

EMERGING TOWNS & CITIES SINGAPORE LTD.
(Company Registration No. 198003839Z)

EMERGING TOWNS & CITIES SINGAPORE LTD. (Incorporated in the Republic of Singapore) (Company Registration No. 198003839Z)

Condensed Interim Financial Statements for the first Quarter ended 31 March 2025

Pursuant to Rule 705(2) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, the Company is required to announce its quarterly financial statements in view of the qualified opinion issued by the Company's auditor in the latest audited financial statements for the financial year ended 31 December 2024.

*This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

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A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

| | | Group | |
|--|-------|---|--|
| | Notes | First Quarter Ended 31-Mar-25 Unaudited S\$'000 | First Quarter Ended 31-Mar-24* Unaudited S\$'000 |
| Continuing operations | | | |
| Revenue | 4 | 976 | - |
| Other income | 6 | 206 | - |
| Changes in inventories | | 155 | - |
| Purchases and related costs | | (748) | - |
| Amortisation of intangible assets | | (1) | - |
| Depreciation of property, plant and equipment | | (132) | - |
| Depreciation of right-of-use assets | | (243) | - |
| Staff costs | | (1,864) | (134) |
| Short-term lease expenses | | (6) | - |
| Other operating expenses | 7 | (922) | (85) |
| Finance costs | 8 | (26) | (41) |
| Loss before taxation from continuing operations | | (2,605) | (260) |
| Taxation | 10 | (8) | - |
| Loss for the period from continuing operations | | (2,613) | (260) |
| Discontinued operations | | | |
| Loss for the period from discontinued operations, net of tax | 11 | - | (3,131) |
| Loss for the period | | (2,613) | (3,391) |
| Other comprehensive (loss)/profit | | | |
| Items that may be reclassified to profit or loss in subsequent periods (net of tax) | | | |
| Currency translation differences arising from consolidation of foreign operations | | (30) | 816 |
| Total comprehensive loss for the period | | (2,643) | (2,575) |
| Loss attributable to: | | | |
| Owners of the Company | | | |
| - Loss from continuing operations | | (2,464) | (251) |
| - Loss from discontinued operations | | - | (1,460) |
| | | (2,464) | (1,711) |
| Non-controlling interests | | | |
| - Loss from continuing operations | | (149) | (9) |
| - Loss from discontinued operations | | - | (1,671) |
| | | (149) | (1,680) |
| Loss for the period | | (2,613) | (3,391) |

*: Comparative information has been re-presented due to a discontinued operation and revision of presentation format for its profit and loss statement.

A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)

| | Notes | Group | |
|--|-----------|---------------------|---------------------|
| | | First Quarter Ended | First Quarter Ended |
| | | 31-Mar-25 | 31-Mar-24* |
| | | Unaudited | Unaudited |
| | | S\$'000 | S\$'000 |
| Total comprehensive loss attributable to: | | | |
| Owners of the Company | | | |
| - Loss from continuing operations | | (2,493) | (251) |
| - Loss from discontinued operations | | - | (1,059) |
| | | (2,493) | (1,310) |
| Non-controlling interests | | | |
| - Loss from continuing operations | | (150) | (9) |
| - Loss from discontinued operations | | - | (1,256) |
| | | (150) | (1,265) |
| Total comprehensive loss for the period | | (2,643) | (2,575) |
| Loss per share attributable to owners of the Company (Singapore cents) <u>Basic and diluted</u> | | | |
| From continuing operations | 17 | (0.25) | (0.03) |
| From discontinued operations | 17 | - | (0.14) |

*: Comparative information has been re-presented due to a discontinued operation and revision of presentation format for its profit and loss statement.

