	RM'000	RM'000	RM'000
Malaysia	23,587	N/A	23,587	N/A
Singapore	7,605	N/A	7,605	N/A
Others	231	N/A	231	N/A
Total	31,423	N/A	31,423	N/A

Notes:

N/A – Not applicable

- (1) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2026 announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

A10. Valuation of property, plant and equipment

There was no valuation of property, plant and equipment in the current financial quarter under review.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

NOTES TO THE INTERIM FINANCIAL REPORT (continued)**A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (continued)****A11. Material events subsequent to the end of the current financial quarter**

Save for the corporate proposals disclosed below, there were no other material events subsequent to the end of the current financial quarter under review that have not been reflected in this interim financial report.

- (a) In conjunction with, and as an integral part of the Company's listing on the ACE Market of Bursa Securities, the Company had on 10 April 2026 completed a subdivision of all the existing 10,000,000 Shares in issue into 220,000,000 Shares (i.e., subdivision of every 1 existing Share into 22 subdivided Shares). The subdivision of SRKK AI Shares does not have any financial impact to consolidated financial position of SRKK AI.
- (b) In conjunction with the Company's listing on the ACE Market of Bursa Securities, the Company issued its Prospectus for its initial public offering ("**IPO**") entailing the following:
 - (i) Public issue of 64,000,000 new shares ("**Public Issue Shares**") at an IPO price of RM0.32 per share in the following manner:
 - a) 14,200,000 Public Issue Shares for application by the Malaysia Public;
 - b) 17,040,000 Public Issue Shares for application by our eligible Directors and employees of the Group;
 - c) 32,760,000 Public Issue Shares by way of private placement to selected investors; and
 - (ii) Offer for sales of 13,000,000 existing ordinary shares by way of private placement to selected investors.

Upon completion of the IPO, the Company is expected to be admitted to the Official List of Bursa Securities and the Company's entire enlarged issued share capital of 284,000,000 shares shall be listed and quoted on the ACE Market of Bursa Securities on 9 July 2026.

A12. Changes in the composition of the Group

There were no material changes to the composition of the Group during the current financial quarter under review.

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**NOTES TO THE INTERIM FINANCIAL REPORT (continued)****A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS 134, INTERIM FINANCIAL REPORTING (continued)****A13. Contingent liabilities and contingent assets**

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

A14. Capital commitments

	31.03.2026
	RM'000
Purchases of property, plant and equipment	<u>853</u>

A15. Related party transactions

Save as disclosed below, there were no other significant related party transactions during the current quarter and year-to-date under review:

	<----Individual Quarter-->		<--Cumulative Quarter-->	
	Current year quarter 31.03.2026 RM'000	Preceding year quarter 31.03.2025 RM'000	Current year- to-date 31.03.2026 RM'000	Preceding year-to-date 31.03.2025 RM'000
<u>Related Companies:-</u>				
- Rental expense	(104)	N/A	(104)	N/A
- Payment on behalf by	<u>(17)</u>	<u>N/A</u>	<u>(17)</u>	<u>N/A</u>

Note:

N/A – Not applicable

This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2026 announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD****B1. Review of performance**

	<---Individual Quarter--->		<---Cumulative Quarter--->	
	Current year quarter 31.03.2026 RM'000	Preceding year quarter 31.03.2025 RM'000	Current year- to-date 31.03.2026 RM'000	Preceding year-to-date 31.03.2025 RM'000
Revenue	31,424	N/A	31,424	N/A
Gross profit ("GP")	7,254	N/A	7,254	N/A
Profit before tax	1,559	N/A	1,559	N/A
Profit after tax	1,321	N/A	1,321	N/A

Note:

N/A – Not applicable

- (1) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2026 announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

The Group recorded revenue of RM31.42 million for the current financial quarter and year-to-date ended 31 March 2026 respectively.

The Group's revenue was mainly derived from cloud services and sale of IT hardware and software products as well as IT consultation and project implementation services, which accounted for approximately 45.05%, 32.14% and 12.31% of the total revenue respectively for the current financial quarter and year-to-date ended 31 March 2026.

