Company Registration No. 200609894C

Pacific Radiance Ltd. and its Subsidiaries

Condensed interim financial statements

For the six months ended 30 June 2026 (6M 2026)

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Condensed interim consolidated statement of profit or loss and other comprehensive income

	Note	Group		
		6M 2026 US$'000	**6M 2025** US$'000	**Increase/ (Decrease)** %
Revenue	5	19,820	24,370	(19)
Cost of sales		(12,482)	(12,411)	1
Gross profit		7,338	11,959	(39)
Other operating income		4,268	1,864	129
General and administrative expenses		(6,574)	(6,385)	3
Other operating expenses		(116)	(327)	(65)
Finance costs		(143)	(141)	1
Share of results of joint ventures		51	67	(24)
Profit before taxation	6	4,824	7,037	(31)
Taxation	7	(153)	1,759	NM
Profit for the period		4,671	8,796	(47)
<u>Items that may be reclassified subsequently to profit or loss:</u>				
Foreign currency translation		(159)	2,385	NM
Other comprehensive income for the period, net of tax		(159)	2,385	NM
Total comprehensive income for the period		4,512	11,181	(60)
Equity holders of the Company		4,672	8,791	(47)
Non-controlling interests		(1)	5	NM
		4,671	8,796	(47)
Equity holders of the Company		4,513	11,176	(60)
Non-controlling interests		(1)	5	NM
		4,512	11,181	(60)
Basic (US cents per share)		0.3	0.6	
Diluted (US cents per share)		0.3	0.6	

NM: Not Meaningful

Condensed interim statements of financial position

		Group		Company	
	Note	30 June 2026	31 December 2025	30 June 2026	31 December 2025
		US$'000	US$'000	US$'000	US$'000
ASSETS					
Non-current assets					
Property, plant and equipment	12	56,458	57,657	–	–
Investment in subsidiaries		–	–	31,070	31,070
Investment in associates		11,733	11,733	–	–
Investment in joint ventures		5,438	5,388	–	–
Club memberships		–	–	–	–
Amounts due from related companies		403	403	–	–
		74,032	75,181	31,070	31,070
Current assets					
Inventories		11,893	6,668	–	–
Trade receivables	9	12,215	14,122	–	–
Other receivables		4,571	4,964	5	17
Amounts due from related companies	10	11,263	11,179	34,605	31,480
Dividends receivable		–	–	–	–
Cash and bank balances		12,606	14,383	6,318	8,819
		52,548	51,316	40,928	40,316
Total assets		126,580	126,497	71,998	71,386
EQUITY AND LIABILITIES					
Current liabilities					
Trade payables		7,864	4,302	–	–
Other liabilities		9,482	12,514	200	522
Amounts due to related companies		–	2	6,156	2,896
Provision for taxation		308	349	–	–
Lease liabilities		490	476	–	–
		18,144	17,643	6,356	3,418
Net current assets		34,404	33,673	34,572	36,898

Condensed interim statements of financial position

	Note	Group		Company	
		30 June 2026	**31 December 2025**	**30 June 2026**	**31 December 2025**
		US$'000	US$'000	US$'000	US$'000
Non-current liabilities					
Provisions		267	268	–	–
Lease liabilities		6,513	6,694	–	–
Deferred tax liabilities		491	491	–	–
Derivative warrant liabilities	14	690	3,757	690	3,757
		7,961	11,210	690	3,757
Total liabilities		26,105	28,853	7,046	8,752
Net assets		100,475	97,644	64,952	64,211
Equity attributable to equity holders of the Company					
Share capital	13	206,580	206,321	206,580	206,321
Treasury shares	13	(2,135)	(2,135)	(2,135)	(2,135)
Accumulated losses		(99,540)	(102,209)	(139,493)	(139,912)
Other reserves		(4,290)	(4,194)	–	(63)
	8	100,615	97,783	64,952	64,211
Non-controlling interests		(140)	(139)	–	–
Total equity		100,475	97,644	64,952	64,211

