ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 31 MAY 2026

	UNAUDITED AS AT 31/05/2026 RM'000	AUDITED AS AT 31/05/2025 RM'000
ASSETS		
Non-current assets		
Investments (Note 1)	517,247	379,724
Current assets		
Other receivables and prepayments	2,334	2,115
Current tax assets	220	788
Fixed deposits with licensed institutions	76,675	118,373
Bank balances	10,057	14,389
	89,286	135,665
TOTAL ASSETS	606,533	515,389
EQUITY AND LIABILITIES		
Equity		
Share capital	143,026	143,026
Fair value reserves	207,173	88,952
Retained profits	255,657	282,747
Total equity attributable to owners of the Company	605,856	514,725
Current liabilities		
Other payables and accruals	677	664
TOTAL LIABILITIES	677	664
TOTAL EQUITY AND LIABILITIES	606,533	515,389
Net asset value per share (RM) (Note 2)	4.30	3.65

Notes:-

1. Investments shown here as at 31 May 2026 are taken at market value.
2. The net asset value per share of the Company is calculated based on the net assets at the end of the reporting period of RM605,856,301 (31.05.2025 : RM514,725,005) divided by the number of shares in issue at the end of the reporting period of 141,036,359 (31.05.2025 : 141,036,359).

(The Condensed Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2025)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF PROFIT OR LOSS
FOR THE QUARTER AND YEAR TO DATE ENDED 31 MAY 2026

	INDIVIDUAL QUARTER*		CUMULATIVE QUARTER**	
	CURRENT YEAR QUARTER 31/05/2026 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/05/2025 RM'000	CURRENT YEAR TO DATE 31/05/2026 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/05/2025 RM'000
Revenue (Note B2)	**4,282**	**5,043**	**13,086**	**14,473**
Other income	-	-	-	35
Operating expenses (Note B2)				
- Professional fees and other operating expenses	(3,020)	(2,545)	(11,336)	(11,307)
Profit before taxation	1,262	2,498	1,750	3,201
Taxation (Note B6)	(68)	(177)	(438)	(596)
Profit after taxation	**1,194**	**2,321**	**1,312**	**2,605**
Earnings per share (sen)				
- Basic (Note B11)	0.85	1.65	0.93	1.85
- Diluted (Note B11)	0.85	1.65	0.93	1.85

* 4th Quarter
** For the 12 months of the financial year

(The Condensed Statement of Profit or Loss should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2025)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MAY 2026

	INDIVIDUAL QUARTER*		CUMULATIVE QUARTER**	
	CURRENT YEAR QUARTER 31/05/2026 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/05/2025 RM'000	CURRENT YEAR TO DATE 31/05/2026 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/05/2025 RM'000
Profit for the year	1,194	2,321	1,312	2,605
Other comprehensive income/ (expenses):				
Items that may be recycled to Retained Profits:				
Net fair value changes in investments	47,584	7,319	108,914	(80,188)
Total comprehensive income/ (expenses) for the year	**48,778**	**9,640**	**110,226**	**(77,583)**

* 4th Quarter
** For the 12 months of the financial year

(The Condensed Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2025)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MAY 2026

	Non-distributable		*Distributable*	
	Share Capital RM'000	**FVOCI Reserve RM'000**	**Retained Profits RM'000**	**Total Equity RM'000**
At 31.05.2024/ 01.06.2024	140,000	210,497	252,639	603,136
Profit after taxation	-	-	2,605	2,605
Other comprehensive (expenses)/income:				
-Fair value changes of equity instruments	-	(80,188)	-	(80,188)
Total comprehensive (expenses)/income for the year	-	(80,188)	2,605	(77,583)
Transfer to retained profits arising from disposal of investments	-	(41,357)	41,357	-
Transactions with owners of the Company:				
-Issuance of ordinary share pursuant to Divided Reinvestment Plan ("DRP")	3,026	-	(3,026)	-
-Interim dividend paid	-	-	(10,828)	(10,828)
	3,026	-	(13,854)	(10,828)
At 31.05.2025	**143,026**	**88,952**	**282,747**	**514,725**
At 31.05.2025/ 01.06.2025	143,026	88,952	282,747	514,725
Profit after taxation	-	-	1,312	1,312
Other comprehensive income:				
-Fair value changes of equity instruments	-	108,914	-	108,914
Total comprehensive income for the year	-	108,914	1,312	110,226
Transfer to retained profits arising from disposal of investments	-	9,307	(9,307)	-
Transactions with owners of the Company:				
-Interim dividend declared	-	-	(19,095)	(19,095)
At 31.05.2026	**143,026**	**207,173**	**255,657**	**605,856**