B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

| | Note | Group | | Company | |
|---|------|--------------|---------------|--------------|--------------|
| | | 31-Mar-25 | 31-Dec-24 | 31-Mar-25 | 31-Dec-24 |
| | | Unaudited | Audited | Unaudited | Audited |
| | | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| ASSETS | | | | | |
| Non-Current | | | | | |
| Property, plant and equipment | 12 | 1,183 | 1,067 | 4 | - |
| Right-of-use assets | | 2,508 | 2,776 | - | - |
| Intangible assets | | 21 | 22 | - | - |
| Subsidiaries | 13 | - | - | 2,100 | 2,100 |
| Long-term deposits | 14 | 115 | 116 | - | - |
| | | 3,827 | 3,981 | 2,104 | 2,100 |
| Current | | | | | |
| Inventories | | 260 | 415 | - | - |
| Trade and other receivables | 14 | 3,058 | 2,340 | 2,054 | 2,045 |
| Prepayments | | 760 | 171 | 17 | 15 |
| Cash and cash equivalents | | 1,159 | 5,471 | 669 | 1,246 |
| | | 5,237 | 8,397 | 2,740 | 3,306 |
| Total assets | | 9,064 | 12,378 | 4,844 | 5,406 |
| EQUITY AND LIABILITIES | | | | | |
| Capital and Reserves | | | | | |
| Share capital | 15 | 43,580 | 43,580 | 43,580 | 43,580 |
| Reserves | | (42,673) | (40,180) | (42,633) | (42,306) |
| Equity attributable to owners of the Company | | 907 | 3,400 | 947 | 1,274 |
| Non-controlling interests | | 310 | 460 | - | - |
| Total equity | | 1,217 | 3,860 | 947 | 1,274 |
| LIABILITIES | | | | | |
| Non-Current | | | | | |
| Lease liabilities | 16 | 1,379 | 1,714 | - | - |
| Current | | | | | |
| Lease liabilities | 16 | 916 | 859 | - | - |
| Trade and other payables | | 5,552 | 5,704 | 3,897 | 4,132 |
| Current tax payable | | - | 241 | - | - |
| | | 6,468 | 6,804 | 3,897 | 4,132 |
| Total liabilities | | 7,847 | 8,518 | 3,897 | 4,132 |
| Total equity and liabilities | | 9,064 | 12,378 | 4,844 | 5,406 |

C. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

| Note | Group | |
|---|---|---|
| | First Quarter Ended 31-Mar-25 S\$'000 | First Quarter Ended 31-Mar-24 S\$'000 |
| Cash Flows from Operating Activities | | |
| Loss before taxation | | |
| - Continuing operation | (2,605) | (260) |
| - Discontinued operations | - | (3,167) |
| Loss before taxation | (2,605) | (3,427) |
| Adjustments for: | | |
| Amortisation of intangible assets | 1 | - |
| Depreciation of property, plant and equipment | 132 | 33 |
| Depreciation of right-of-use assets | 243 | - |
| Forfeiture of advance consideration received from customers | - | (294) |
| Financing expense on payment from customers | - | 68 |
| Financing income on payments from customers | - | (538) |
| Fair value gain on investment properties | - | (104) |
| Interest income | (1) | (11) |
| Interest expense | 26 | 2,243 |
| Operating loss before working capital changes | (2,204) | (2,030) |
| Trade and other receivables | (1,391) | (208) |
| Advance consideration received from customers | (21) | (2,453) |
| Trade and other payables | 22 | 2,504 |
| Inventory | 155 | - |
| Development properties | - | 7,297 |
| Cash (used in)/generated from operations | (3,439) | 5,110 |
| Income taxes paid | (249) | - |
| Net cash (used in)/generated from operating activities | (3,688) | 5,110 |
| Cash Flows from Investing Activities | | |
| Interest received | 1 | 11 |
| Purchase of property, plant and equipment | (341) | - |
| Net cash (used in)/generated from investing activities | (340) | 11 |
| Cash Flows from Financing Activities | | |
| Bank balances pledged | - | (1,749) |
| Interest paid | - | (792) |
| Payment of lease liabilities | (283) | - |
| Payment of land lease premium | - | (448) |
| Net cash used in financing activities | (283) | (2,989) |
| Net (decrease)/increase in cash and cash equivalents | (4,311) | 2,132 |
| Cash and cash equivalents at beginning of period | 5,471 | 3,129 |
| Effect of exchange rate fluctuations on cash and cash equivalents | (1) | 187 |
| Cash and cash equivalents at end of period | 1,159 | 5,448 |

D. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

Group

| The Group | Share capital S\$'000 | Capital reduction reserve S\$'000 | Capital reserve S\$'000 | Share option reserve S\$'000 | Equity component of convertible loan S\$'000 | Exchange fluctuation reserve S\$'000 | Statutory reserve S\$'000 | Accumulated losses S\$'000 | Equity attributable to owners of the company S\$'000 | Non-controlling interests S\$'000 | Total equity S\$'000 |
|---|--------------------------|--------------------------------------|----------------------------|---------------------------------|---|---|------------------------------|-------------------------------|---|--------------------------------------|-------------------------|
| Balance as at 1 January 2025 | 43,580 | 15,998 | 10,987 | 730 | 14,150 | 12 | 134 | (82,191) | 3,400 | 460 | 3,860 |
| Total comprehensive loss for the period | - | - | - | - | - | (29) | - | (2,464) | (2,493) | (150) | (2,643) |
| Contributions by and distributions to owners | | | | | | | | | | | |
| Interest incurred on convertible loan | - | - | - | - | 41 | - | - | (41) | - | - | - |
| Transfer to statutory reserve | - | - | - | - | - | - | (16) | 16 | - | - | - |
| Balance at 31 March 2025 | 43,580 | 15,998 | 10,987 | 730 | 14,191 | (17) | 118 | (84,680) | 907 | 310 | 1,217 |