Condensed interim statements of changes in equity

	Share capital	Treasury shares	Accumulated losses	Total other reserves	Foreign currency translation reserve	Employee share-based payments reserve	Hedging reserve	Defined benefit plans	Capital reserve	Total	Non-controlling interests	Total equity
	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000
<u>The Group</u>												
Balance at 1 January 2026	206,321	(2,135)	(102,209)	(4,194)	(952)	–	–	–	(3,242)	97,783	(139)	97,644
Profit for the period	–	–	4,672	–	–	–	–	–	–	4,672	(1)	4,671
<u>Other comprehensive income</u>												
Foreign currency translation	–	–	–	(159)	(159)	–	–	–	–	(159)	–	(159)
Total comprehensive income for the period	–	–	4,672	(159)	(159)	–	–	–	–	4,513	(1)	4,512
Share-based payment adjustment	–	–	–	63	–	–	–	–	63	63	–	63
Issue of share capital	259	–	–	–	–	–	–	–	–	259	–	259
Dividends paid	–	–	(2,003)	–	–	–	–	–	–	(2,003)	–	(2,003)
Balance at 30 June 2026	206,580	(2,135)	(99,540)	(4,290)	(1,111)	–	–	–	(3,179)	100,615	(140)	100,475
Balance at 1 January 2025	205,844	(2,135)	(117,439)	(6,307)	(3,065)	–	–	–	(3,242)	79,963	(163)	79,800
Profit for the period	–	–	8,791	–	–	–	–	–	–	8,791	5	8,796
<u>Other comprehensive income</u>												
Foreign currency translation	–	–	–	2,385	2,385	–	–	–	–	2,385	–	2,385
Total comprehensive income for the period	–	–	8,791	2,385	2,385	–	–	–	–	11,176	5	11,181
Issue of share capital	–	–	(547)	–	–	–	–	–	–	(547)	–	(547)
Balance at 30 June 2025	205,844	(2,135)	(109,195)	(3,922)	(680)	–	–	–	(3,242)	90,592	(158)	90,434

Condensed interim statements of changes in equity

	Share capital	Treasury shares	Accumulated losses	Total other reserves	Capital reserve	Total
	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000
The Company						
Balance at 1 January 2026	206,321	(2,135)	(139,912)	(63)	(63)	64,211
Profit for the period	–	–	2,422	–	–	2,422
Total comprehensive income for the period	–	–	2,422	–	–	2,422
Share-based payment adjustment	–	–	–	63	63	63
Issue of share capital	259	–	–	–	–	259
Dividends paid	–	–	(2,003)	–	–	(2,003)
Balance at 30 June 2026	206,580	(2,135)	(139,493)	–	–	64,952
Balance at 1 January 2025	205,844	(2,135)	(159,547)	(63)	(63)	44,099
Loss for the period	–	–	1,024	–	–	1,024
Total comprehensive income for the period	–	–	1,024	–	–	1,024
Issue of share capital	–	–	(547)	–	–	(547)
Balance at 30 June 2025	205,844	(2,135)	(159,070)	(63)	(63)	44,576

Condensed interim consolidated statement of cash flows

	Note	6M 2026 US$'000	6M 2025 US$'000
Cash flows from operating activities:			
Profit before taxation		4,824	7,037
Adjustments for:			
Depreciation of property, plant and equipment		2,757	2,657
Finance costs		143	141
Interest income		(163)	(283)
Share of results of joint ventures		(51)	(67)
Return of capital from joint ventures	6	–	(93)
Gain on control of subsidiary (formerly joint venture)		–	(11)
Loss on disposal of property, plant and equipment	6	5	–
Writeback of impairment of vessels	6	(550)	–
(Writeback)/Impairment of doubtful trade receivables, net	9	(13)	274
Writeback of impairment of other receivables		(322)	–
Writeback of impairment of amounts due from related companies, net	10	(2)	(926)
Share-based payment adjustment		89	–
Net fair value gain on derivative warrant liabilities		(2,928)	(257)
Exchange differences		(32)	(150)
Operating cash flows before changes in working capital		3,757	8,322
Decrease in trade and other receivables		2,559	4,787
Increase in amounts due from/to related companies, net		(80)	(2,507)
Increase in inventories		(5,318)	(142)
Increase/(Decrease) in trade payables and other liabilities		718	(9,541)
Cash generated from operations		1,636	919
Taxes paid		(193)	(26)
Interest paid		(143)	(141)
Interest received		130	283
Net cash flows generated from operating activities		1,430	1,035

