



LEADER STEEL HOLDINGS BERHAD
(Registration No. 199301012471 (267209-K))
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

	NOTE	CURRENT QUARTER ENDED 30 JUNE			CUMULATIVE PERIOD ENDED 30 JUNE		
		2025 RM'000 (Unaudited)	2024 RM'000 (Unaudited)	Changes (%)	2025 RM'000 (Unaudited)	2024 RM'000 (Unaudited)	Changes (%)
Continuing operations							
Revenue		31,883	41,769	-24	63,318	82,119	-23
Cost of sales		(30,832)	(38,893)		(61,335)	(74,329)	
Gross profit		1,051	2,876	-63	1,983	7,790	-75
Other income		761	854		1,698	14,769	
Distribution expenses		(782)	(796)		(1,552)	(1,579)	
Administrative expenses		(2,959)	(2,912)		(5,515)	(11,890)	
Finance costs		(305)	(658)		(690)	(1,383)	
(Loss)/Profit before tax	A7	(2,234)	(636)	-251	(4,076)	7,707	-153
Tax expenses	B5	(6)	(134)		(11)	(800)	
(LOSS)/PROFIT FOR THE PERIOD, REPRESENTING TOTAL COMPREHENSIVE (LOSS)/INCOME		(2,240)	(770)		(4,087)	6,907	
Net (loss)/profit for the financial period attributable to:-							
Equity holders of the company		(2,237)	(769)		(4,083)	6,910	
Non-controlling interests		(3)	(1)		(4)	(3)	
NET (LOSS)/PROFIT		(2,240)	(770)		(4,087)	6,907	
Total comprehensive (loss)/income for the financial period attributable to:-							
Equity holders of the company		(2,237)	(769)		(4,083)	6,910	
Non-controlling interests		(3)	(1)		(4)	(3)	
TOTAL COMPREHENSIVE (LOSS)/INCOME		(2,240)	(770)		(4,087)	6,907	
Basic (loss)/earnings per share (sen)	B11	(1.45)	(0.50)		(2.64)	4.47	
Diluted (loss)/earnings per share (sen)	B11	(1.45)	(0.50)		(2.64)	4.47	

The condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2024.



LEADER STEEL HOLDINGS BERHAD
(Registration No. 199301012471 (267209-K))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2025

	NOTE	30 JUNE 2025 RM'000 (Unaudited)	31 DEC 2024 RM'000 (Audited)
ASSETS			
Property, plant and equipment		258,257	255,290
Investment properties		52,000	52,000
Right-of-use assets		35,146	37,298
Goodwill		58	58
TOTAL NON-CURRENT ASSETS		345,461	344,646
Inventories		38,344	42,115
Receivables, deposits and prepayments		26,554	31,536
Current tax assets		2,310	1,878
Cash and bank balances		15,131	25,262
Other investments	B8	6,627	16,046
TOTAL CURRENT ASSETS		88,966	116,837
TOTAL ASSETS		434,427	461,483
EQUITY			
Share capital		75,028	75,028
Treasury shares		(2,419)	(2,419)
Reserves		266,908	270,991
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE COMPANY		339,517	343,600
Non-controlling interests		33	37
TOTAL EQUITY		339,550	343,637
LIABILITIES			
Borrowings	B9	19,341	20,686
Lease liabilities		115	209
Deferred tax liabilities		31,816	31,816
TOTAL NON-CURRENT LIABILITIES		51,272	52,711
Trade, other payables and accruals		9,396	17,631
Borrowings	B9	33,941	47,057
Lease liabilities		251	379
Current tax liabilities		17	68
TOTAL CURRENT LIABILITIES		43,605	65,135
TOTAL LIABILITIES		94,877	117,846
TOTAL EQUITY AND LIABILITIES		434,427	461,483
Net Assets Per Share (Sen)		219	222

The condensed consolidated statement of financial position should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2024.



LEADER STEEL HOLDINGS BERHAD
(Registration No. 199301012471 (267209-K))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