| The Group | Share capital S\$'000 | Capital reduction reserve S\$'000 | Capital reserve S\$'000 | Share option reserve S\$'000 | Revaluation reserve S\$'000 | Equity component of convertible loan S\$'000 | Exchange fluctuation reserve S\$'000 | Accumulated losses S\$'000 | Equity attributable to owners of the company S\$'000 | Non-controlling interests S\$'000 | Total equity S\$'000 |
|---|--------------------------|--------------------------------------|----------------------------|---------------------------------|--------------------------------|---|---|-------------------------------|---|--------------------------------------|-------------------------|
| Balance as at 1 January 2024 | 43,580 | 15,998 | 24,695 | 730 | 299 | 13,984 | (3,114) | (26,981) | 69,191 | (34,860) | 34,331 |
| Total comprehensive loss for the period | - | - | - | - | - | - | 401 | (1,711) | (1,310) | (1,265) | (2,575) |
| Contributions by and distributions to owners | | | | | | | | | | | |
| Interest incurred on convertible loan | - | - | - | - | - | 41 | - | - | 41 | - | 41 |
| Balance at 31 March 2024 | 43,580 | 15,998 | 24,695 | 730 | 299 | 14,025 | (2,713) | (28,692) | 67,922 | (36,125) | 31,797 |

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D. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)

Company

| The Company | Share capital | Capital reduction reserve | Capital reserve | Equity component of convertible loan | Share option reserve | Accumulated losses | Total equity attributable to owners of the Company |
|---|---------------|------------------------------|-----------------|--|-------------------------|--------------------|--|
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Balance at 1 January 2025 | 43,580 | 15,998 | 10,987 | 14,150 | 730 | (84,171) | 1,274 |
| Interest incurred on convertible loan | - | - | - | 41 | - | (41) | - |
| Total comprehensive loss for the period | - | - | - | - | - | (327) | (327) |
| Balance at 31 March 2025 | 43,580 | 15,998 | 10,987 | 14,191 | 730 | (84,539) | 947 |

| The Company | Share capital | Capital reduction reserve | Capital reserve | Equity component of convertible loan | Share option reserve | Accumulated losses | Total equity attributable to owners of the Company |
|---|---------------|------------------------------|-----------------|--|-------------------------|--------------------|--|
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Balance at 1 January 2024 | 43,580 | 15,998 | 10,987 | 13,984 | 730 | (71,457) | 13,822 |
| Interest incurred on convertible loan | - | - | - | 41 | - | - | 41 |
| Total comprehensive loss for the period | - | - | - | - | - | (90) | (90) |
| Balance at 31 March 2024 | 43,580 | 15,998 | 10,987 | 14,025 | 730 | (71,547) | 13,773 |

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

Emerging Towns & Cities Singapore Ltd. (the “**Company**”) is incorporated as a limited company and domiciled in Singapore. The Company is listed on the Catalist of the Singapore Exchange Securities Trading Limited.

These condensed interim consolidated financial statements as at and for the first quarter ended 31 March 2025 comprise the Company and its subsidiaries (the “**Group**”).

The principal activities of the Company are those relating to investment holding. The principal activities of the subsidiaries are:

- a) Investment holding; and
- b) Live streaming e-commerce business and online and offline sales of consumer products.

2. Summary of significant accounting policies

2.1 Basis of Preparation

The condensed interim financial statements for the first quarter ended 31 March 2025 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) 1-34 Interim Financial Reporting. 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 an 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 2024 (“**FY2024**”).

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s. The Group has applied various new accounting standards and interpretations of accounting standards for the first time for the financial period beginning on 1 January 2025. The application of these standards and interpretations did not have a material effect on the condensed interim financial statements.

The condensed interim financial statements are presented in Singapore dollar which is the Company’s functional currency.

2.2 Going concern

For the financial period ended 31 March 2025, the Group incurred a net loss of S\$2.6 million and reported net current liabilities of S\$1.2 million. The directors are of the view that the going concern assumption remains appropriate for the preparation of the financial statements as the Group and the Company had net assets of S\$1.2 million and S\$0.9 million respectively as at 31 March 2025.