Condensed interim consolidated statement of cash flows

	6M 2026 US$'000	6M 2025 US$'000
Cash flows from investing activity:		
Purchase of property, plant and equipment	(1,058)	(3,870)
Gain of control of subsidiary (formerly joint venture)	–	25
Loans repaid by joint ventures	–	772
Return of capital from joint venture	–	93
Net cash flows used in investing activity	(1,058)	(2,980)
Cash flows from financing activities:		
Payment of principal portion of lease liabilities	(237)	(223)
Dividend paid	(2,003)	(547)
Proceeds from issuance of shares	83	–
Net cash flows used in financing activities	(2,157)	(770)
Net decrease in cash and bank balances	(1,785)	(2,715)
Effect of exchange rate changes on cash and bank balances	8	295
Cash and bank balances at beginning of the period	14,383	17,834
Cash and bank balances at end of the period	12,606	15,414

Notes to the condensed interim consolidated financial statements

1. Corporate information

Pacific Radiance Ltd. (the "Company") is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited (“SGX-ST”). These condensed interim consolidated financial statements for the six months ended 30 June 2026 comprise the Company and its subsidiaries (collectively, the “Group”). The principal activity of the Company is investment holding.

The principal activities of the Group are:
(a) owning, managing, chartering and operating of offshore support vessels; and
(b) ship repair and ship building.

2. Basis of preparation

The condensed interim consolidated financial statements for the six months ended 30 June 2026 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However selected explanatory notes are included to explain events and transactions that are significant to the understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2025.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The financial statements are presented in United States Dollars (US$) which is the Company’s functional currency and all values in the tables are rounded to the nearest thousand (US$’000), except when otherwise indicated.

2.1 New and amended standards adopted by the Group

A number of amendments to SFRS(I)s have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those amendments.

2.2 Use of judgements and estimates

The preparation of the Group's consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

The significant judgements made by management in applying the Groups accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the period ended 31 December 2026.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3. Seasonal operations

The Group’s businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4. Segment Information

For management purposes, the Group's operation is organised into two main operating business divisions based on their services and products:

(a) the ship management business is engaged in managing, chartering and operating of offshore support vessels; and
(b) the shipyard business is engaged in ship repair and ship building activities.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on profit from operations. Income taxes are managed on a group basis and are not allocated to operating segments.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

	Ship Management US$'000	Shipyard US$'000	Total US$'000
6M 2026			
Revenue:			
Sales	11,735	8,385	20,120
Inter-segment sales (Note A)	(300)	–	(300)
Sales to external customers	11,435	8,385	19,820
Results:			
Interest income	126	37	163
Finance costs	–	(143)	(143)
Depreciation and amortisation	(1,252)	(1,505)	(2,757)
Share of results of joint ventures	51	–	51
Write-back of impairment of doubtful trade receivables, net	1	12	13
Write-back of impairment of other receivables	322	–	322
Write-back of impairment of vessels	550	–	550
Loss on disposal of property, plant and equipment	–	(5)	(5)
Segment profit before taxation	5,976	(1,152)	4,824

	Ship Management US$'000	Shipyard US$'000	Total US$'000
As at 30 June 2026			
Segment assets:			
Investment in associates	11,733	–	11,733
Investment in joint ventures	5,438	–	5,438
Additions to non-current assets (Note B)	752	306	1,058
Segment assets	70,317	56,263	126,580
Segment liabilities	9,886	16,219	26,105

4 Segment Information (cont'd)

	Ship Management	Shipyard	Total
	US$'000	US$'000	US$'000
6M 2025			
Revenue:			
Sales	14,053	10,317	24,370
Inter-segment sales (Note A)	–	–	–
Sales to external customers	14,053	10,317	24,370
Results:			
Interest income	276	7	283
Finance costs	–	(141)	(141)
Depreciation and amortisation	(1,245)	(1,412)	(2,657)
Share of results of joint ventures	67	–	67
Segment profit before taxation	6,027	1,010	7,037