	30 JUNE 2025 RM'000	30 JUNE 2024 RM'000
(Loss)/Profit before tax	(4,076)	7,707
Adjustments for:		
Depreciation and amortisation	2,761	2,949
Impairment losses on inventories	0	1,000
Impairment losses on property, plant and equipment	0	5,000
Interest expenses	690	1,383
Interest income	(50)	(31)
Unrealised loss on foreign exchange	0	6
Distribution income from other investments	(161)	(266)
Gain on disposal of property, plant and equipment	0	(12,759)
Operating (loss)/profit before working capital changes	(836)	4,989
Changes in:-		
Inventories	3,771	(6,232)
Receivables, deposits and prepayments	4,982	1,485
Trade, other payables and accruals	(8,234)	(9,170)
Cash used in operations	(317)	(8,928)
Tax paid	(494)	(1,616)
Interest paid	(690)	(1,383)
Interest received	50	31
Net cash used in operating activities	(1,451)	(11,896)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	0	42,560
Purchase of property, plant and equipment	(3,576)	(1,898)
Purchase of right-of-use assets	0	(38)
Net investment in other investments	9,580	(22,246)
Net cash from investing activities	6,004	18,378
CASH FLOWS FROM FINANCING ACTIVITIES		
Net decrease in short-term loans and borrowings	(14,431)	(27,478)
Purchase of treasury shares	0	(209)
Payments of lease liabilities	(223)	(384)
Proceeds from issuance of share	0	52
Repayments of term loans	(1,346)	(652)
Proceed from term loans	0	24,690
Net cash used in financing activities	(16,000)	(3,981)
Currency translation differences	0	0
Net (decrease)/increase in cash and cash equivalents	(11,447)	2,501
Cash and cash equivalents brought forward	25,251	5,959
Cash and cash equivalents carried forward	13,804	8,460
<u>Cash and cash equivalents carried forward</u>		
Cash and cash equivalents	15,131	8,777
Bank overdrafts	(1,327)	(317)
	13,804	8,460



LEADER STEEL HOLDINGS BERHAD
(Registration No. 199301012471 (267209-K))
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

	Attributable to equity holders of the Company					Equity attributable to owners of the Company	Non-Controlling Interests	Total Equity
	Share Capital RM'000	Revaluation Surplus RM'000	Employee share option reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2025	75,028	174,000	1,034	(2,419)	95,957	343,600	37	343,637
Loss for the financial period	0	0	0	0	(4,083)	(4,083)	(4)	(4,087)
Total comprehensive loss for the period	0	0	0	0	(4,083)	(4,083)	(4)	(4,087)
Transactions with owners								
Purchase of treasury shares	0	0	0	0	0	0	0	0
Total transactions with owners	0	0	0	0	0	0	0	0
Balance as at 30 June 2025	75,028	174,000	1,034	(2,419)	91,874	339,517	33	339,550

	Attributable to equity holders of the Company					Equity attributable to owners of the Company	Non-Controlling Interests	Total Equity
	Share Capital RM'000	Revaluation Surplus RM'000	Employee share option reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000	RM'000	RM'000	RM'000
Balance as at 1 January 2024	74,654	197,358	1,153	(2,210)	73,442	344,397	44	344,441
Profit for the financial period	0	0	0	0	6,910	6,910	(3)	6,907
Realisation of revaluation reserve	0	(23,358)	0	0	23,358	0	0	0
Total comprehensive (loss)/income for the period	0	(23,358)	0	0	30,268	6,910	(3)	6,907
Transactions with owners								
Purchase of treasury shares	0	0	0	(209)	0	(209)	0	(209)
Issuance of ordinary shares pursuant to ESOS	73	0	(21)	0	0	52	0	52
Total transactions with owners	73	0	(21)	(209)	0	(157)	0	(157)
Balance as at 30 June 2024	74,727	174,000	1,132	(2,419)	103,710	351,150	41	351,191

The condensed consolidated statement of changes in equity should be read in conjunction with the accompanying explanatory notes attached to the interim financial statements and the audited financial statements for the year ended 31 December 2024

LEADER STEEL HOLDINGS BERHAD

(Registration No. 199301012471 (267209-K))

(Incorporated in Malaysia)

A. NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with Malaysian Financial Reporting Standards 134 (MFRS 134): “Interim Financial Reporting” and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements also comply with IAS 34, Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2024.

The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the audited consolidated financial statements of the Leader Steel Holdings Berhad and its subsidiaries (“the Group”) for the financial year ended 31 December 2024.

Adoption of Standards, Amendments and Issues Committee (“IC”) Interpretations and changes in accounting policies

During the financial period, the Group has adopted the following Standards, Amendments and IC Interpretations:

Amendments to MFRS 121 *Lack of Exchangeability*

Adoption of the above Standards did not have any material effect on the financial performance or position of the Group.

Standards issued but not yet effective

The following are Standards of the MFRS Framework that have been issued by the Malaysian Accounting Standards Board (“MASB”) but have not been earlier adopted by the Group:

Title	Effective Date
Amendments to MFRS 9 and MFRS 7 <i>Amendments to the Classification and Measurement of Financial Instruments</i>	1 January 2026
Annual Improvements to MFRS Accounting Standards—Volume 11	1 January 2026
Amendments to MFRS 9 and MFRS 7 <i>Contracts Referencing Nature - dependent Electricity</i>	1 January 2026
MFRS 18 <i>Presentation and Disclosure in Financial Statements</i>	1 January 2027
MFRS 19 <i>Subsidiaries without Public Accountability: Disclosures</i>	1 January 2027
Amendments to MFRS 10 and MFRS 128 <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

The Group is in the process of assessing the impact of implementing these Standards, since the effects would only be observable for future financial periods.