(The Condensed Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2025)

ICAPITAL.BIZ BERHAD 200401036389 (674900-X)
CONDENSED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MAY 2026

	12 MONTHS ENDED 31/05/2026 RM'000	12 MONTHS ENDED 31/05/2025 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit before taxation	1,750	3,201
Increase in other receivables, deposit and prepayments	(219)	(89)
Decrease in other payables and accruals	13	92
Proceeds from disposal of quoted investments	27,390	62,711
Purchase of quoted investments	(55,998)	(9,264)
CASH FROM OPERATIONS	(27,064)	56,651
Income tax paid	(610)	(756)
Income tax refund	739	-
NET CASH FROM OPERATING ACTIVITES	(26,935)	55,895
CASH FLOWS FOR INVESTING ACTIVITY		
Withdrawal/(Additions) of fixed deposits with tenure more than 3 months	107,934	(46,307)
CASH FLOWS FOR FINANCING ACTIVITY		
Proceeds from issuance of shares	-	3,026
Dividend Paid	(19,095)	(13,854)
	(19,095)	(10,828)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	61,904	(1,240)
CASH AND CASH EQUIVALENTS AS AT 1 JUNE	24,828	26,068
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	86,732	24,828

Cash and cash equivalents comprise the following:-

Fixed deposits with licensed institutions	76,675	118,373
Bank balances	10,057	14,389
	86,732	132,762
Less:-		
Fixed deposits with tenure of more than 3 months	-	(107,934)
	86,732	24,828

(The Condensed Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31 May 2025)

PART A - EXPLANATORY NOTES

A1 Basis of preparation

The condensed interim financial statements, other than for financial instruments have been prepared under the historical cost convention.

This Condensed Report has also been prepared in accordance with the requirements of MFRS 134 ***Interim Financial Reporting***, International Accounting Standard (IAS) 34 ***Interim Financial Reporting*** and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This Condensed Report should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 May 2025. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Company since the financial year ended 31 May 2025.

A2 Significant accounting policies

2.1 Changes in Accounting Policies

During the current quarter, the Company has adopted the following new accounting standards and/or interpretations (including the consequential amendments, if any):-

MFRSs and/or IC Interpretations (Including The Consequential Amendments)
Amendments to MFRS 16: Lease Liability in a Sale and Leaseback
Amendments to MFRS 101: Classification of Liabilities as Current or Non-current
Amendments to MFRS 101: Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS 7: Supplier Finance Arrangements

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

The Company has not applied in advance the following accounting standards and/or interpretations (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
Amendments to MFRS 121: Lack of Exchangeability	1 January 2025
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
Annual Improvements to MFRS Accounting Standards - Volume 11	1 January 2026
MFRS 18 Presentation and Disclosure in Financial Statements	1 January 2027
MFRS 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred

The adoption of the 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 Company upon its initial application except as follows:-

MFRS 18 'Presentation and Disclosure in Financial Statements' will replace MFRS 101 'Presentation of Financial Statements' upon its adoption. This new standard sets out the new requirements for the presentation and disclosure of information in the primary financial statements and notes. The potential impact of the new standard on the financial statements of the Company has yet to be assessed.

A2 Significant accounting policies (con't)

2.2 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) Impairment of Non-Trade Receivables

The loss allowances for non-trade financial assets are based on assumptions about risk of default (probability of default) and expected if a default happens (loss given default). It also requires the Company to assess whether there is a significant increase in credit risk of the non-trade financial asset at the reporting date. The Company 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 amount of other receivables as at the reporting date is disclosed in Note 6 to the financial statements.

(b) Income Taxes

There are certain transactions and computations for which the ultimate tax determination may be different from the initial estimate. The Company recognises 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 and deferred tax balances in the period in which such determination is made.