	Ship Management	Shipyard	Total
	US$'000	US$'000	US$'000
As at 31 December 2025			
Segment assets:			
Investment in associates	11,733	–	11,733
Investment in joint ventures	5,388	–	5,388
Additions to non-current assets (Note B)	1,492	1,024	2,516
Segment assets	72,763	53,734	126,497
Segment liabilities	15,828	13,025	28,853

Note A: Inter-segment sales are eliminated on consolidation.

Note B: Additions to non-current assets consist of additions to property, plant and equipment.

5. Disaggregation of revenue

Segments	Ship Management	Shipyard	Total
	US$'000	US$'000	US$'000
6M 2026			
Type of services			
Lease revenue	4,138	–	4,138
Other ancillary time charter revenue	3,647	–	3,647
Ship repair income	–	8,385	8,385
Ship management fee income	3,650	–	3,650
	11,435	8,385	19,820
Timing of transfer of services			
At a point in time	–	8,385	8,385
Over time	11,435	–	11,435
	11,435	8,385	19,820
6M 2025			
Type of services			
Lease revenue	4,390	–	4,390
Other ancillary time charter revenue	4,282	–	4,282
Ship repair income	–	10,317	10,317
Ship management fee income	5,381	–	5,381
Others			
	14,053	10,317	24,370
Timing of transfer of services			
At a point in time	–	10,317	10,317
Over time	14,053	–	14,053
	14,053	10,317	24,370

5. **Disaggregation of revenue (cont'd)**

Intercompany revenue

	Ship Management US$'000	**Shipyard** US$'000	**Total** US$'000
6M 2026	300	–	300
6M 2025	–	–	–

Geographical information

Revenue is based on the geographical location in which the services are performed.

	Group	
	6M 2026 US$'000	**6M2025** US$'000
Asia [1]	–	–
Singapore	12,035	15,603
Middle East	7,785	8,767
	19,820	24,370

[1] Asia includes Brunei, Indonesia and Thailand.

6. Profit before taxation

6.1 Significant items

	Group	
	6M 2026	**6M 2025**
	US$'000	US$'000
Income		
Write-back of impairment of shareholder's loan repaid by related companies, net	–	926
Interest income	163	283
Net fair value gain on derivative warrant liabilities	2,928	257
Return of capital from joint venture	–	93
Write-back of impairment of vessels	550	–
Write-back of impairment of doubtful trade receivables, net	13	–
Write-back of impairment of other receivables	322	–
Write-back of impairment of amount due from related companies, net	2	–
Foreign exchange gains, net	4	46
Expenses		
Depreciation of property, plant and equipment (included in cost of sales)	2,250	2,127
Depreciation of property, plant and equipment (included in general and administrative expenses)	507	530
Loss on disposal of property, plant and equipment	5	–
Impairment of doubtful receivables, net	–	274

6.2 Related party transactions

In addition to the related party information disclosed elsewhere in the financial statements, the following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period:

	Group	
	6M 2026	**6M 2025**
	US$'000	US$'000
Income		
Charter hire income:		
- Joint ventures	–	8,232
Management fee income from:		
- Joint ventures	21	21
Ship management fee income from:		
- Associates	30	42
- Joint ventures	–	48
Interest income from:		
- Associates	33	–
- Joint ventures	–	161
Miscellaneous income from:		
- Joint ventures	–	399
- Associates	12	13

7. Taxation

The Group calculates the income tax expense for the period using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group	
	6M 2026	**6M 2025**
	US$'000	US$'000
Current income tax expense	(153)	(95)
Deferred tax expense	–	1,854
	(153)	1,759

8. Net asset value

	Group		Company	
	As at 30 June 2026	**As at 31 December 2025**	**As at 30 June 2026**	**As at 31 December 2025**
Net asset value (US$'000)	100,475	97,644	64,952	64,211
Total number of ordinary shares issued ('000)	1,459,462	1,455,218	1,459,462	1,455,218
Net asset value per ordinary share (US cents)	6.88	6.71	4.45	4.41