A2. Seasonal or Cyclical Factors

The business of the Group was not affected by any significant seasonal or cyclical factors.

A3. Unusual Items

There were no items of unusual nature, size or incidence which affect assets, liabilities, equity, net income or cash flows during the current quarter under review.

A4. Changes in Accounting Estimates

There were no changes in accounting estimates of amounts reported in prior year that have a material effect in the current quarter under review.

A5. Debts and Equity or Securities

There were no issuance, cancellations, resale and repayment of debt and equity securities for the current quarter and period under review.

A6. Dividend

No dividend has been paid or proposed for the current quarter under review.

A7. (Loss)/Profit before tax

Current Quarter Ended		Cumulative Period Ended	
30-June 2025	30-June 2024	30-June 2025	30-June 2024
RM'000	RM'000	RM'000	RM'000

(Loss)/Profit before tax is arrived at after charging

Depreciation and amortisation	1,378	1,477	2,761	2,949
Interest expense	305	658	690	1,383
Foreign exchange loss	63	22	72	29
Unrealised foreign exchange loss	0	6	0	6
Impairment losses on				
- inventories	0	0	0	1,000
- property, plant and equipment	0	0	0	5,000
Other income				
- Rental income	(610)	(563)	(1,329)	(1,573)
- Gain on disposal of property, plant and equipment	0	0	0	(12,759)
- Interest income	(34)	(24)	(50)	(31)
- Distribution of income from other investments	(139)	(266)	(161)	(266)
- Unrealised foreign exchange loss	21	64	0	0
- Foreign exchange (gain)/loss	(14)	1	(41)	0
- Others	15	(66)	(117)	(140)
	(761)	(854)	(1,698)	(14,769)

A8. Segment Information

Segmental reporting for the cumulative period ended 30 June 2025 is as below:

Cumulative Period Ended 30 June 2025	Manufacturing & Trading of Steel Products ("Steel Segment") RM'000	Trading & Processing of Minerals ("Mineral Segment") RM'000	Eliminations RM'000	Consolidated RM'000
Revenue				
- External	63,318	0	0	63,318
Total Revenue	63,318	0	0	63,318
Results				
Operating loss	(350)	(275)	0	(625)
Depreciation and amortisation	(2,657)	(104)	0	(2,761)
Finance cost	(685)	(5)	0	(690)
Tax expenses	(11)	0	0	(11)
Segment loss	(3,703)	(384)	0	(4,087)
Cumulative Period Ended 30 June 2024				
Revenue				
- External	74,314	7,805	0	82,119
Total Revenue	74,314	7,805	0	82,119
Results				
Operating profit	4,485	795	0	5,280
Depreciation and amortisation	(2,824)	(125)	0	(2,949)
Gain on disposal of property, plant and equipment	12,759	0	0	12,759
Impairment losses on - inventories	0	(1,000)	0	(1,000)
- property, plant and equipment	(5,000)	0	0	(5,000)
Finance cost	(1,361)	(22)	0	(1,383)
Tax expenses	(638)	(162)	0	(800)
Segment profit/(loss)	7,421	(514)	0	6,907

A9. Events after the Interim Period

There were no subsequent events to the interim period.

A10. Changes in the Composition of the Group

There were no changes in the composition of the Group during the financial period.

A11. Capital Commitment

	As at 30.06.2025 RM'000	As at 31.12.2024 RM'000
Capital expenditure in respect of purchase of property, plant and equipment: Contracted but not provided for	0	7,600

A12. Changes in Contingent Liabilities

	As at 30.06.2025 RM'000	As at 31.12.2024 RM'000
Unsecured		
Corporate guarantees given to banks for credit facilities granted to		
- subsidiaries	212,180	212,180
Amount utilised		
- subsidiaries	53,282	67,743

A13. Significant Recurrent Related Party Transactions

Companies in which certain directors are deemed to have substantial financial interests	Cumulative Period ended 30 June 2025
Eonmetall Group Berhad and its subsidiaries	RM'000
Sales and purchases of goods	439
Rental income	446

(The remaining of this page is intentionally left blank)

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Current quarter compared to the corresponding quarter of previous year

For the Quarter

The Group recorded revenue of RM31.88 million for the current quarter, down RM9.89 million from RM41.77 million in the same quarter last year, mainly due to lower sales across all segments.

The Steel Segment posted revenue of RM31.88 million, a decrease of RM3.21 million from RM35.09 million a year earlier, driven by lower average selling prices.

No revenue was recorded in the Mineral Segment; this compares with RM6.68 million in the corresponding quarter of 2024. The absence of revenue was mainly due to unfavourable trading conditions.