2.3 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Although these estimates are based on management’s best knowledge of current events and actions, actual results may differ from those estimates.

2 Summary of significant accounting policies (Cont'd)

2.3 Use of judgements and estimates (Cont'd)

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 31 December 2024.

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 typically experiences lower sales in the first quarter of the financial year, primarily due to seasonal factors associated with the Chinese New Year holiday and product offerings, which affects consumer demand and operational activity during this period.

4 Segment and revenue information

The Group's business is organised into two business segments, namely: -

- (i) Corporate – comprises the corporate office in Singapore which incurs general corporate expenses and the dormant entities in the Group; and
- (ii) Sale of goods – relates to the sale of consumer products in the People's Republic of China.

The Group accounts for inter-segment transactions on terms agreed between parties. Inter-segment transactions comprising advances between segments are eliminated on consolidation.

Segment revenue and expenses:

Segment revenue and expenses are the operating revenue and expenses reported in the consolidated statement of profit or loss and other comprehensive income that are directly attributable to a segment and the relevant portion of such revenue and expense that can be allocated on a reasonable basis to a segment.

Segment results, assets and liabilities:

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Capital expenditure includes the total cost incurred to acquire property, plant and equipment directly attributable to a segment.

Management monitors the operating results of the operating segments for the purpose of making decisions about resource allocation and performance assessment.

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit or loss before income tax, as included in the internal management reports that are reviewed by the management. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operates with these industries.

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4.1 Reportable segments

| | Discontinued operations | | Sale of goods | | Corporate | | Eliminations | | Total | |
|-------------------------------|-------------------------|----------------|---------------------|-------------|---------------------|--------------|---------------------|-------------|---------------------|----------------|
| | First Quarter Ended | | First Quarter Ended | | First Quarter Ended | | First Quarter Ended | | First Quarter Ended | |
| | 31 Mar 2025 | 31 Mar 2024* | 31 Mar 2025 | 31 Mar 2024 | 31 Mar 2025 | 31 Mar 2024* | 31 Mar 2025 | 31 Mar 2024 | 31 Mar 2025 | 31 Mar 2024 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Segment revenue | - | 12,892 | 976 | - | - | - | - | - | 976 | 12,892 |
| Results | | | | | | | | | | |
| Segment loss | - | (4,307) | (2,039) | - | (300) | (260) | - | 152 | (2,339) | (4,415) |
| Other (expense)/income | - | 988 | (226) | - | (40) | 151 | - | (151) | (266) | 988 |
| Loss before taxation | - | (3,319) | (2,265) | - | (340) | (109) | - | 1 | (2,605) | (3,427) |
| Taxation | - | 36 | (8) | - | - | - | - | - | (8) | 36 |
| Loss for the period | - | (3,283) | (2,273) | - | (340) | (109) | - | 1 | (2,613) | (3,391) |
| Attributable to: | | | | | | | | | | |
| Owners of the Company | - | (1,612) | (2,124) | - | (340) | (100) | - | 1 | (2,464) | (1,711) |
| Non-controlling interests | - | (1,671) | (149) | - | - | (9) | - | - | (149) | (1,680) |
| | - | (3,283) | (2,273) | - | (340) | (109) | - | 1 | (2,613) | (3,391) |
| Assets and liabilities | | | | | | | | | | |
| Segment assets | - | 176,219 | 6,357 | - | 2,757 | 1,795 | (50) | (75) | 9,064 | 177,939 |
| Segment liabilities | - | 142,048 | 3,945 | - | 3,952 | 4,169 | (50) | (75) | 7,847 | 146,142 |

*: Comparative information has been re-presented due to a discontinued operation.

4.1 Geographical segments

| Geographical Segments | Myanmar (Discontinued operations) S\$'000 | People's Republic of China S\$'000 | Total S\$'000 |
|--|--|---|----------------------|
| First Quarter ended 31 March 2025 | | | |
| Revenue | - | 976 | 976 |
| Non-current assets* | - | 3,712 | 3,712 |
| First Quarter ended 31 March 2024 | | | |
| Revenue | 12,892 | - | 12,892 |
| Non-current assets^ | 82,794 | - | 82,794 |

*Non-current assets comprise property, plant and equipment, right-of-use assets and intangible assets, and exclude long-term deposits.

^Non-current assets comprise property, plant and equipment and investment properties, and exclude non-current trade receivables.