9. Trade receivables

The movement in allowance for expected credit losses of trade receivables computed based on lifetime expected credit losses is as follows:

	Group	
	As at 30 June 2026 US$'000	**As at 31 December 2025** US$'000
Movement in allowance for expected credit losses:		
At 1 January	412	437
Charge for the year	6	300
Write-back	(19)	(189)
Write-off	–	(136)
At end of financial period/year	399	412

10. Amounts due from related companies

The Group provides for lifetime expected credit losses for trade amounts due from related companies based on a provision matrix similar to allowance for trade receivables. The Group compute expected credit loss for non-trade amounts and loans due from related companies using the probability of default approach.

The movement in allowance for expected credit loss is as follows:

	Group		**Company**	
	As at 30 June 2026 US$'000	**As at 31 December 2025** US$'000	**As at 30 June 2026** US$'000	**As at 31 December 2025** US$'000
Movement in allowance accounts:				
At 1 January	28,759	33,235	8,122	8,122
Charge for the year	–	1,356	–	–
Write-back	(2)	(946)	–	–
Write-off	(758)	(4,900)	–	–
Exchange differences	1	14	–	–
At end of financial period/year	28,000	28,759	8,122	8,122

11. Fair values of financial instruments

The fair value of a financial instrument is the amount at which the instrument could be exchanged or settled between knowledgeable and willing parties in an arm's length transaction, other than in a forced or liquidation sale.

(i) ***Fair value hierarchy***

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities that the Group can access at the measurement date,
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
- Level 3 – Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

11. Fair values of financial instruments (cont'd)

(ii) ***Financial instruments that are carried at fair value***

The following table shows an analysis of each class of assets and liabilities measured at fair value at the end of the reporting period:

	30 June 2026 US$'000 Fair value measurements at the end of the reporting period using			
	Quoted prices in active markets for identifiable instruments (Level 1)	Inputs other than quoted prices that are observable (Level 2)	Significant unobservable inputs (Level 3)	Total
Group and Company				
Financial liabilities:				
Derivatives not designated as hedging instrument				
Derivative warrant liabilities	477	213	–	690
Financial liabilities as at 30 June 2026	477	213	–	690

Group and Company				
Liabilities measured at fair value				
Financial liabilities:				
Derivatives not designated as hedging instrument				
Derivative warrant liabilities	1,859	1,898	–	3,757
Financial liabilities as at 31 December 2025	1,859	1,898	–	3,757

11. **Fair values of financial instruments (cont'd)**

(iii) ***Financial instruments whose carrying amounts are reasonable approximation of fair value***

(a) Trade and other receivables, trade payables and other liabilities, amounts due from/(to) related companies, cash and bank balances.

The carrying amounts of these balances approximate fair values due to their short-term nature.

(b) Amounts due from related companies and lease liabilities.

The carrying amounts of amounts due from related companies and lease liabilities approximate fair value as the current lending rates for similar types of lending arrangements are not materially different from the rates obtained by the Group.

Financial instruments by category

Set below is a comparison by category of the carrying amount of all the Group and Company's financial instruments that were carried in the financial statements.

	Financial assets at amortised cost	**Financial assets at fair value through profit or loss**	**Financial assets at fair value through OCI**
	US$'000	US$'000	US$'000
Group			
30 June 2026			
Assets			
Trade receivables	12,215	–	–
Other receivables	3,085	–	–
Amounts due from related companies	11,666	–	–
Cash and bank balances	12,606	–	–
	39,572	–	–
31 December 2025			
Assets			
Trade receivables	14,122	–	–
Other receivables	4,038	–	–
Amounts due from related companies	11,582	–	–
Cash and bank balances	14,383	–	–
	44,125	–	–

11. Fair values of financial instruments (cont'd)

(iii) ***Financial instruments whose carrying amounts are reasonable approximation of fair value (cont'd)***

Financial instruments by category (cont'd)