The Group's cost of sales mainly constituted costs incurred for the purchase of IT hardware and software, direct labour costs and other direct costs required for the provision of the Group's digital transformation solutions and products. The Group recorded cost of sales of RM24.17 million, representing approximately 76.92% of the Group's revenue, for the current financial quarter and year-to-date ended 31 March 2026.

The Group recorded a GP of RM7.25 million (GP margin of 23.08%) for the current quarter and year-to-date ended 31 March 2026. The GP margin of 23.08% recorded is consistent with the range achieved over the past 3 financial years, ranging from 21.94% to 24.75%.

As disclosed in note A9 above, 55.45% of the Group's revenue were derived from recurring income model, reflecting the Group's continued shift in revenue mix towards its recurring income model (FYE 2025: revenue from recurring income model – 52.79%).

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B1. Review of performance (continued)**

Further, the Group recorded a profit before tax of RM1.56 million and profit after tax ("**PAT**") of RM1.32 million, respectively for the current quarter and year-to-date ended 31 March 2026 after deducting, among others, the following:

- (i) non-recurring listing expenses of RM0.70 million incurred in connection to the IPO. Excluding such expenses, the Group's adjusted profit before tax and adjusted PAT would be RM2.26 million and RM2.02 million respectively. The Group's PAT and PAT margins for the past 3 financial years and the current financial quarter ended 31 March 2026, is illustrated as follows:

	FYE 2023	FYE 2024	FYE 2025	Current year-to-date ended 31 March 2026
Profit after tax (RM'000)	4,342	5,008	6,805	1,321
Add: Listing expenses (RM'000)	398	994	822	698
Adjusted PAT (RM'000)	4,740	6,002	7,627	2,019
Adjusted PAT margin (%)	6.30	6.35	6.80	6.43

- (ii) administrative expenses of RM4.38 million (excluding the listing expenses of RM0.70 million). The Group's administrative expenses mainly comprise staff costs incurred to strengthen its headcount and operational resources ahead of the business strategies and future plans as set out in note B3.

This is the first interim financial report announced in compliance with the Listing Requirements. As such, there are no comparative figures for the corresponding preceding quarter results.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B2. Comparison with immediate preceding quarter's results

This is the first interim financial report announced in compliance with the Listing Requirements. As such, there are no comparative figures for the immediate preceding quarter results.

B3. Prospects of the Group

The outlook of the digital transformation solutions industry remains encouraging. Demand for cloud services, artificial intelligence ("AI")-enabled solutions, business workflow automation and data analytics solutions continue to be supported by amongst others, organisations' ongoing digitalisation efforts, government initiatives to drive adoption of technology, and rapid pace of technological evolution and introduction of new trends, which would drive demand for digital transformation solutions.

According to the Independent Market Research Report dated 21 May 2026, the industry sizes of IT services, cloud services, IT hardware and software products, as well as data analytics and business intelligence solutions in Malaysia are forecast to grow at CAGRs of 3.1%, 20.3%, 5.8% and 20.9% between 2026 and 2028, respectively. The digital transformation solutions industry in Singapore is forecast to grow at a CAGR of 9.2%, from an estimated SGD43.8 billion (RM143.5 billion) in 2026 to SGD52.2 billion (RM171.0 billion) in 2028 while the digital transformation industry in Indonesia is forecast to grow at a CAGR of 9.8% between 2026 and 2028.

As a digital transformation solution provider, the Group stands to benefit from the growth of the industry and believes that its business model and expanding regional footprint position it well to capitalise on emerging opportunities.

As disclosed in the Prospectus, the Group's business strategies and future plans are as follows:

- (i) To set up an AI labs and AI academy to grow the IT advisory and consulting service sub-segment. In line with the advancement in digital transformation solutions and the shift of the industry to introduce solutions integrated with AI capabilities, SRKK recognises a need amongst corporations and government-linked corporations to understand how their operational activities can be modernised with such solutions. SRKK thus intend to capitalise on this opportunity to provide IT advisory and consulting services with a focus on creating a digital transformation roadmap using solutions with AI capabilities. The AI labs will serve as collaborative spaces for ideating, prototyping, and testing digital transformation solutions using third-party hardware, software and cloud subscriptions that have AI capabilities.
- (ii) To set up SRKK's own Security Operations Centre ("SOC") to grow the managed cybersecurity services sub-segment. The SOC will serve as the central hub for real-time detection, analysis and mitigation of cybersecurity incidents. With the establishment of SRKK's own SOC, SRKK and its subsidiaries (the "Group") will also have more autonomy over the type of solutions used in the SOC, thus allowing the Group to use Microsoft brand of IT hardware, software and cloud subscriptions which would allow the Group to strengthen its relationship with Microsoft Corporation as a Principal.

