



Press Release

FOR IMMEDIATE RELEASE

KELINGTON POSTS 14.0% GROWTH IN 1QFY26 NET PROFIT TO RM30.4 MILLION; DECLARES 3.0 SEN DIVIDEND

Kuala Lumpur, 25 May 2026 – Integrated engineering solutions provider, Kelington Group Berhad (“**Kelington**” or the “**Group**”) (stock code:0151) today announced its first quarter financial results ended 31 March 2026 (“**1QFY26**”).

Kelington recorded a net profit of RM30.4 million in 1QFY26, representing a 14.0% year-on-year (“**YoY**”) increase from RM26.6 million in the corresponding quarter last year (“**1QFY25**”). The Group’s net profit margin improved from 9.9% to 11.2%, mainly supported by improved gross profit margins across key projects.

Revenue for the quarter remained broadly stable at RM270.4 million compared to RM270.3 million in 1QFY25, as activity levels were moderated by the seasonal lull and shorter working window during the calendar year’s first quarter festive period. Despite this, the Group’s gross profit increased from RM48.6 million to RM63.2 million, with gross profit margin improving from 18.0% to 23.4%, in line with Kelington’s strategy of prioritising projects with higher margin potential.

Geographically, Singapore remained as the largest revenue contributor during the quarter, representing 40.0% of total revenue, driven by strong contribution from the Advanced Engineering (Ultra High Purity) segment. This was followed by Malaysia at 31.5%, China at 18.2%, Taiwan at 3.7%, and Germany at 2.7%. The remaining 4.0% revenue was contributed by Indonesia, Philippines, and other markets.

By business segment, Advanced Engineering (Ultra High Purity) remained as the Group’s primary revenue contributor, generating RM182.2 million, or 66.0%, of total revenue. This was followed by the Advanced Industrial Infrastructure segment, formerly known as General Contracting, which contributed RM46.2 million (16.7%), Industrial Gases with RM30.7 million (11.1%), Process Engineering with RM9.6 million (3.5%), and finally, Equipment and Materials with RM7.3 million (2.6%).

Commenting on the Group’s financial performance, Mr. Lim Seng Chuan (林成全), Chief Executive Officer of Kelington Group Berhad said, “We are pleased to continue delivering bottom-line growth, with net profit increasing 14.0% year-on-year. This reflects the effectiveness of our strategy to pursue higher-margin opportunities.”



“The semiconductor industry continues to present attractive long-term growth prospects, supported by sustained investments in advanced manufacturing facilities globally. With Kelington’s established track record and technical capabilities, we believe the Group is well positioned to capture these opportunities as customers continue to expand and upgrade their production capacities.”

“Moving forward, we remain focused on deepening our presence across key growth markets. Our expansion into India and Germany is progressing well, while Singapore continues to offer a healthy pipeline of tender opportunities. At the same time, we are evaluating prospects in Japan as part of our broader regional growth strategy.”

“We are actively strengthening the Group’s capabilities to support our sustainable engineering initiatives, which include carbon capture and storage, green hydrogen and bio-CNG. As Malaysia moves towards the planned introduction of a carbon tax, we believe these initiatives will become increasingly relevant to customers seeking practical low-carbon solutions, while positioning Kelington to participate in emerging opportunities under the country’s broader energy transition agenda.”

The Group’s balance sheet remained healthy as at 31 March 2026, with total cash of RM409.5 million, exceeding total borrowings of RM171.5 million. Kelington remained in a net cash position of RM238.0 million, providing financial flexibility to support business expansion while delivering shareholder value.

In line with its performance, the Board declared a first interim dividend of 3.0 sen per ordinary share in respect of the financial year ending 31 December 2026, representing a dividend payout ratio of 84.9% based on 1QFY26 earnings.

As at 31 March 2026, Kelington maintained an outstanding order book of RM1.9 billion, supported by a tenderbook of RM5.3 billion, providing earnings visibility going forward.

“We remain optimistic on the Group’s prospects, supported by sustained structural demand from the global semiconductor industry, our established order book, and healthy tender pipeline. We will continue to strengthen our engineering capabilities, broaden our market reach, and pursue opportunities that support long-term earnings visibility and growth,” Mr. Lim concluded.

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ABOUT KELINGTON GROUP BERHAD (“Kelington” or the “Group”)

Kelington Group Berhad, listed on the Main Market of Bursa Malaysia Securities Berhad, is an integrated engineering solutions provider with a core focus on advanced engineering and process systems, particularly for the semiconductor and electronics industries. The Group delivers end-to-end engineering solutions ranging from system design to fabrication and installation of equipment as well as building manufacturing facilities. Via Ace Gases Sdn Bhd, its wholly owned subsidiary, the Group is also a key player in the industrial gas sector, supplying a comprehensive range of industrial and electronic specialty gases. Its engineering services extend to gas plant design, on-site gas generation, and customised gas delivery systems, serving diverse industry applications.

For more information, please log on to <https://kelington-group.com>

Released on behalf of Kelington Group Berhad by Capital Front Investor Relations.

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