Critical Judgements Made in Applying Accounting Policies

Management believes that there are no instances of application of critical judgement in applying the Company's accounting policies which will have a significant effect on the amounts recognised in the financial statements.

2.3 Financial Instruments

(a) Financial Assets

Financial Assets At Amortised Cost

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

Financial Assets Through Other Comprehensive Income

The financial assets are initially measured at fair value plus transaction costs. Subsequent to the initial recognition, the financial assets are remeasured to their fair values at the reporting date with fair value changes taken up in other comprehensive income and accumulated in the fair value reserve, except for the recognition of impairment, interest income and foreign exchange difference of a debt instrument which are recognised directly in profit or loss. The fair value changes do not include interest and dividend income.

(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.

2.4 Net Asset Value Per Ordinary Share

Net asset value per ordinary share is calculated by dividing the net assets by the number of ordinary shares issued at the end of the reporting period.

2.5 Revenue and Other Operating Income

(a) Dividend Income

Dividend income from investment is recognised when the right to receive dividend payment is established.

(b) Interest Income

Interest income is recognised on an accrual basis using the effective interest method.

A3 Auditors' opinion on preceding annual financial statements

The Company's Financial Statements for the financial year ended 31 May 2025 were not qualified by the auditors.

A4 Seasonality or cyclicality of operations

As the Company is a closed-end fund, it is dependent on the performance of the companies in which it has invested.

A5 Individually significant items

There are no significant items affecting the assets, liabilities, equity, net income or cash flows during the current quarter.

A6 Changes in estimates

There were no significant changes in estimates that have a material effect on the current quarter-to-date.

A7 Issuances, cancellations, repurchases, resale and repayments of debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current quarter under review.

A8 Dividend paid

There was no dividend paid during the current quarter-to-date.

A9 Segmental reporting

No segmental information is presented as the Company is a closed-end fund and operates primarily in Malaysia.

The Company’s investments are managed as a portfolio of equity investments. The fund manager of the Company is responsible for allocating resources for investment in accordance with the overall investment strategies as set out in the prospectus. The fund manager assesses the performance of the investments portfolio and provides updates to the Board of Directors on the financial performance of the Company’s investments.

A10 Valuations of property, plant and equipment

No valuation was carried out as the Company does not have any property, plant and equipment.

A11 Subsequent event

There were no material events subsequent to the end of the interim period reported that have not been reflected in the financial statements for the said period.

A12 Changes in the composition of the Company

There were no changes in the composition of the Company during the current quarter-to-date.

A13 Contingent liabilities or contingent assets

There were no contingent liabilities or contingent assets pending as at 31 May 2026.

A14 Significant related party transactions

The Company has a related party transaction ("RPT") with Capital Dynamics Asset Management Sdn Bhd ("CDAM"), the Fund Manager of the Company.

In accordance with the requirements in the MMLR, which took effect on 27 January 2015, the provision of investment advisory services by Capital Dynamics Sdn Bhd ("CDSB") to the Fund is regarded as a RPT. CDSB is regarded as a related party because it is a person connected with Capital Dynamics Global Private Limited who is a major shareholder of CDAM.

The amounts transacted with CDAM and CDSB during the current quarter and cumulative quarter to-date are as follows:-

	Current Quarter Ended		Cumulative Quarter Ended	
	31/05/2026 RM'000	31/05/2025 RM'000	31/05/2026 RM'000	31/05/2025 RM'000
Fund management fees - CDAM	1,050	966	4,096	4,156
Investment advisory fees - CDSB	1,050	966	4,096	4,156

A15 Significant events during the financial year

The Board of Directors wishes to announce that further to the updates in the last quarter reporting in respect of the Federal Court Civil Application No. 08(f)-126-03/2026(W) and Federal Court Civil Application No. 08(f)-129-03/2026(W) ("Motion"), the Court has fixed the hearing on 27 August 2026. The next case management has been fixed on 13 August 2026.

For further details, kindly refer to the Bursa announcements on 5 May 2026, 6 May 2026 and 21 May 2026.