SRKK AI BERHAD

Registration No: 202101023109(1423409-A)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B3. Prospects of the Group (continued)

- (iii) To develop the Group's data analytics and business intelligence solutions. The Group currently offers data analytics and business intelligence solutions, which involve building platforms that serve as the foundation for data analytics. Some of these platforms are built using third-party solutions which have AI capabilities. Moving forward, the Group plans to expand this segment by developing and owning the intellectual property to software solutions that can be licensed and sold to multiple businesses. The Group expects these solutions will enhance its competitiveness amongst other solutions providers in the market.
- (iv) To expand geographically in Southeast Asia, particularly in Indonesia. At present, the Group mainly serve customers in Malaysia and Singapore. Establishing IT advisory and consulting services in Jakarta, Indonesia, will enable the Group to raise awareness among potential customers about opportunities for digital transformation solutions within their organisations.
- (v) As at 29 June 2026, the Group has an order book of RM31.78 million. Meantime, the Group's recurring revenue of cloud services and IT managed services remains in place.

Premised on the above, the Group remains confident in its long-term growth potential and is optimistic of achieving satisfactory financial performance for the financial year ending 31 December 2026 and in the future.

B4. Variance of actual profits from forecast profits

The Group did not issue any profit forecast or profit guarantee in the current financial quarter under review and year-to-date.

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B5. Tax expense**

	<----Individual Quarter--->		<--Cumulative Quarter--->	
	Preceding			
	Current year	year	Current year-	Preceding
	quarter	quarter	to-date	year-to-date
	31.03.2026	31.03.2025	31.03.2026	31.03.2025
	RM'000	RM'000	RM'000	RM'000
Current tax expense	238	N/A	238	N/A
Effective tax rate ⁽²⁾ (%)	15.27%	N/A	15.27%	N/A
Statutory tax rate (%)	24%	N/A	24%	N/A

Notes:

N/A – Not applicable

- (1) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2026 announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.
- (2) The Group's effective tax rate of 15.27% for the cumulative period ended 31 March 2026 is lower than applicable statutory tax rates of 24%, mainly attributable to the different tax rates applicable to the one of the subsidiaries within the Group.

B6. Status of corporate proposals

Save for the IPO as disclosed in A11 above, there are no other corporate proposals announced by the Company but not completed as at the date of this interim financial report.

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B7. Utilisation of proceeds**

The gross proceeds to be raised from the IPO amounting to RM20.48 million is intended to be utilised in the following manner:-

Details of use of proceeds	RM'000	%	Estimated timeframe for utilisation from the date of listing
Strategic growth initiatives in AI:	4,000	19.53	Within 24 months
(a) Setting-up and launching of AI labs and AI academy			
(b) Develop our own data analytics software and business intelligence solutions			
Geographical expansion by setting-up an IT advisory and consulting office in Jakarta, Indonesia	1,840	8.98	Within 24 months
Building a SOC	3,700	18.07	Within 24 months
Branding, marketing and promotional activities	1,800	8.79	Within 24 months
Working capital	4,640	22.66	Within 24 months
Estimated listing expenses	4,500	21.97	Within 1 month
Total	20,480	100.00	

The utilisation of proceeds as disclosed above should be read in conjunction with the Prospectus of the Company dated 18 June 2026. As at the date of this interim financial report, the IPO has yet to be completed and hence, the proceeds have yet to be raised and utilised by the Group.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B8. Loans and borrowings**

The Group's loans and borrowings were as follows:

	Unaudited	
	As at 31.03.2026	
	Current	Non-current
	RM'000	RM'000
<u>Secured and guaranteed</u>		
Term loans	24	823
Bankers' acceptance	731	-
Invoice financing	910	-
<u>Unsecured and unguaranteed</u>		
Lease liabilities	317	1,338
Total	1,982	2,161

These borrowings are secured and denominated in Ringgit Malaysia.