The Group posted a loss before tax of RM2.23 million, compared to a loss of RM0.64 million in the same quarter last year, due to lower revenue and margin compression attributable to a drop in selling prices, in line with the decline in global steel prices.

For year to date

Revenue for the period ended 30 June 2025 was RM63.32 million, down RM18.80 million, or 22.89%, from RM82.12 million in the corresponding period of 2024, due to lower sales contributions from all segments.

The Group recorded a loss before tax of RM4.08 million, compared to a profit of RM7.71 million a year earlier, representing a deterioration of RM11.79 million, or 152.92%. The decline was mainly due to weaker Steel Segment profitability, the absence of Mineral Segment sales, and the non-recurrence of an RM12.8 million land disposal gain in 2024, partly offset by lower administrative expenses reflecting the absence of prior-year impairment losses of RM5.0 million on property, plant and equipment, and RM1.0 million on inventories.

B2. Current quarter compared to the preceding quarter

	Current Quarter ended 30 June 2025 RM'000	Preceding Quarter Ended 31 Mar 2025 RM'000	Changes (%)
Revenue	31,883	31,435	1.43%
Gross Profit	1,051	932	12.77%
Loss Before Tax	(2,234)	(1,842)	-21.28%

The Group recorded revenue of RM31.88 million, up RM0.44 million, or 1.43%, from RM31.44 million in the preceding quarter, mainly due to slightly higher sales in the Steel Segment driven by increased demand.

B2. Current quarter compared to the preceding quarter (Cont'd)

The Group posted a loss before tax of RM2.23 million, compared to RM1.84 million in the preceding quarter, representing a wider loss of RM0.39 million, or 21.28%. Losses in the preceding quarter were lower due to the reversal of an overprovision for bonuses relating to the previous financial year.

B3. Prospects

The steel industry, both globally and in Malaysia, continues to face overcapacity and weakening demand.

The United States of America (“USA”) recently announced the imposition of a 19% tariff on Malaysian exports to the USA and various tariff rates on its other trading partners. This has added further uncertainty to the global trade landscape. Although the Group is not directly affected by the USA’s tariffs, it is unable to gauge the potential second-order effects on profitability.

The Group’s production cost may also be impacted by the new electricity tariff implemented in July 2025.

The Group, however, expects the Mineral Segment to resume exports of mineral products in the second half of the financial year.

The Group will continue to be vigilant in managing its operations and prudent in the utilisation of its resources.

B4. Profit Forecast

Not applicable as no profit forecast was issued.

B5. Tax expenses

	Current Quarter		Cumulative Period	
	ended 30 June		ended 30 June	
	2025	2024	2025	2024
	RM’000	RM’000	RM’000	RM’000
- Current tax	(6)	(134)	(11)	(800)
Total tax expenses	(6)	(134)	(11)	(800)

Income tax is calculated at the Malaysian statutory tax rate of 24%.

B6. Audit Report

The audited report of the preceding annual financial statements ended 31 December 2024 was not subject to any qualification.

B7. Status of Corporate Proposal Announced

There are no other corporate proposals announced but not completed as at the date of issue of this announcement.

B8. Other investments

	As at 30.06.2025 RM'000	As at 31.12.2024 RM'000
Current		
Short-term funds	<u>6,627</u>	<u>16,046</u>

B9. Borrowings

	As at 30.06.2025 RM'000	As at 31.12.2024 RM'000
Current		
<i>Secured</i>		
Banker overdraft	1,326	11
Bankers' acceptances	30,146	44,577
Term loans	<u>2,469</u>	<u>2,469</u>
	<u>33,941</u>	<u>47,057</u>
Non-current		
<i>Secured</i>		
Term loans	<u>19,341</u>	<u>20,686</u>
	<u>19,341</u>	<u>20,686</u>

Borrowings which are denominated in RM are subject to floating interest rate.

Interest expenses amounting to RM0.5 million were capitalized under property, plant, and equipment during the cumulative period ended 30 June 2025.

B10. Changes in Material Litigation

There were no material litigations as at the date of this announcement.

(The remaining of this page is intentionally left blank)

B11. Basic and Diluted Earnings per Share (“EPS”)

	Current Quarter Ended 30-June		Cumulative Period Ended 30-June	
	2025	2024	2025	2024
Net (loss)/ earnings attributable to ordinary equity holders of the Company (RM'000)	(2,237)	(769)	(4,083)	6,910
Weighted average number of ordinary shares ('000)	154,588	154,453	154,588	154,493
Basic (loss)/earning per share (sen)	(1.45)	(0.50)	(2.64)	4.47

Diluted earnings per ordinary share is the same as basic earnings per ordinary shares as there is no dilutive potential ordinary share outstanding during the period.

By the order of the Board

Datin Tan Pak Say
Managing Director
Penang

27 August 2025