Major customers

For the financial periods ended 31 March 2025 and 31 March 2024, there is no revenue from transactions with a single external customer that amounts to 10 per cent or more of the Group's revenue.

4.2 Disaggregation of Revenue

| | Group | |
|--|----------------------------|-----------------|
| | First Quarter Ended | |
| | 31 March | 31 March |
| | 2025 | 2024 |
| | S\$'000 | S\$'000 |
| <u>Continuing operations</u> | | |
| Sale of goods | 976 | - |
| <u>Discontinued operations</u> | | |
| Sale of development properties | - | 12,034 |
| Rental income from investment properties | - | 858 |
| | - | 12,892 |
| | 976 | 12,892 |

Timing of transfer of goods and services in respect of revenue from contracts with customers

At a point in time

| | | |
|---------------------------|------------|---------------|
| - Continued operations | 976 | - |
| - Discontinued operations | - | 12,034 |
| | 976 | 12,034 |

5 Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 March 2025 and 31 December 2024.

| | Group | | Company | |
|---|-----------------|--------------------|-----------------|--------------------|
| | 31 March | 31 December | 31 March | 31 December |
| | 2025 | 2024 | 2025 | 2024 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Financial assets at amortised cost | | | | |
| Trade and other receivables (Note 14) | 3,173 | 2,456 | 2,054 | 2,045 |
| Cash and bank balances | 1,159 | 5,471 | 669 | 1,246 |
| | 4,332 | 7,927 | 2,723 | 3,291 |

5 Financial assets and financial liabilities (Cont'd)

| | Group | | Company | |
|--|-----------------|--------------------|-----------------|--------------------|
| | 31 March | 31 December | 31 March | 31 December |
| | 2025 | 2024 | 2025 | 2024 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Financial liabilities at amortised cost | | | | |
| Lease liabilities (Note 16) | 2,295 | 2,573 | - | - |
| Trade and other payables* | 4,827 | 5,222 | 3,897 | 4,132 |
| | 7,122 | 7,795 | 3,897 | 4,132 |

* Excluding advances from customers and business and other taxes payable

6 Other income

| | Group | |
|---|----------------------------|-----------------|
| | First Quarter Ended | |
| | 31 March | 31 March |
| | 2025 | 2024 |
| | S\$'000 | S\$'000 |
| Continued operations | | |
| Gain on disposal of subsidiaries | 149 | - |
| Rental income | 51 | - |
| Others | 6 | - |
| | 206 | - |
| Discontinued operations | | |
| Fair value gain on investment properties | - | 104 |
| Imputed interest income | - | 538 |
| Forfeiture of advance consideration received from customers | - | 294 |
| Others | - | 52 |
| | - | 988 |
| | 206 | 988 |

7 Other operating expenses

Other operating expenses include the following items

| | Group | |
|-----------------------------------|----------------------------|-----------------|
| | First Quarter Ended | |
| | 31 March | 31 March |
| | 2025 | 2024 |
| | S\$'000 | S\$'000 |
| Marketing and advertising expense | 326 | - |
| Professional fees | 127 | 56 |
| Traveling expenses | 136 | 1 |
| Entertainment expenses | 48 | 4 |

8 Finance costs

| | Group | |
|---|----------------------------|-----------------|
| | First Quarter Ended | |
| | 31 March | 31 March |
| | 2025 | 2024 |
| | S\$'000 | S\$'000 |
| <u>Continued operations</u> | | |
| Interest expense on lease liabilities (Note 16) | 26 | - |
| Interest expense on convertible loan | - | 41 |
| | 26 | 41 |
| <u>Discontinued operations</u> | | |
| Accreted interest on accrued land lease premium | - | 1,054 |
| Financing expense on payments from customers | - | 68 |
| Interest expense on borrowings | - | 1,148 |
| | - | 2,270 |
| | 26 | 2,311 |

9 Related party transactions

Other than as disclosed elsewhere in the financial statements, transactions with related parties based on terms agreed between parties are as follows:

| | Group | |
|---------------------------------------|----------------------------|-----------------|
| | First Quarter Ended | |
| | 31 March | 31 March |
| | 2025 | 2024 |
| | S\$'000 | S\$'000 |
| <u>Continued operations</u> | | |
| Short-term lease expenses | - | 9 |
| <u>Discontinued operations</u> | | |
| Property Management fees | - | 154 |