	Financial liabilities at amortised cost	Financial liabilities at fair value through profit or loss
	US$'000	US$'000
Group		
30 June 2026		
Liabilities		
Trade payables	7,864	–
Other liabilities	7,564	–
Amounts due to related companies	–	–
Derivative warrant liabilities	–	690
Lease liabilities	7,003	–
	22,431	690
31 December 2025		
Liabilities		
Trade payables	4,302	–
Other liabilities	8,446	–
Amounts due to related companies	2	–
Derivative warrant liabilities	–	3,757
Lease liabilities	7,170	–
	19,920	3,757

	Financial assets at amortised cost	Financial liabilities at fair value through profit or loss
Company	US$'000	US$'000
30 June 2026		
Assets		
Amounts due from related companies	34,605	–
Cash and bank balances	6,318	–
	40,923	–
31 December 2025		
Assets		
Amounts due from related companies	31,480	–
Cash and bank balances	8,819	–
	40,299	–

11. Fair values of financial instruments (cont'd)

(iii) ***Financial instruments whose carrying amounts are reasonable approximation of fair value (cont'd)***

Financial instruments by category (cont'd)

	Financial liabilities at amortised cost	Financial liabilities at fair value through profit or loss
Company	US$'000	US$'000
30 June 2026		
Liabilities		
Other liabilities	200	–
Amounts due to related companies	6,156	–
Derivative warrant liabilities	–	690
	6,356	690
31 December 2025		
Liabilities		
Other liabilities	509	–
Amounts due to related companies	2,896	–
Derivative warrant liabilities	–	3,757
	3,405	3,757

12. Property, plant and equipment

During the financial period ended 30 June 2026**,** addition to property, plant and equipment amounted to US$1 million.

The Group assesses the impairment of its property, plant and equipment whenever events or changes in circumstances indicate that the carrying value exceeds its recoverable amount, which is the higher of its fair value less costs to dispose and its value in use.

For the purposes of impairment assessment of property, plant and equipment, the fair value less costs to dispose is determined mainly based on the value in use approach.

As at 30 June 2026, the Group has considered both external and internal sources of information and assessed that there is no indication that its vessels, property and buildings may be impaired.

13. Share capital and treasury shares

(i) *Share capital*

	Group and Company			
	30 June 2026		**31 December 2025**	
	No. of shares '000	US$'000	No. of shares '000	US$'000
Issued and fully paid ordinary shares:				
Balance at the beginning of the year	1,456,251	206,321	1,449,026	205,844
Issue of shares	4,244	259	7,225	477
Balance at the end of the period/year	1,460,495	206,580	1,456,251	206,321

The Company's subsidiaries did not hold any shares in the Company as at 30 June 2026 and 31 December 2025.

(ii) *Treasury shares*

	Group and Company			
	30 June 2026		**31 December 2025**	
	No. of shares '000	US$'000	No. of shares '000	US$'000
Balance at the beginning of the period/ year	(1,033)	(2,135)	(1,033)	(2,135)

The Company did not acquire any treasury shares during the financial period.

The Company's total issued shares excluding treasury shares as at 30 June 2026 and 31 December 2025 is 1,459,462,218.

14. Derivative warrant liabilities

	Group and Company				
	30 June 2026		**31 December 2025**		
	No. of warrants '000	US$'000	No. of warrants '000	US$'000	Exercise price S$
Balance at the beginning of the year	60,591	3,757	67,816	515	
Shareholder Warrants issued - quoted	(4,244)	(176)	(7,225)	(338)	0.025
Fair value adjustment on shareholder warrants	–	(2,928)	–	3,509	
Management Warrants issued - unquoted	–	–	–	–	0.045
Exchange differences	–	37	–	71	
Balance at the end of the period/year	56,347	690	60,591	3,757	

14. Derivative warrant liabilities (cont'd)

Both the Shareholder Warrants and Management Warrants (collectively the "Warrants") may only be exercised on the date falling on the third anniversary of the issuance of the Warrants or earlier, if all Perpetual Securities have been redeemed by the Company. The Company redeemed all Perpetual Securities by 30 August 2024. The Warrants will expire in five years from the date of issuance of the Warrants.

