



MERCURY SECURITIES GROUP BERHAD

(Registration No. 202101018329 (1418629-A))

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2026

MERCURY SECURITIES GROUP BERHAD

Registration No. 202101018329 (1418629-A)

(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME⁽¹⁾**

	Note	Individual Quarter 3-months ended		Cumulative Quarters 9-months ended	
		Unaudited 31.7.2026 RM	Unaudited 31.7.2025 RM	Unaudited 31.7.2026 RM	Unaudited 31.7.2025 RM
Revenue	A9	8,891,973	6,570,042	28,690,397	26,017,831
Cost of services		(2,958,434)	(2,344,681)	(11,287,244)	(9,889,557)
Gross profit		5,933,539	4,225,361	17,403,153	16,128,274
Other income		519,562	623,983	2,193,435	1,726,980
Net trading gains on financial assets at fair value through profit or loss		233,720	85,848	1,515,366	408,465
Administrative and other operating expenses		(1,939,144)	(1,792,456)	(7,215,438)	(6,804,313)
Allowance for expected credit losses on trade receivables, net		-	-	(400,000)	-
Fair value adjustment on other investments		(43,429)	-	(37,040)	-
Interest income		871,717	1,047,840	2,909,557	2,740,288
Finance costs		-	(1,273)	-	(4,860)
Profit before tax	B5	5,575,965	4,189,303	16,369,033	14,194,834
Income tax expenses	B6	(1,349,012)	(1,010,000)	(3,953,012)	(3,440,000)
Profit after tax		4,226,953	3,179,303	12,416,021	10,754,834
Other comprehensive income, net of income tax					
<i>Items that will not be reclassified subsequently to profit or loss:</i>					
Realisation of revaluation reserve upon depreciation		(28,134)	(15,612)	(84,402)	(46,836)
Transfer of revaluation surplus to retained earnings		28,134	15,612	84,402	46,836
Fair value adjustment on other investments		32,988	(28,625)	10,601	(85,085)
Total comprehensive income for the financial period		4,259,941	3,150,678	12,426,622	10,669,749

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	Note	Individual Quarter 3-months ended		Cumulative Quarters 9-months ended	
		Unaudited 31.7.2026 RM	Unaudited 31.7.2025 RM	Unaudited 31.7.2026 RM	Unaudited 31.7.2025 RM
Profit attributable to:					
Owners of the Company		4,227,514	3,169,784	12,417,863	10,759,419
Non-controlling interests		(561)	9,519	(1,842)	(4,585)
		4,226,953	3,179,303	12,416,021	10,754,834
Total comprehensive income attributable to:					
Owners of the Company		4,260,502	3,141,159	12,428,464	10,674,334
Non-controlling interests		(561)	9,519	(1,842)	(4,585)
		4,259,941	3,150,678	12,426,622	10,669,749
Earnings per share⁽²⁾ (sen) B7					
- Basic		0.47	0.35	1.39	1.20
- Diluted		0.47	0.35	1.39	1.20

Notes:

1. The basis of preparation of the Unaudited Condensed Consolidated Statements of Comprehensive Income are disclosed in Note A1 and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 October 2025 ("AFS 2025") and the accompanying explanatory notes attached to this interim financial report.
2. Basic earnings per share ("EPS") is calculated based on the profit attributable to owners of the Company divided by 893,000,000 ordinary shares being the total number of ordinary shares in issue during the current financial quarter and financial year-to-date. Diluted EPS is equivalent to the basic EPS as the Company does not have any dilutive instruments at the end of the respective reporting periods.

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INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION⁽¹⁾**