10 Taxation

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

| | Group | |
|---------------------------------------|----------------------------|-----------------|
| | First Quarter Ended | |
| | 31 March | 31 March |
| | 2025 | 2024 |
| | S\$'000 | S\$'000 |
| <u>Continued operations</u> | | |
| Current taxation | (8) | - |
| Deferred taxation | - | - |
| | (8) | - |
| <u>Discontinued operations</u> | | |
| Current taxation | - | - |
| Deferred taxation | - | 36 |
| | - | 36 |
| | (8) | 36 |

11 Discontinued operations

On 1 July 2023, the Company had entered into a sale and purchase agreement with Grand Ally Investments Pte. Ltd. in respect of the disposal of the 100% equity interest in DAS Pte. Ltd. ("DAS") held by the Company for a total cash consideration of S\$4,000,000. DAS is the investment holding company (through Uni Global Power Pte. Ltd. ("UGP")) of the operating subsidiary in Myanmar, GLRE. Collectively, DAS and its two subsidiaries, UGP and GLRE, are known as DAS Group.

On 26 December 2024, the Company completed the disposal of its 100% equity interest in DAS. Accordingly, DAS ceased to be a subsidiary of the Company. At the end of the reporting period, the Company received S\$2,000,000 of the total consideration, with a second tranche of S\$1,000,000 payable within six months and a third tranche of S\$1,000,000 within 12 months after the disposal completion date.

DAS Group represents the entirety of the Group's business in Myanmar. The results of DAS Group are presented separately on the consolidated statement of profit or loss and other comprehensive income as "loss for the year from discontinued operations".

DAS Group was not previously presented as discontinued operations for the financial period ended 31 March 2024, and the comparative statement of profit or loss and other comprehensive income has been re-presented to show the discontinued operations separately from continuing operations.

The results of the discontinued operations are as follows:

| | Notes | First Quarter Ended 31-Mar-24 Unaudited S\$'000 |
|---|-------|---|
| Revenue | 4 | 12,892 |
| Other income | 6 | 988 |
| Purchases and related costs | | (8,573) |
| Staff costs | | (454) |
| Depreciation of property, plant and equipment | | (33) |
| Other operating expenses | | (5,717) |
| Finance costs | 8 | (2,270) |
| Loss before taxation attributable to discontinued operations | | (3,167) |
| Taxation | 10 | 36 |
| Loss after taxation attributable to discontinued operations | | (3,131) |

12 Property, plant and equipment

During the first quarter ended 31 March 2025, the Group acquired assets amounting to S\$341,000 (1Q2024: Nil).

13 Subsidiaries

| | Company S\$'000 |
|--|---------------------------|
| At 31 December 2024 and 31 March 2025, at carrying amount | 2,100 |

On 5 March 2025, the Company, through its wholly-owned subsidiary, ETC Capital Pte. Ltd., incorporated an indirect wholly-owned subsidiary, Chongqing Jiupeng Chuhe Technology Co., Ltd. (重庆九鹏初禾科技有限公司), with a registered capital of S\$3,000,000 in the People's Republic of China ("PRC").

During the financial period ended 31 March 2025, the Group disposed 2 indirect wholly-owned subsidiaries, Shenyang Chuhe Jinchen Technology Co., Ltd. (沈阳初禾锦晨科技有限公司) and Shenyang Chuhe Jintai Technology Co., Ltd. (沈阳初禾金泰科技有限公司) for a cash consideration of RMB 1 each, acquired a subsidiary, Sichuan Jiayu Technology Co., Ltd. (四川即遇科技有限公司) through its wholly owned subsidiary, Chengdu Chuhe Hexin Technology Co., Ltd. (成都初禾合鑫科技有限公司) and incorporated 11 subsidiaries in the PRC, comprising both direct and indirect subsidiaries, as follows:

- Chengdu Chuhe Deyun Technology Co., Ltd. (成都初禾德韵科技有限公司)
- Chengdu Chuhe Selection Technology Co., Ltd. (成都初禾甄选科技有限公司)
- Chengdu Chuhe Fengsheng Technology Co., Ltd. (成都初禾峰盛科技有限公司)
- Chengdu Chuhe Yujie Technology Co., Ltd. (成都初禾雨洁科技有限公司)
- Chengdu Chuhe Qingyu Technology Co., Ltd. (成都初禾清煜科技有限公司)
- Chengdu Chuhe Mengyan Technology Co., Ltd. (成都初禾梦炎科技有限公司)
- Mianyang Chuhe Qingce Technology Co., Ltd. (绵阳初禾青测科技有限公司)
- Yibin Chuheyuan Dream Technology Co., Ltd. (宜宾初禾源梦科技有限公司)
- Zigong Chuhe Feiya Technology Co., Ltd. (自贡初禾飞亚科技有限公司)
- Zigong Chuhe Quanxing Technology Co., Ltd. (自贡初禾权星科技有限公司)
- Zigong Chuhe Fenghua Technology Co., Ltd. (自贡初禾丰华科技有限公司)