PART B - AS REQUIRED BY THE LISTING REQUIREMENTS

B1 Statement of Investment Portfolio (Para 9.40)

	Description of Investment	Industry	Shares (unit)	Fair Value (RM)	Fair Value as a Percentage of Net Assets (%)
Long-Term Investments					
Malaysia -100%					
1	APM Automotive Holdings Berhad	Industrial Products & Services	4,697,800	14,610,158	2.41%
2	AirAsia X Berhad	Consumer Products & Services	17,012,700	20,415,240	3.37%
3	Aemulus Holdings	Technology	6,950,200	1,980,807	0.33%
4	Bioalpha Holdings Berhad	Consumer Products & Services	35,556,840	533,353	0.09%
5	Capital A Berhad	Consumer Products & Services	48,000,000	21,360,000	3.53%
6	Capital A Berhad - RCUIDS	Consumer Products & Services	186,100	288,455	0.05%
7	Capital A Berhad - Warrants	Consumer Products & Services	4,880,366	1,122,484	0.19%
8	Coraza Integrated Technology Berhad	Technology	2,543,300	2,568,733	0.42%
9	CPE Technology Berhad	Industrial Products & Services	1,982,100	1,664,964	0.27%
10	Dufu Technology Corp. Berhad	Technology	7,571,100	15,293,622	2.52%
11	Edelteq Holdings Berhad	Technology	39,277,963	13,943,677	2.30%
12	Edelteq Holdings Berhad - Warrants	Technology	19,638,981	2,454,873	0.41%
13	EUPE Corporation Berhad	Property	100,000	70,000	0.01%
14	Fraser & Neave Holdings Berhad	Consumer Products & Services	1,061,100	30,029,130	4.96%
15	Hibiscus Petroleum Berhad	Oil & Gas Producers	9,172,080	18,619,322	3.07%
16	HPMT Holdings Berhad	Industrial Products & Services	1,802,700	315,473	0.05%
17	Kelington Group Berhad	Industrial Products & Services	16,214,700	123,718,161	20.43%
18	Kronologi Asia Berhad	Technology	14,088,680	1,690,642	0.28%
19	Kronologi Asia Berhad - Warrants	Technology	6,222,480	155,562	0.03%
20	MI Technovation Bhd	Technology	5,323,700	25,660,234	4.24%
21	Notion Vtec Berhad	Technology	4,258,200	1,916,190	0.32%
22	OCK Group Berhad	Telecommunications Service Providers	6,159,900	2,340,762	0.39%
23	Padini Holdings Berhad	Consumer Products & Services	25,510,050	36,479,372	6.02%
24	Parkson Holdings Berhad	Consumer Products & Services	22,942,298	3,785,479	0.62%
25	Sam Engineering & Equipment (M) Berhad	Industrial Products & Services	18,154,400	88,956,560	14.69%
26	Shangri-La Hotels (M) Berhad	Consumer Products & Services	900,000	1,557,000	0.26%
27	Suria Capital Holdings Berhad	Transportation & Logistics	11,894,380	15,343,750	2.53%
28	Tong Herr Resources Berhad	Industrial Products & Services	1,888,100	2,926,555	0.48%
29	United Plantations Berhad	Plantation	1,561,200	48,522,096	8.01%

30	Unisem (M) Berhad	Technology	3,570,600	18,924,180	3.12%
	Total Investments		**339,122,018**	**517,246,834**	**85.40%**

B2 Review of performance (Para 9.40)

For the year ended 31 May 2026, the Company recorded a profit before tax of RM1.75 million, compared with profit before tax of RM3.20 million in preceding year's corresponding year ended 31 May 2025.

As shown in the following table, the decrease of profit before tax for the year ended 31 May 2026 was mainly due to lower income received.