	Unaudited As at 31.7.2026 RM	Audited As at 31.10.2025 RM
ASSETS		
Non-current assets		
Property, plant and equipment	17,485,948	17,901,426
Intangible assets	7,891,722	7,891,722
Other investments	685,425	674,824
	26,063,095	26,467,972
Current assets		
Inventories	2,310,879	900,464
Trade and other receivables	148,403,321	132,277,640
Deposits and prepayments	2,806,407	4,594,685
Other investments	2,208,751	1,571,813
Cash and cash equivalents	41,066,440	43,914,465
	196,795,798	183,259,067
TOTAL ASSETS	222,858,893	209,727,039
EQUITY AND LIABILITIES		
Share capital	154,640,574	154,640,574
Merger reserve	(97,008,736)	(97,008,736)
Other reserves	146,820,422	134,391,958
Equity attributable to owners of the Company	204,452,260	192,023,796
Non-controlling interests	(19,739)	(17,897)
TOTAL EQUITY	204,432,521	192,005,899
Non-current liabilities		
Deferred tax liabilities	937,031	953,031
	937,031	953,031
Current liabilities		
Trade and other payables	15,785,277	14,663,524
Current tax liabilities	1,704,064	2,104,585
	17,489,341	16,768,109
TOTAL LIABILITIES	18,426,372	17,721,140
TOTAL EQUITY AND LIABILITIES	222,858,893	209,727,039
Net assets per share ⁽²⁾ (sen)	22.89	21.50

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UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION⁽¹⁾ (CONT'D)

Notes:

1. The basis of preparation of the Unaudited Condensed Consolidated Statements of Financial Position are disclosed in Note A1 and should be read in conjunction with the AFS 2025 and the accompanying explanatory notes attached to this interim financial report.
2. Net assets per share is computed based on net assets attributable to owners of the Company divided by 893,000,000 ordinary shares in issue as at 31 July 2026 and 31 October 2025 respectively.

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INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY ⁽¹⁾**

	-----Attributable to Owners of the Company-----					Total RM	Non- Controlling Interests RM	Total Equity RM
	Share Capital RM	Merger Reserve RM	Revaluation Reserve RM	Fair Value Reserve RM	Distributable Retained Earnings RM			
Balance as at 1 November 2025	154,640,574	(97,008,736)	4,032,273	(177,340)	130,537,025	192,023,796	(17,897)	192,005,899
Profit for the financial period	-	-	-	-	12,417,863	12,417,863	(1,842)	12,416,021
Other comprehensive income for the financial period, net of income tax	-	-	(84,402)	10,601	84,402	10,601	-	10,601
Balance as at 31 July 2026	154,640,574	(97,008,736)	3,947,871	(166,739)	143,039,290	204,452,260	(19,739)	204,432,521

Note:

1. The basis of preparation of the Unaudited Condensed Consolidated Statements of Changes in Equity is disclosed in Note A1 and should be read in conjunction with the AFS 2025 and the accompanying explanatory notes attached to this interim financial report.

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INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2026**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS ⁽¹⁾**

	Unaudited 31.7.2026 RM	Unaudited 31.7.2025 RM
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	16,369,033	14,194,834
Adjustments for:-		
Allowance for expected credit losses on trade receivable, net	400,000	-
Accretion of lease interest	-	4,860
Depreciation of		
- property, plant and equipment	566,495	527,489
- right-of-use assets	-	120,390
Dividend income	(21,025)	(23,676)
Fair value loss on other investments	37,040	-
Gain on disposal of property, plant and equipment	-	(20,483)
Interest income	(2,909,557)	(2,740,288)
Property, plant and equipment written off	2,041	585
Unrealised loss on foreign exchange	72,433	-
Operating profit before working capital changes	14,516,460	12,063,711
Increase in trade and other receivables	(16,525,681)	(25,862,434)
Decrease/(increase) in deposits and prepayments	1,788,278	(7,324)
Increase in inventories	(1,410,415)	(267,251)
Increase in trade and other payables	1,121,753	1,135,668
Cash used in operations	(509,605)	(12,937,630)
Income tax paid	(4,369,533)	(3,630,683)
Net cash used in operating activities	(4,879,138)	(16,568,313)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	2,909,557	2,740,288
Dividend received	21,025	23,676
Purchase of property, plant and equipment	(153,058)	(716,744)
Net purchases of other investments	(673,978)	(1,310,461)
Proceeds from disposal of property, plant and equipment	-	20,500
Net cash from investing activities	2,103,546	757,259
Balance carried forward	(2,775,592)	(15,811,054)

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(CONT'D)**

	Unaudited 31.7.2026 RM	Unaudited 31.7.2025 RM
Balance brought forward	(2,775,592)	(15,811,054)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease liabilities	-	(144,735)
Dividend paid	-	(4,465,000)
Net cash used in financing activities	-	(4,609,735)
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,775,592)	(20,420,789)
Cash and cash equivalents at beginning of the financial period	43,914,465	85,672,642
Effects of changes in foreign exchange rate	(72,433)	-
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	41,066,440	65,251,853

Note:

1. The basis of preparation of the Unaudited Condensed Consolidated Statements of Cash Flows are disclosed in Note A1 and should be read in conjunction with the AFS 2025 and the accompanying explanatory notes attached to this interim financial report.