Details of significant subsidiaries are:

| Name | Principal activities | Country of incorporation/ Principal place of business | Percentage of effective equity interest held by the Group | |
|--|---------------------------|--|---|------------------|
| | | | 31 March 2025 | 31 December 2024 |
| | | | % | % |
| <u>Held by the Company</u> | | | | |
| ETC Capital Pte. Ltd. ("ETCC") | Investment holding | Singapore | 100 | 100 |
| <u>Held by ETCC</u> | | | | |
| Hainan Jiupeng Chuhe Technology Co., Ltd. (海南九鹏初禾科技有限公司) ("HJC") | Sale of consumer products | People's Republic of China | 100 | 100 |
| Chongqing Jiupeng Chuhe Technology Co., Ltd. (重庆九鹏初禾科技有限公司) | Sale of consumer products | People's Republic of China | 100 | - |

13 Subsidiaries (Cont'd)

Details of the significant subsidiaries are:

| Name | Principal activities | Country of incorporation/ Principal place of business | Percentage of effective equity interest held by the Group | |
|--|---------------------------|--|---|------------------|
| | | | 31 March 2025 | 31 December 2024 |
| <u>Held by HJC</u> | | | % | % |
| Chongqing Chuhe Yincheng Technology Co., Ltd. (重庆初禾引晨科技有限公司) | Sale of consumer products | People’s Republic of China | 90 | 90 |
| Chongqing Chuhe Zhixing Technology Co., Ltd. (重庆初禾之星科技有限公司) | Sale of consumer products | People’s Republic of China | 90 | 90 |
| Chongqing Chuhe Qingxiang Technology Co., Ltd. (重庆初禾青湘科技有限公司) | Sale of consumer products | People’s Republic of China | 90 | 90 |
| Chongqing Chuhe Quanxing Technology Co., Ltd. (重庆初禾权星科技有限公司) | Sale of consumer products | People’s Republic of China | 90 | 90 |
| Chongqing Chuhe Deyi Technology Co., Ltd. (重庆初禾德亿科技有限公司) | Sale of consumer products | People’s Republic of China | 90 | 90 |
| Chongqing Chuhe Beirong Technology Co., Ltd. (重庆初禾倍荣科技有限公司) | Sale of consumer products | People’s Republic of China | 90 | 90 |
| Chongqing Chuhe Jinyao Technology Co., Ltd. (重庆初禾金耀科技有限公司) | Sale of consumer products | People’s Republic of China | 90 | 90 |
| Chongqing Chenfang Chunhong Technology Co., Ltd. (重庆宸方春洪科技有限责任公司) (“CCCT”) | Sale of consumer products | People’s Republic of China | 100 | 100 |
| Jincheng Chuhe Mingde Technology Co., Ltd. (晋城初禾明德科技有限公司) | Sale of consumer products | People’s Republic of China | 90 | 90 |
| Jincheng Chuhe Yihe Technology Co., Ltd. (晋城初禾一禾科技有限公司) | Sale of consumer products | People’s Republic of China | 90 | 90 |

13 Subsidiaries (Cont'd)

Details of the significant subsidiaries are:

| Name | Principal activities | Country of incorporation/ Principal place of business | Percentage of effective equity interest held by the Group | |
|--|---------------------------|--|---|-----------------------|
| | | | 31 March 2025 % | 31 December 2024 % |
| <u>Held by HJC (Cont'd)</u> | | | | |
| Deyang Chuhe Yuanxu Technology Co., Ltd. (德阳初禾元旭科技有限公司) | Sale of consumer products | People's Republic of China | 90 | 90 |
| Chengdu Chuhe Fengyang Technology Co., Ltd. (成都初禾峰洋科技有限公司) | Sale of consumer products | People's Republic of China | 90 | 90 |
| Chengdu Chuhe Fengyang Technology Co., (成都初禾峰洋科技有限公司) | Sale of consumer products | People's Republic of China | 90 | 90 |
| Chengdu Chuhe Jiulin Technology Co., Ltd. (成都初禾玖霖科技有限公司) | Sale of consumer products | People's Republic of China | 90 | 90 |
| Chengdu Chuhe Chengjin Technology Co., Ltd. (成都初禾诚锦科技有限公司) | Sale of consumer products | People's Republic of China | 90 | 90 |
| Chengdu Chuhe Hexin Technology Co., Ltd. (成都初禾合鑫科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Shenyang Jiufo Millennium Technology Co., Ltd. (沈阳玖佛千禧科技有限责任公司) ("SJMT") | Sale of consumer products | People's Republic of China | 100 | 100 |
| Jincheng Shikun Xuanyuan Trading Co., Ltd. (晋城十琨轩园商贸有限公司) | Sale of consumer products | People's Republic of China | 70 | 70 |
| Chongqing Chuhe Yude Technology Co., Ltd. (重庆初禾域德科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Chongqing Chuhe Xiangrui Technology Co., Ltd. (重庆初禾祥睿科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |