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER 31/05/2026 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31/05/2025 RM'000	CURRENT YEAR TO DATE 31/05/2026 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31/05/2025 RM'000
Revenue Consist of:-				
Interest income	560	951	2,743	3,344
Dividend income	3,722	4,092	10,343	11,129
	4,282	5,043	13,086	14,473
Other income	-	-	-	35
Operating Expenses Consist of:-				
Professional fees and other operating expenses	(3,020)	(2,545)	(11,336)	(11,307)
Profit before taxation	1,262	2,498	1,750	3,201
Taxation	(68)	(177)	(438)	(596)
Profit after taxation	1,194	2,321	1,312	2,605
Other comprehensive income/(expenses):				
Net fair value changes in investments	47,584	7,319	108,914	(80,188)
Total comprehensive income/(expenses) for the period/year	48,778	9,640	110,226	(77,583)

As the Company is a closed-end fund, a better indication of its performance would be the movement of its Net Assets Value ("NAV"). The Company's NAV increased by 17.70% to RM605.86 million as at 31 May 2026 compared with RM514.73 million as at 31 May 2025 mainly due to increase in net fair value changes in investments. This resulted in an increase of NAV per share as at 31 May 2026 to RM4.30, compared with NAV per share of RM3.65 as at 31 May 2025.

	31/05/2026 RM	31/05/2025 RM
Total Net Asset Value	605,856,301	514,725,005
Net Asset Value per share	4.30	3.65
Share Price	2.64	2.52

B3 Comparison with immediate preceding quarter's results

In the fourth quarter ended 31 May 2026, the Company recorded a profit before tax of RM1.75 million, compared to RM0.49 million of profit before tax in the immediate preceding quarter. The Company's NAV per share as at 31 May 2026 was RM4.30 compared to RM3.95 in the immediate preceding quarter.

The following items are not applicable to the Company:-

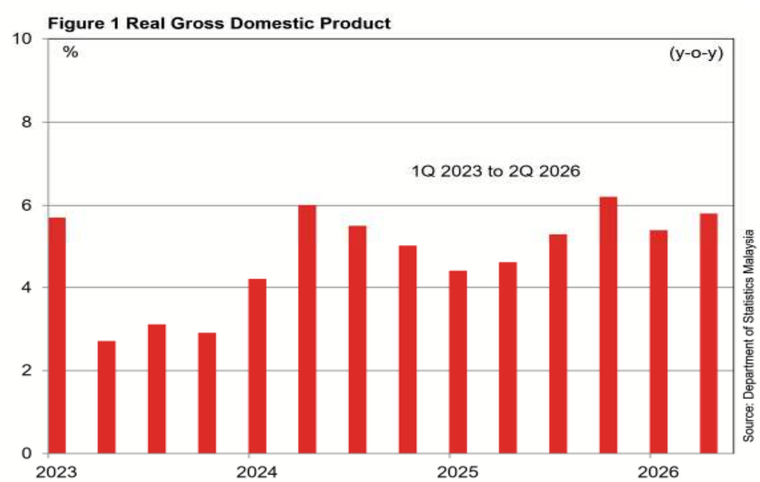
(a) Interest expense;
(b) Depreciation and amortization;
(c) Provision for and write off of receivables;
(d) Provision for and write off of inventories;
(e) Gain or loss on disposal of unquoted investments or properties;
(f) Foreign exchange gain or loss;
(g) Gain or loss on derivatives; and
(h) Exceptional items (with details).

B4 Commentary by Fund Manager – Prospects Para (9.40)

<u>For top-down/market-timing investors – please read this section</u>.

<u>National Semiconductor Strategy (NSS) is Vital</u>

When Russia launched her military operations in Ukraine in Feb 2022, a conflict that was widely expected to be a short one, instead, I wrote in I Capital that it will be a long conflict. It has been more than 4 years since then and this conflict shows no signs of ending any time soon. Soon after the US and Israel attacked Iran in Feb 2026, I warned in I Capital that this will not be a short 2-week war. This conflict will be entering its 6th month soon. Both conflicts caused energy prices to jump up and rising inflation with consequent cost of living pressures to spread everywhere (except China). Yet, in the last few years, not only have Malaysians been on the whole spared from suffering a serious cost of living crisis, Malaysia's GDP growth has remained robust (figure 1).