On 5 February 2024, pursuant to the rights issue which constitutes an event that gives rise to an adjustment to the exercise price and the number of Warrants held by each holder of the Warrants, the Company issued (a) an aggregate of 11,021,494 additional Shareholder Warrants to the holders of Shareholder Warrants; and (b) an aggregate of 11,307,109 additional Management Warrants to the holders of Management Warrants. Accordingly, (a) the number of Shareholder Warrants increased from 22,454,446 to 33,475,940 with an adjusted exercise price of S$0.025; and (b) the number of Management Warrants increased from 23,033,431 to 34,340,540 with an adjusted exercise price of S$0.045.

Except for the Warrants, there were no convertible securities as at 30 June 2026 and 31 December 2025. The number of shares that may be issued on exercise of Warrants were 56,347,164 as at 30 June 2026 (31 December 2025: 60,591,056).

The outstanding Warrants are recognised as a warrant liability on the balance sheet and are measured at fair value at their inception date and subsequently re-measured at each reporting period with changes being recorded in the statement of profit or loss.

Shareholder Warrant liabilities are considered as Level 1 liabilities on the fair value hierarchy, as they are listed. As at 30 June 2026, the fair value of the Shareholder Warrant liabilities is US$477,000 (31 December 2025: US$1,859,000), based on the listed warrant price of S$0.028 (31 December 2025: S$0.091).

Management Warrant liabilities are considered as Level 2 liabilities on the fair value hierarchy, as they are unlisted. As at 30 June 2026, based on the listed price of Shareholder Warrants and adjustment for the different exercise price between the Shareholder Warrants and Management Warrants, management has determined that the fair value of the Management Warrants is US$213,000 as at 30 June 2026 (31 December 2025: US$1,898,000).

Other information required by Listing Rule Appendix 7.2

This announcement is pursuant to Rule 705(2) of the SGX Listing Manual.

1. Review

The condensed consolidated statement of financial position of the Group as at 30 June 2026 and the condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six months ended 30 June 2026 and related explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

Comparison of statement of profit or loss and other comprehensive income between 6M 2026 and 6M 2025

Total revenue from operations of US$19.8 million for 6M 2026 was US$4.6 million or 19% lower as compared to the same period in 2025. The decrease was mainly attributable to the decrease in ship repair revenue and ship management revenue, which comprised chartering revenue and ship management fees. Ship repair revenue decreased by 18% to US$8.4 million due to fewer number of ship repair jobs completed and longer completion period that extends into the second half of the year for certain higher value jobs. Ship management revenue decreased 19% to US$11.4 million due to lower revenue from chartering and ship management activities as operations were affected by the Middle East conflict. Gross profit from operations decreased by approximately US$4.7 million or 39% to US$7.3 million for 6M 2026, mainly attributed to the increase in operating costs in Middle East.

Other operating income for 6M 2026 increased by approximately US$2.2 million to US$4.3 million, mainly due to fair value gain on derivatives, write-back of impairment of vessel, increase in rental income from dormitory, which was partially offset by lower interest income and the absence of one-off write-back of impairment of amount due from joint ventures recognised during the prior period.

General and administrative expenses for 6M 2026 remained stable as compared to prior period. It comprised mainly of staff costs, property tax and related expenses, and general corporate expenses.

Other operating expenses decreased by approximately US$0.3 million or 91% to US$0.04 million for 6H 2026, mainly due to lower impairment of doubtful receivables recognised during the period.

Share of results of joint venture for 6M 2026 was related to joint venture, Mainprize Asia Ventures Pte. Ltd.

2. **Review of performance of the Group (cont'd)**

Comparison of statement of financial position

Non-current assets

The Group's non-current assets amounted to US$74.0 million as at 30 June 2026 as compared to US$75.2 million as at 31 December 2025. The decrease of US$1.2 million was due to depreciation of property, plant and equipment, which was partially offset by the net addition to property, plant and equipment.

