

CUTIX GROUP

RC50599

**SECOND QUARTER FY 2026
FORECAST FOR THE PERIOD
ENDED OCTOBER 31, 2025**

Cutix Group

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SECOND QUARTER FINANCIAL YEAR 2026 FORECAST

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Assumptions underlying the statement of Profit or Loss and Other comprehensive income

1. We do not anticipate an increase in interest rate in second quarter FY2026, as the Central Bank's monetary policy rate is expected to remain stable during the period.
2. The raw material cost to sales ratio is projected to be at 65% of second quarter FY2026 revenue, 2% higher than 1st quarter of FY2026, due to the global market which continues to face the repercussions of the Ukraine-Russia, Israel -Iran Conflict resulting to raising cost of raw material in our industry and government policies related to the clearing of raw materials.
3. Distribution costs are expected to increase in the second quarter of FY2026 compared to the first quarter of FY2026, primarily due to a increase in pump prices especially diesel.
4. The company's income tax rate of 27.5% and Education tax rate of 3% were applied, following the recent approval of the New Tax Reform Bill by the Senate and the President.
5. Profit before tax is estimated at N718,507.49 million, compared to the N738,364 million forecasted for the first quarter of FY2026, based on the preceding assumptions.

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | <u>2nd QTR FY 2026</u> | |
|---|------------------------|------|
| | 31/10/2025 | |
| | N000 | |
| Revenue | 4,674,455 | 100% |
| Cost of Sales | (3,365,608) | 72% |
| Distribution, Admin & Other expenses | (373,956) | 8% |
| Other Income | 33,869 | 1% |
| Finance Charges | (250,252) | 5% |
| Operating Profit Before Taxation | <u>718,508</u> | 15% |
| Taxation-Estimated | (219,145) | 5% |
| Profit /(Loss) after Tax | <u>499,363</u> | 11% |
| Other Comprehensive Income, net of Income tax | | |
| Total Comprehensive Income for the Period | 499,363 | 11% |
| Profit attributable to shareholders | <u>499,363</u> | 11% |
| Total Comprehensive Income attributable to shareholders | <u>499,363</u> | 11% |



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Ijeoma Oduonye (ACIS)

Chief Executive Officer

FRC/2016/PRO/DIR/003//00000015363



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Chidi Onwudiwe (ACA)

Chief Financial Officer

FRC/2025/PRO/ICAN/001/000000309629

2nd QUARTER FY2026 FORECAST STATEMENT OF CASH FLOW

| | N'000 |
|---|--------------|
| Cash Flow from Operating Activities | 4,472,908 |
| Operating Cash Flow before Changes in Working Capital | (3,690,468) |
| Net changes in Working Capital | (417,500) |
| Net Cash Generated from Operating Activities | 364,939 |
| Cash Flow from Investing Activities | (65,000) |
| Cash Flow from Financing Activities | (250,252) |
| Net (Decrease/Increase) Cash and Cash Equivalent | 49,687 |
| Opening Cash and Cash equivalent | 126,934 |
| Cash and Cash equivalent at end of the period | 176,622 |

**Assumptions Underlying the Second Quarter of FY 2026 Statement of
Cash flow forecast**

1. Cash receipts from customers are expected to be approximately 95% of revenue.
2. There will be an increase in cash outflows due to planned increase in raw material pipeline.
3. We anticipate investment in distribution vehicles in the second quarter of FY2026,
4. Net cash and bank balances in the second quarter of FY2026 are expected to increase compared to the first quarter of FY2026, driven by the anticipated inflow from customers.

| | 3 months |
|--|-------------------------|
| | 31.10.2025 |
| | N000 |
| 1 REVENUE | |
| The group has four major product category namely, house wiring cables, power cables, metal products, distribution panels/switches. These products are distributed through our distributors across the nation. Products are also supplied to project owners, contractors, developers, institutions, organisations, etc. | |
| Revenue | |
| House wiring cables | 3,489,109 |
| Power Cables | 930,429 |
| Metal products | 232,607 |
| Panels and Distribution boxes | <u>22,310</u> |
| | <u>4,674,455</u> |
| 2 OTHER INCOME | |
| This is made up of:- | |
| Sale of scrap | 33,869 |
| Profit/loss on disposal | <u>-</u> |
| | <u>33,869</u> |