

Q1 FY2026

## Turnaround Success with 9% Rise in PAT

### Order Book:

**RM445.5**  
million

Firm: RM183.7 million

Extension: RM261.8 million

↑ **RM22.2 million GROWTH**

### Cash Builds Up:

**RM53.5 million**

Cash Reserves

**RM13.3 million**

Operating Cash Flow

### Deleveraging Continues:

Net Gearing

**0.05x** (vs 0.08x)

Borrowings down to

↓ **RM71.5 million**



**Avangaad Builds on Turnaround Success with 9% Rise in PAT with RM445.5 million Total Order Book Visibility and RM53.5 million Cash Reserves**

- **Order Book Growth:** Registered a RM22.2 million uplift, reaching RM445.5 million (Firm: RM183.7 million; Extension: RM261.8 million) compared to FY2025
- **OSV Operations Demand Visibility:** Strong operational consistency with multiple contract wins and extensions, expanding firm order book by over RM60.0 million
- **Cash Builds Up:** RM53.5 million reserves, RM13.3 million operating cash flow
- **Deleveraging Continues:** Net gearing 0.05x (vs 0.08x); Borrowings down to RM71.5 million

**Kuala Lumpur, 20 May 2026 – Avangaad Berhad (“Avangaad” or “the Group”),** the *Marine COP (Coordinator, Operator, and Partner)*, today announced its financial results for the first quarter ended 31 March 2026 (“Q1 FY2026”).

In Q1 FY2026, the Group’s aggressive order book replenishment strategy has translated into a quarterly update, reflecting an improved earnings outlook. This was primarily driven by operational execution, including new fast crew boat (FCB) contract wins, alongside continued progress in sustaining balance sheet deleveraging efforts. A key highlight for the quarter is the successful revision of a core contract period, which alone injected RM49.3 million of high certainty pipeline into the Group’s firm order book.

During the quarter, the Group successfully secured three key contracts, comprising a 24-month bareboat charter contract for one FCB valued at RM5.37 million, a spot charter valued at RM504,000, and a 270-day FCB contract extension worth RM5.26 million. This strong backlog provides a stable, contract-backed base for its port marine services, while tug and offshore service vessels (OSV) operations remain primed to capture near-term volume uplift, supporting prudent cash flow stability and supporting efficient fleet utilisation.

As at 31 March 2026, Avangaad’s firm order book expanded to RM183.7 million, supplemented by RM261.8 million in optional contract extensions, bringing total revenue visibility to RM445.5 million.

**Datuk Wira Mubarak Hussain Akhtar Husin, Executive Director of Avangaad,** commented on the performance:

“We entered FY2026 executing the exact discipline established over the past year. By securing new FCB contracts, tightening our cost structure, and aggressively paying down debt, we grew our pre-tax profit by 17% on stable revenue.

More importantly, our order book has grown, our cash position has strengthened, and borrowings continue to decline. As the Marine COP, our role is to delivery with consistency. Our primary focus remains on the metrics that build a highly resilient earnings base: maximising fleet utilisation, securing contract continuity, and driving cash flow generation.”

Financially, the Group recorded revenue of RM31.3 million for Q1 FY2026, a 4% increase from RM30.0 million in the corresponding quarter last year. Profit before tax (PBT) increased 17% year-on-year to RM6.4 million, while profit after tax and minority interests (PATAMI) rose 9% to RM5.1 million.

Operational performance remained strong during the quarter, with earnings growth outpacing revenue growth, supported by strict cost discipline. Administrative expenses were reduced by 17% year-on-year to RM5.2 million, while finance costs declined 24% to RM0.9 million, reflecting ongoing deleveraging progress post-regularisation. These improvements lifted PBT margin to 20.4%, compared to 18.1% in the prior year.

The Group delivered continued balance sheet strengthening in the quarter, supported by RM13.3 million in net operating cash flow generation. Liquidity increased to RM53.5 million, while borrowings declined to RM71.5 million. Net gearing improved to 0.05x from 0.08x, reflecting healthy momentum and a clear step- change in capital structure strength.

On a sequential basis, revenue moderated slightly to RM31.9 million from 4Q FY2025, mainly due to scheduled idle time between contract completion and the ramp-up of new Fast Crew Boat (FCB) deployments. PBT was lower quarter-on-quarter, following the absence of one-off insurance claim income recorded in the preceding quarter. However, Avangaad maintained strong commercial momentum, with more than RM60 million in new contract wins, adding to ongoing order book expansion momentum.

As the Group progresses into the next quarter, Avangaad remains focused on prioritise fleet optimisation, contract renewal retention, expansion of term and spot charter coverage and selective pursuit of high-margin marine chartering opportunities. These initiatives are expected to sustain utilisation-driven earnings visibility for the remainder of FY2026.

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## About Avangaad Berhad

**Avangaad Berhad (AVANGAAD) (5259: Bursa Malaysia)** is a Malaysia-based marine logistics provider, vessel owner, and operator, specialising in comprehensive maritime solutions for the oil and gas sector. The Group is now **strategically positioned as the Marine COP – Coordinator, Operator, and Partner** – delivering end-to-end maritime solutions anchored in its unique 4P mode: Port, People, Product, and Platform.

The Group delivers a full spectrum of services across four core marine business lines:

- **Tugboats** – A growing segment that includes harbour and ocean-going tugboats, providing towage, escort assistance, mooring and dockside services, environmental monitoring, and support for ship-to-ship transfers and other port auxiliary operations.
- **Tankers (Downstream)** – Chartering of various tankers for the transportation of petroleum products across regional routes.
- **Offshore Storage Solutions** – Provision of floating storage units (FSUs) and Floating Production Storage and Offloading (FPSO) vessels for offshore oil storage and processing needs.
- **Offshore Support Vessels** – Operation of fast crew boats (FCBs) that transport personnel and light cargo between shore bases, offshore platforms, and marine facilities.

Complementing its marine operations, the Group also runs a shipbuilding, repair, and fabrication division, reinforcing its integrated position within the maritime value chain. Through these capabilities, Avangaad positions itself not just as an asset owner, but as a fully integrated solutions provider, delivering a seamlessly connected ecosystem for marine logistics across Southeast Asia.

For more information visit: <https://avangaad.com/>

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