Current assets

The Group's current assets increased by US$1.2 million to US$52.5 million as at 30 June 2026 from US$51.3 million as at 31 December 2025. This was mainly due to the increase in:

(i) inventories by US$5.2 million; and
(ii) amounts due from related companies by US$0.1 million.

This was partially offset by the decrease in:

(iii) trade receivables by US$1.9 million;
(iv) other receivables by US$0.4 million; and
(v) cash and bank balances by US$1.8 million

Current liabilities

The Group's current liabilities amounted to US$18.1 million as at 30 June 2026. The increase of US$0.5 million in current liabilities from US$17.6 million as at 31 December 2025 was mainly attributed to the increase in:

(i) trade payables by US$3.6 million.

This was partially offset by the decrease in:

(ii) other liabilities by US$3.1 million.

Non-current liabilities

The Group's non-current liabilities amounted to US$8.0 million as at 30 June 2026. Non-current liabilities decreased by US$3.2 million from US$11.2 million as at 31 December 2025 primarily due to the decrease in:

(i) derivative warrant liabilities by US$3.1 million; and
(ii) lease liabilities by US$0.1 million.

Statement of Cash Flows

For 6M 2026, the Group registered a net cash outflow of US$1.8 million.

Net cash inflow from operating activities was US$1.4 million. This was due to cash generated from operations before working capital changes of US$3.7 million, which was partially offset by the increase in working capital as well as tax and net interest paid totalling US$2.3 million.

Net cash outflow from investing activity was US$1.1 million due to net additions of property, plant and equipment.

Net cash outflow from financing activities was US$2.2 million mainly due to dividend and lease payments.

3. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

Not applicable

4. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The offshore oil and gas market continued to be affected by heightened geopolitical tensions and regional conflicts in the Middle East. In particular, the ongoing security situation in and around the Persian Gulf and Strait of Hormuz has disrupted maritime activities and increased operational risks and costs for offshore operators. These developments have also affected the Group's operations, including vessel deployment and utilisation, and have resulted in higher operating costs. The Group continues to closely monitor developments in the Middle East and take appropriate measures to safeguard its personnel and assets while managing the operational impact arising from the conflict.

While fundamentals of the offshore oil and gas sector remain supported by continued investment in offshore developments and ongoing energy security requirements, the operating environment is expected to remain uncertain in the near term, particularly in the Middle East. Any further escalation of tensions or prolonged disruption to maritime activities could adversely affect vessel utilisation, operating costs and the Group's operations in the region.

Separately, the offshore wind market continued to expand, underpinned by long-term renewable energy targets across Europe and sustained government support for energy transition and energy security. These factors have continued to support demand for vessels across the offshore wind value chain, including crew transfer vessels ("CTVs") used to transport personnel and equipment between shore bases and offshore wind installations. This provides opportunities for the Group to increase its participation in the sector through the supply of CTVs to meet the evolving requirements of offshore wind operators and service providers.

Against this backdrop of divergent conditions across the traditional and renewable energy markets, the Group intends to maintain a disciplined approach in deploying its resources, focusing on areas that offer stronger growth opportunities while continuing to prioritise cost control. The Board will continue to monitor the geopolitical and market developments closely and respond as circumstances require.

5. Dividend information

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

6. Interested person transactions

The Group has not obtained a general mandate from shareholders for Interested Party Transactions.

7. In the review of performance, the factors leading to any material change in contributions to turnover and earnings by the business or geographical segments

Refer to part 2 and 4.

8. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	1H 2026 US$	**2025 US$**
Final Dividend[1]	–	2,003,000
Total	–	2,003,000

[1] 2025 proposed dividend was approved in the Annual General Meeting on 28 April 2026 and paid on 20 May 2026.

9. Confirmation of Directors and Executive Officers' undertakings pursuant to Listing Rule 720(1)

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) pursuant to Rule 720(1) of the SGX Listing Manual.

10. Confirmation by the Board pursuant to SGX Listing Rule 705(5)

The Board hereby confirms to the best of its knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the six months ended 30 June 2026 to be false or misleading in any material respect.

On behalf of the Board of Directors

Pang Yoke Min
Executive Chairman

Pang Wei Meng
Executive Director

14 August 2026