The single most important factor lifting Malaysia's economy in these challenging years is her globally competitive semiconductor sector. Started by Dr Lim Chong Eu in 1972, Malaysia's economy has benefitted greatly from his remarkable foresight and hard work. In the last few years, the global semiconductor industry has been substantially boosted by the AI revolution, especially after the release of ChatGPT in Nov 2022. Since then, the AI revolution has unfolded at an unprecedented pace all over the world. Malaysia's well-connected semiconductor sector benefitted tremendously from this once-in-a-lifetime development, and this has substantially contributed to Malaysia's export and its robust GDP growth. Shortly after being sworn into office, prime minister Anwar launched Malaysia's National Semiconductor Strategy (NSS) in May 2024, easily the most important economic policy for Malaysia in the last 50-odd years. In contrast, due to the prolonged reckless economic policies of her 4th prime minister, Malaysia has been stuck at the middle-income trap for years. A successful implementation of the NSS in the coming years will be the most effective, if not the only way, for Malaysia to finally escape from the dreaded middle-income trap. Malaysia must not falter in her efforts in broadening and strengthening her semiconductor ecosystem. The NSS is vital.

Presently, there are talks of an AI bubble. If there is one and it bursts, many economies including Malaysia will be adversely affected. So, is there an AI bubble? Or is the AI revolution real? If it is, what then are the implications?

The questions may sound simple, but I can assure you the answers are complex. In its special issue marking a new **Volume 38**, *Capital* answered these vital questions **at** great length in **Volume 38, Number 1**. In view of its national importance, **Capital Dynamics Sdn Bhd**, its publisher, has decided to make this special issue openly accessible to all for a limited period. Please visit https://icapital.biz/special-edition/a-tide-in-the-affairs-of-men/en/ (English version) or https://icapital.biz/special-edition/a-tide-in-the-affairs-of-men/zhcn/ (Mandarin version) for the lengthy but highly insightful analysis.

For long term value investors – please read this section.

icapital.biz Berhad is a Malaysia-focused fund, with an objective of long-term capital appreciation based on the Bamboo value investing philosophy of Capital Dynamics. icapital.biz Berhad is not allowed to sell short, invest in derivatives or undertake any borrowings.

Bad Romance

On 9 May 2024, the NAV of your Fund was RM4.17. Despite paying out a handsome dividend payment of RM0.1354 in Oct 2025, your Fund's NAV has risen to RM4.32. Given such a strong performance, one would have expected the NAV discount to narrow or even disappear. Instead, it has widened substantially. The reason for this disappointing outcome is obvious and simple.

Since mid-May 2024, the London activist has been selling millions of icapital.biz Bhd's shares and aggressively and irresponsibly pushing its share price down. From a holding of nearly 24% or 33.393 million shares in May 2024, the London activist sold around 17.0 mln shares or 12% of your Fund (figure 2). In many instances, the London activist was the only seller or the biggest seller for that day.