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INTERIM FINANCIAL REPORT FOR THE THIRD QUARTER ENDED 31 JULY 2026**NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE THIRD QUARTER ENDED 31 JULY 2026**

A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS 134”), INTERIM FINANCIAL REPORT**A1. BASIS OF PREPARATION**

This interim financial report of the Company and its subsidiaries (collectively, the “**Group**”) is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standards (“**MFRS**”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“**MASB**”), Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad (“**Listing Requirements**”).

This interim financial report should be read in conjunction with the AFS 2025 and the accompanying explanatory notes attached to this interim financial report.

A2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted by the Group in this interim financial report are consistent with those adopted in the audited financial statements of the Group for the financial year ended 31 October 2025.

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

MFRSs, Amendments to MFRSs and IC Interpretations	Effective for financial periods beginning on or after
Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures – Classification and Measurement of Financial Instruments	1 January 2026
Annual Improvements to MFRS Accounting Standards – Volume 11	1 January 2026
Amendments to MFRS 9 Financial Instruments and MFRS 7 Financial Instruments: Disclosures – Contracts Referencing Nature-dependent Electricity	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 19 Subsidiaries without Public Accountability: Disclosures	1 January 2027
Amendments to MFRS 121 The Effect of changes in Foreign Exchange Rates – Translation to a Hyperinflationary Presentation currency	1 January 2027

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A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS 134”), INTERIM FINANCIAL REPORT (CONT’D)

A2. SIGNIFICANT ACCOUNTING POLICIES (CONT’D)

MFRSs, Amendments to MFRSs and IC Interpretations	Effective for financial periods beginning on or after
Amendments to MFRS 128 Investments in Associates and Joint Ventures – Amendments to the Fair Value Option for Investment in Associates and Joint Ventures	1 January 2027
MFRS 20 Regulatory Assets and Regulatory Liabilities	1 January 2029
Amendments to MFRS 10: Consolidated Financial Statements and MFRS 128 Investments in Associates and Joint Ventures – Sales or Contribution of Assets between an Investor and its Associate or Joint Venture	To be determined by the MASB

The initial application of the above Standards is not expected to have any material impact to the consolidated financial statements of the Group upon their first adoption.

A3. AUDITORS’ REPORT OF PRECEDING ANNUAL AUDITED FINANCIAL STATEMENTS

The audited financial statements of the Group for the financial year ended 31 October 2025 was not subject to any qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The performance of the Group is dependent to a large extent on the volume and value of securities traded on Bursa Malaysia Securities Berhad and the corporate activities undertaken by listed issuers which is influenced by capital market sentiments and various external as well as local factors.

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NOTES TO THE INTERIM FINANCIAL REPORT

FOR THE THIRD QUARTER ENDED 31 JULY 2026

A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS 134”), INTERIM FINANCIAL REPORT (CONT’D)

A5. MATERIAL UNUSUAL ITEMS

There were no material unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group during the current financial quarter and financial year-to-date.

A6. MATERIAL CHANGES IN ESTIMATES

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

A7. DEBT AND EQUITY SECURITIES

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities during the current financial quarter and financial year-to-date.

A8. DIVIDEND PAID

There was no dividend proposed and/or paid during the current financial quarter and financial year-to-date.

In the previous corresponding period, the Company had on 26 June 2025 declared a single tier interim dividend of 0.5 sen per ordinary share amounting to RM4,465,000 in respect of the financial year ended 31 October 2025 which was paid on 29 July 2025.

