PRESS RELEASE

For immediate publication

Favourable product mix propels SRKK AI's margin expansion in 2Q26

- 2Q26 gross margin reaches 25.9% on increased demand for IT consulting and project implementation, and data analytics and business intelligence services
- 2Q26 recurring revenue contribution reaches 59.1%; orderbook amounts to RM30.5 million as at 31 July 2026
- Declares maiden dividend of 1.0 sen per share to be paid on 19 November 2026, comprising 0.3 sen interim dividend and 0.7 sen one-off special dividend

Selangor, Malaysia, 24 August 2026 – Technology company SRKK AI Berhad ("SRKK AI") saw its favourable product mix expand gross margin to 25.9% in the second quarter ended 30 June 2026 ("2Q26") from 23.1% in the first quarter ended 31 March 2026 ("1Q26"), led by increased contribution for Information Technology ("IT") consulting and project implementation, as well as data analytics and business intelligence services.

This enabled SRKK AI to maintain adjusted profit after tax ("PAT") of RM2.0 million in 2Q26, despite a slight 3.7% dip in revenue to RM30.2 million versus the preceding quarter's RM31.4 million.

Recurring income – consisting of cloud services, data analytics and business intelligence solutions, IT managed services, and rental of hardware and software – contributed RM17.9 million or 59.1% of 2Q26 revenue.

This marks a steady climb in recurring revenue contribution compared to 55.5% in 1Q26, and 52.8% in the financial year ended 31 December 2025 ("FYE 2025").

SRKK AI was listed on the ACE Market of Bursa Malaysia Securities Berhad on 9 July 2026, with the Initial Public Offering ("IPO") raising RM20.5 million in proceeds. As this is SRKK AI's second interim financial report, there are no comparative figures for the previous corresponding quarter and period.

For the first half ended 30 June 2026 ("1H2026"), SRKK AI revenue amounted to RM61.7 million, representing 55.0% of RM112.2 million achieved in FYE2025. Of 1H26 topline, 57.3% was derived from recurring income.

1H26 gross profit reached RM15.1 million, making up 60.0% of FYE2025's RM25.1 million. 1H26 gross margin rose to 24.5%, from 22.4% in FYE2025.

Excluding RM0.8 million in non-recurring listing expenses, 1H26 adjusted PAT stood at RM4.0 million, constituting 52.6% of RM7.6 million in FYE2025.

SRKK AI reported an order book of RM30.5 million as at 31 July 2026.

SRKK AI Executive Director and Chief Executive Officer Yew Lip Sin said, “We are steadfast in charting meaningful growth by focusing on our higher-margin services, while retaining a healthy balance of recurring revenue. We intend to accelerate this momentum going forward, as we build a stronger foundation with our IPO proceeds.”

SRKK AI declared maiden dividend of 1.0 sen per share, comprising interim dividend of 0.3 sen per share, and one-off special dividend of 0.7 sen per share. The dividends will be paid on 19 November 2026 to shareholders on the Record of Depositors as of 23 October 2026.

Of note, the one-off special dividend does not affect SRKK AI’s dividend policy. The Board's ordinary dividend approach remains guided by the policy of distributing at least 20% of consolidated profits after tax attributable to shareholders.

SRKK AI implements end-to-end digital transformation solutions for enterprises, and embeds AI into enterprises’ Information Technology (“IT”) lifecycles, across cybersecurity, business workflows, cloud, software, and analytics.

SRKK AI is one of the direct bill partners of Microsoft, and the first Malaysian solution provider to earn all 6 Microsoft Solution Partner designations under the Microsoft AI Cloud Partner Program.

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About SRKK AI Berhad (www.srkk.com)

SRKK AI – through its group of companies – is an end-to-end digital transformation consultancy operating in Malaysia, Singapore and Indonesia. SRKK AI helps enterprises unlock their full potential through integrated solutions in Artificial Intelligence (“AI”) and IT consultation and project implementation, data analytics and business intelligence solutions, cloud services, IT managed services and sale and rental of IT hardware and software.

SRKK AI has formed strategic partnerships with leading technology principals, and is recognised as the first Malaysian solution provider to obtain all Microsoft Solution Partner designations under the Microsoft AI Cloud Partner Program.

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