B9. Derivative financial instruments

The Group did not enter into any derivatives during the current financial quarter under review and year-to-date.

B10. Material litigation

As at the date of this report, the Group is not involved in any material litigations or arbitrations either as a defendant or plaintiff and the Board is not aware of any proceedings pending or of any fact likely to give rise to any proceedings.

B11. Dividends Proposed

No dividend has been proposed or declared for payment by the Board of the Company during the current financial quarter and year-to-date under review.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B12. Earnings per share**

The basic and diluted earnings per share for the current quarter and financial period is calculated as follows:

	<Individual Quarter>		<Cumulative Quarter>	
	Current year quarter 31.03.2026	Preceding year quarter 31.03.2025	Current year to-date 31.03.2026	Preceding year-to-date 31.03.2025
Profit attributable to owners of the Company (RM'000)	1,321	N/A	1,321	N/A
Number of ordinary shares ('000)	284,000	N/A	284,000	N/A
Basic/Diluted EPS (sen) ⁽²⁾	0.47	N/A	0.47	N/A

Notes:

N/A – Not applicable

- (1) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2026 announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.
- (2) Basic EPS is calculated based on the profit attributable to owners of the Company divided by the Company's enlarged issued share capital of 284,000,000 Shares upon the Company's listing on the ACE Market of Bursa Securities.
- (3) The diluted EPS of the Company is equivalent to the basic EPS as the Company does not have any dilutive instruments as at the end of the financial period.

[THE REST OF THIS PAGE IS INTENTIONALLY LEFT BLANK]

SRKK AI BERHAD**Registration No: 202101023109(1423409-A)**

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026**B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)****B13. Notes to the statement of profit or loss and other comprehensive income**

Profit for the period was derived after taking into consideration of the following:-

	<Individual Quarter>		<Cumulative Quarter>	
	Current year quarter	Preceding year quarter ⁽¹⁾	Current year-to- date	Preceding year-to- date ⁽¹⁾
	31.03.2026	31.03.2025	31.03.2026	31.03.2025
	RM'000	RM'000	RM'000	RM'000
Profit before taxation is arrived at after charging/(crediting):-				
Amortisation of:				
- intangible asset	2	N/A	2	N/A
- development cost	25	N/A	25	N/A
Depreciation:				
- property, plant and equipment	601	N/A	601	N/A
- right-of-use assets	86	N/A	86	N/A
Directors' remuneration	825	N/A	825	N/A
Interest expense on financial liabilities that are not at fair value through profit or loss:				
- bankers' acceptance	17	N/A	17	N/A
- term loan	5	N/A	5	N/A
Interest expense on lease liabilities	28	N/A	28	N/A
Listing expenses	698	N/A	698	N/A
Loss on foreign exchange:				
- realised	163	N/A	163	N/A
Staff costs (including other key management personnel)				
- short-term employee benefits	3,815	N/A	3,815	N/A
- defined contribution benefits	567	N/A	567	N/A
- others	215	N/A	215	N/A
Interest income:				
- finance lease receivables	(42)	N/A	(42)	N/A
- short-term investments	(6)	N/A	(6)	N/A
- current account	(52)	N/A	(52)	N/A
Marketing income received from supplier	(49)	N/A	(49)	N/A

SRKK AI BERHAD

Registration No: 202101023109(1423409-A)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2026

B. ADDITIONAL INFORMATION REQUIRED BY THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD (continued)

B13. Notes to the statement of profit or loss and other comprehensive income (continued)

Notes:

N/A – Not applicable

- (1) This is the first interim financial report on the Company's unaudited condensed consolidated financial results for the first (1st) quarter ended 31 March 2026 announced in compliance with the Listing Requirements. There are no comparative figures for the preceding corresponding quarter and year-to-date as no interim financial report was prepared for the comparative financial period concerned.

Other disclosure items as required under Appendix 9B of the Listing Requirements are not applicable.

B14. Authorisation for issue

The interim financial report was authorised for issue by the Board of Directors of the Company in accordance with a resolution passed by the Board of Directors on 7 July 2026.

BY ORDER OF THE BOARD SRKK AI BERHAD
7 July 2026