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FOR THE THIRD QUARTER ENDED 31 JULY 2026****A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS 134”), INTERIM FINANCIAL REPORT (CONT’D)****A9. SEGMENTAL INFORMATION**

The Group’s revenue is segmented as follows:

	Individual Quarter		Cumulative Quarters	
	3-months ended		9-months ended	
	Unaudited	Unaudited	Unaudited	Unaudited
	31.7.2026	31.7.2025	31.7.2026	31.7.2025
	RM	RM	RM	RM
<u>Business segments</u>				
Stockbroking ⁽¹⁾	8,194,473	5,437,542	26,382,168	20,977,411
Corporate Finance ⁽²⁾	697,500	1,132,500	2,308,229	5,040,420
Total	8,891,973	6,570,042	28,690,397	26,017,831

Notes:

1. Revenue from the Stockbroking segment mainly comprises of brokerage fees, margin income, commodities trading, nominee fees, underwriting fees and placement fees.
2. Revenue from the Corporate Finance segment mainly comprises of advisory fees billable in accordance with billing milestones achieved from the portfolio of corporate finance mandates in hand.

A10. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the current financial quarter and financial year-to-date.

A11. CONTINGENT LIABILITIES AND CONTINGENT ASSETS

There were no material contingent liabilities or contingent assets to be disclosed as at 31 July 2026.

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FOR THE THIRD QUARTER ENDED 31 JULY 2026****A. EXPLANATORY NOTES ON THE COMPLIANCE WITH MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS 134”), INTERIM FINANCIAL REPORT (CONT’D)****A12. SIGNIFICANT RELATED PARTY TRANSACTIONS**

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

	Individual Quarter 3-months ended		Cumulative Quarters 9-months ended	
	Unaudited 31.7.2026	Unaudited 31.7.2025	Unaudited 31.7.2026	Unaudited 31.7.2025
	RM	RM	RM	RM
Rental expenses paid to a related party for a branch office	19,500	19,500	58,500	58,500
Rental income received from a related party	1,500	1,500	4,500	4,500

A13. MATERIAL CAPITAL COMMITMENTS

There were no material capital commitments to be disclosed as at 31 July 2026.

A14. MATERIAL EVENTS SUBSEQUENT TO THE END OF THE CURRENT FINANCIAL QUARTER

There were no material events subsequent to the end of the current financial quarter that have not been reflected in this interim financial report.

A15. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There were no valuation of property, plant and equipment in the current financial quarter and financial year-to-date.

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FOR THE THIRD QUARTER ENDED 31 JULY 2026****B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS****B1. REVIEW OF PERFORMANCE**

The Group's performance for the current financial quarter and the financial year-to-date are set out in the table below:

	Individual Quarter		Cumulative Quarters	
	3-months ended		9-months ended	
	Unaudited 31.7.2026 RM	Unaudited 31.7.2025 RM	Unaudited 31.7.2026 RM	Unaudited 31.7.2025 RM
Revenue				
Stockbroking segment	8,194,473	5,437,542	26,382,168	20,977,411
Corporate Finance segment	697,500	1,132,500	2,308,229	5,040,420
Total revenue	8,891,973	6,570,042	28,690,397	26,017,831
Gross profit	5,933,539	4,225,361	17,403,153	16,128,274
Profit before tax (" PBT ")	5,575,965	4,189,303	16,369,033	14,194,834
Gross profit margin (%)	66.73	64.31	60.66	61.99
PBT margin (%)	62.71	63.76	57.05	54.56

Review of performance in the current financial quarter ("**Q3 2026**") and cumulative financial quarters ("**Q1 to Q3 2026**") as compared to the corresponding financial quarter ("**Q3 2025**") and cumulative financial quarters of last financial year ("**Q1 to Q3 2025**")

COMMENTARIES**Q3 2026 vs Q3 2025**

For the Q3 2026, the Group recorded total revenue of RM8.89 million, reflecting an increase of RM2.32 million or 35.34% as compared to RM6.57 million in the Q3 2025 mainly due to higher revenue from the Stockbroking segment.

In respect of gross profit, as compared to RM4.23 million in the Q3 2025, gross profit for the Q3 2026 increased by RM1.71 million or 40.43% to RM5.93 million mainly due to higher revenue and gross profit margin during the Q3 2026.

PBT increased by RM1.39 million or 33.10% to RM5.58 million in the Q3 2026 as compared to PBT of RM4.19 million recorded in the Q3 2025 mainly due to higher revenue and gross profit margin during the Q3 2026.

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LISTING REQUIREMENTS (CONT'D)****B1. REVIEW OF PERFORMANCE (CONT'D)****Q1 to Q3 2026 vs Q1 to Q3 2025**

For the 9-months period ended 31 July 2026, total revenue reached RM28.69 million, an increase of RM2.67 million or 10.27% from RM26.02 million in the Q1 to Q3 2025. This growth primarily stemmed from the Stockbroking segment mainly from higher margin income.