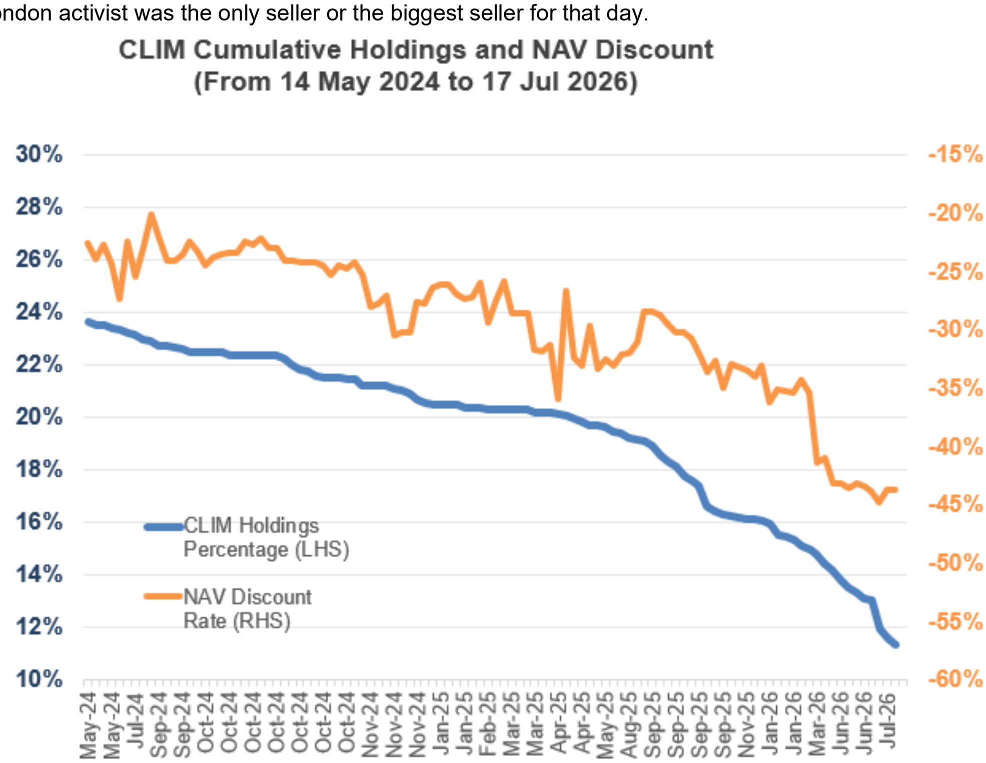


Figure 2

icapital.biz Bhd is a Fund premised on value investing. Why would an activist who acts against value investing invest in a value fund in the first instance? Imagine icapital.biz Bhd would have been trading at parity or even at a premium had such manipulative behavior been sanctioned.

B5 Financial forecast / profit guarantee

The Company has not given any financial forecast or profit guarantee for the year.

B6 Taxation

	Current Quarter Ended		Cumulative Quarter Ended	
	31/05/2026 RM'000	**31/05/2025 RM'000**	**31/05/2026 RM'000**	**31/05/2025 RM'000**
Current tax:				
- for the period/year	81	177	451	592
- (over)/under provision in the previous financial period/year	(13)	-	(13)	4
Tax expense	68	177	438	596

A reconciliation of income tax expense applicable to profit before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Company is as follows:-

	Current Quarter Ended		Cumulative Quarter Ended	
	31/05/2026 RM'000	**31/05/2025 RM'000**	**31/05/2026 RM'000**	**31/05/2025 RM'000**
Profit before taxation	1,262	2,498	1,750	3,201
Tax at the statutory rate of 24%	303	599	420	768
Tax effects of:-				
Tax-exempt dividends	-	(14)	(194)	(403)
Single tier dividends	(893)	(968)	(2,288)	(2,268)
Non-deductible expenses	671	560	2,513	2,495
-(Over)/under provision of current tax in the previous financial period/year	(13)	-	(13)	4
Tax expense	68	177	438	596

B7 Status of corporate proposals

There was no corporate proposal announced during the current quarter or the current financial quarter-to-date.

B8 Borrowings and debt securities

There were no group borrowings and debt securities outstanding as at the end of the reporting year.

B9 Changes in material litigation

Except as noted in Note A15, there was no material litigation pending as at 31 May 2026.

B10 Dividend

On 22 August 2025, the Board of Directors has declared an interim dividend of RM0.1354 per ordinary share of the Company ("Share") in respect of financial year ending 31 May 2026 ("Interim Dividend") amounted to RM19,095,070 was declared and was paid in cash on 30 October 2025.

B11 Earnings per share

a) Basic Earnings Per Share

The basic earnings per share for the current quarter under review and cumulative quarter ended are computed as follows:-

	Current Quarter Ended 31/05/2026 RM'000	**Cumulative Quarter Ended 31/05/2026 RM'000**
Profit after taxation	1,194	1,312
Number ordinary share capital in issue at RM1.00 each	141,036	141,036
Basic earnings per share (sen)	0.85	0.93

b) Diluted Earnings Per Share

The diluted earnings per ordinary share is equal to the basic earnings per ordinary share as there were no potential dilutive ordinary shares outstanding at the end of the reporting year.

B12 Net asset value

The net asset value per share is calculated in accordance with the Securities Commission Malaysia's Guidelines for Public Offerings of Securities of Closed-end Funds.

B13 Investments

As at 31 May 2026, the Company did not have any investments in:-

(1) securities listed on other stock exchanges;
(2) other investment vehicles;
(3) securities of unlisted companies; and
(4) derivatives other than warrants, transferable subscriptions rights and convertible loan stocks.

B14 Soft Commission

The manager or their delegates have not received any soft commission during the year under review from its brokers/dealers by virtue of transaction conducted for the closed-end fund.

BY ORDER OF THE BOARD

Tai Yit Chan (MAICSA No.7009143) (SSM PC No.: 202008001023)

SECRETARY