For the 9-months period ended 31 July 2026, gross profit was RM17.40 million, an increase of RM1.27 million or 7.90%, from RM16.13 million in the Q1 to Q3 2025 mainly due to higher revenue from Stockbroking segment.

For the 9-months period ended 31 July 2026, PBT increased by RM2.17 million or 15.32%, reaching RM16.37 million as compared to PBT of RM14.19 million in the Q1 to Q3 2025. The improved PBT was mainly due to higher gains from proprietary trading of financial assets, other income and interest income.

B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER

	Current Quarter Unaudited 31.7.2026 RM	Immediate Preceding Quarter Unaudited 30.4.2026 RM	Variance RM
Revenue	8,891,973	9,905,302	(1,013,329)
Gross profit	5,933,539	5,455,011	478,528
PBT	5,575,965	5,018,488	557,477
Gross profit margin (%)	66.73	55.07	11.66
PBT margin (%)	62.71	50.66	12.05

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**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE
LISTING REQUIREMENTS (CONT'D)****B2. COMPARISON WITH IMMEDIATE PRECEDING QUARTER (CONT'D)****COMMENTARIES**

For the Q3 2026, the Group recorded revenue of RM8.89 million, a decrease of RM1.01 million or 10.23% as compared to RM9.91 million recorded in the immediate preceding quarter mainly due to decrease in commodities trading where market demand for precious metal has dropped.

In the Q3 2026, the Group recorded gross profit of RM5.93 million, an increase of RM0.48 million or 8.77% from RM5.46 million in the immediate preceding quarter mainly due to lower cost of services in the current quarter.

In the current financial quarter, Q3 2026, PBT increased by RM0.56 million or 11.11% to RM5.58 million from RM5.02 million in the immediate preceding quarter mainly due to lower administrative and other operating expenses.

B3. PROSPECTS OF THE GROUP

While the global economic outlook remains subject to heightened uncertainties arising from ongoing geopolitical tensions, particularly the conflict in the Middle East, elevated global commodity and equity prices and potential disruptions to global trade and supply chains, the Malaysian economy has continued to demonstrate resilience, supported by sustained domestic demand, stronger export performance and ongoing foreign direct investment activities. Against this backdrop, the Board remains vigilant in navigating the evolving external operating environment and stays cautiously optimistic that resilient domestic economic conditions and prevailing monetary policy will continue to support domestic business activities. Barring any unforeseen circumstances, the Board believes that prevailing trading conditions and corporate activities will continue to have a positive impact on the Group's performance in the remaining quarter of the current financial year.

B4. PROFIT FORECAST

The Group did not issue any profit estimate, forecast, projection or internal targets in any public document.

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LISTING REQUIREMENTS (CONT'D)****B5. PROFIT BEFORE TAX**

	Individual Quarter 3-months ended		Cumulative Quarters 9-months ended	
	Unaudited 31.7.2026	Unaudited 31.7.2025	Unaudited 31.7.2026	Unaudited 31.7.2025
	RM	RM	RM	RM
Profit before tax is arrived at after charging:				
Allowance for expected credit losses on trade receivables, net	-	-	400,000	-
Depreciation of:				
- property, plant and equipment	178,712	194,145	566,495	527,489
- right-of-use assets	-	26,516	-	120,390
Fair value loss on other investments	43,429	-	37,040	-
Property, plant and equipment written off	2,037	585	2,041	585
Unrealised loss on foreign exchange	-	-	72,433	-
and crediting:				
Dividend income	5,020	4,162	21,025	23,676
Gain on disposal of property, plant and equipment	-	-	-	20,483
Interest income	871,717	1,047,840	2,909,557	2,740,288
Realised gain on foreign exchange	36,610	126,524	149,533	308,687
Rental income	9,900	9,000	27,900	23,200

Save as disclosed above, the other disclosure items pursuant to Rule 16 of Appendix 9B of the Listing Requirements are not applicable.

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FOR THE THIRD QUARTER ENDED 31 JULY 2026****B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE
LISTING REQUIREMENTS (CONT'D)****B6. INCOME TAX EXPENSES**

	Individual Quarter 3-months ended		Cumulative Quarters 9-months ended	
	Unaudited 31.7.2026	Unaudited 31.7.2025	Unaudited 31.7.2026	Unaudited 31.7.2025
	RM	RM	RM	RM
Current tax expenses	1,365,012	1,010,000	3,969,012	3,440,000
Deferred tax expenses	(16,000)	-	(16,000)	-
	1,349,012	1,010,000	3,953,012	3,440,000
Effective tax rate (%)	24.19	24.11	24.15	24.23

The effective tax rate of 24.19% for current financial quarter and 24.15% for the financial year-to-date are higher than the statutory tax rate of 24.00% due to certain expenses not deductible for tax purposes.

B7. BASIC/DILUTED EARNINGS PER SHARE

The basic EPS and diluted EPS for the current financial quarter and financial year-to-date and the corresponding periods is computed as follows:

	Individual Quarter 3-months ended		Cumulative Quarters 9-months ended	
	Unaudited 31.7.2026	Unaudited 31.7.2025	Unaudited 31.7.2026	Unaudited 31.7.2025
Profit attributable to owners of the Company (RM)	4,227,514	3,169,784	12,417,863	10,759,419
Weighted average number of ordinary shares (units)	893,000,000	893,000,000	893,000,000	893,000,000
Basic/diluted EPS (sen)	0.47	0.35	1.39	1.20

Diluted EPS is equivalent to the basic EPS as the Company does not have any dilutive instruments at the end of the current financial quarter and financial year-to-date as well as the corresponding periods.

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FOR THE THIRD QUARTER ENDED 31 JULY 2026****B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE LISTING REQUIREMENTS (CONT'D)****B8. STATUS OF CORPORATE PROPOSALS**

There were no corporate proposals announced by the Company but not completed as at the date of this interim financial report.

B9. UTILISATION OF PROCEEDS FROM THE INITIAL PUBLIC OFFERING (“IPO”)

The utilisation of proceeds as disclosed below should be read in conjunction with the Prospectus of the Company dated 28 August 2023. As at 31 July 2026, the status of utilisation of the gross proceeds of RM39.27 million raised from our IPO are as follows:

<u>Details of use of proceeds</u>	<u>Proposed Utilisation (RM'000)</u>	<u>Amount Utilised (RM'000)</u>	<u>Balance Unutilised (RM'000)</u> ⁽¹⁾	<u>Estimated timeframe for use from the date of listing</u>
Margin financing facility services	26,860	26,860	-	Within 24 months
Enhancement of digitalisation programme and marketing activities for the stockbroking business and operations of the Group	2,880	1,134	1,746	Within 18 months ⁽¹⁾
Working capital	4,634	4,634	-	Within 12 months
Listing expenses	4,900	4,900	-	Within 3 months
Total	39,274	37,528	1,746	

Note:

- On 17 March 2025, the Board had resolved to extend the timeframe for the utilisation of unutilised balance of RM1.91 million then by another 12 months from 18 March 2025 to 18 March 2026. Subsequently, on 12 February 2026, the Board had resolved to extend the timeframe for the utilisation of the balance of RM1.82 million then by another 12 months from 18 March 2026 to 18 March 2027. Pending its intended utilisation, the remaining unutilised balance of RM1.75 million raised from our IPO was placed with financial institutions on a repo basis to earn interest income.

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**B. EXPLANATORY NOTES PURSUANT TO PART A OF APPENDIX 9B OF THE
LISTING REQUIREMENTS (CONT'D)**

B10. GROUP BORROWINGS AND DEBTS SECURITIES

As at the date of this interim financial report, there were no borrowings and the Group has not issued any debts securities.

B11. MATERIAL LITIGATION

There was no litigation or arbitration which has a material effect on the financial position and performance of the Group as at the date of this interim financial report.

B12. DERIVATIVES FINANCIAL INSTRUMENT

The Group does not have any derivatives financial instruments as at 31 July 2026.

B13. PROPOSED DIVIDEND

There was no dividend declared or payable for the current financial quarter under review and as at the date of this interim financial report.

B14. AUTHORISE FOR ISSUE

This interim financial report was authorised for issue by the Board in accordance with a resolution of the Directors on 28 September 2026.

**BY ORDER OF THE BOARD
MERCURY SECURITIES GROUP BERHAD
28 SEPTEMBER 2026**