13 Subsidiaries (Cont'd)

Details of the significant subsidiaries are:

| Name | Principal activities | Country of incorporation/ Principal place of business | Percentage of effective equity interest held by the Group | |
|---|---------------------------|--|---|-----------------------|
| | | | 31 March 2025 % | 31 December 2024 % |
| Held by HJC (Cont'd) | | | | |
| Shenyang Chuhe Wanxiang Technology Co., Ltd. (沈阳初禾万祥科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Sichuan Qijiu Kunming Technology Co., Ltd. (四川七玖坤明科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Chengdu Chuhe Huitong Technology Co., Ltd. (成都初禾汇通科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Chengdu Chuhe Jinming Technology Co., Ltd. (成都初禾金铭科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Shenyang Chuhe Chenxing Technology Co., Ltd. (沈阳初禾宸星科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Yibin Chuheyuan Dream Technology Co., Ltd. (宜宾初禾源梦科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Held by SJMT | | | | |
| Shenyang Chuhe Jinchen Technology Co., Ltd. (沈阳初禾锦晨科技有限公司) | Sale of consumer products | People's Republic of China | - | 100 |
| Shenyang Chuhe Jintai Technology Co., Ltd. (沈阳初禾金泰科技有限公司) | Sale of consumer products | People's Republic of China | - | 100 |
| Held by CCCT | | | | |
| Chengdu Chuhe Dexu Technology Co., Ltd. (成都初禾德旭科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Chengdu Chuhe Hongxiang Technology Co., Ltd. (成都初禾鸿祥科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |
| Chengdu Chuhe Yunjie Technology Co., Ltd. (成都初禾韵捷科技有限公司) | Sale of consumer products | People's Republic of China | 100 | 100 |

14 Trade and other receivables

| | Group | | Company | |
|---|--------------------------|-----------------------------|--------------------------|-----------------------------|
| | 31 March 2025 | 31 December 2024 | 31 March 2025 | 31 December 2024 |
| | S\$'000 | S\$'000 | S\$'000 | S\$'000 |
| Amounts due from subsidiaries (non-trade) | - | - | 50 | 40 |
| Trade receivables | 389 | 106 | - | - |
| Long-term deposit | 115 | 116 | - | - |
| Short-term deposit | 10 | 6 | - | - |
| Consideration receivable | 2,000 | 2,000 | 2,000 | 2,000 |
| Other receivables | 659 | 228 | 4 | 5 |
| | 3,173 | 2,456 | 2,054 | 2,045 |

15 Share Capital

| | The Group and the Company | | | |
|---|----------------------------------|--------|-----------------------------|--------|
| | 31 March 2025 | | 31 December 2024 | |
| | Number of shares '000 | \$'000 | Number of shares '000 | \$'000 |
| Issued and fully paid, with no par value | | | | |
| Beginning and end of interim period/year | 982,073 | 43,580 | 982,073 | 43,580 |

As at 31 March 2025 and 31 March 2024, the total number of shares outstanding from the convertible loan extended by a former controlling shareholder of the Company is approximately 205 million shares and the total number of share options outstanding under the ETC Employee Share Option Scheme is 15 million shares. The total number of shares that may be issued on conversion of these outstanding convertibles represents 22.4% of the Company's total issued share capital as at the end of 31 March 2025 and 31 March 2024.

Save for the above, the Company does not have any outstanding convertibles as at 31 March 2025 and 31 March 2024. The Company did not hold any treasury shares as at 31 March 2025, 31 December 2024 and 31 March 2024.

The Company's subsidiaries did not hold any shares in the Company as at 31 March 2025, 31 December 2024 and 31 March 2024.

16 Lease liabilities

| | Group |
|---|----------------|
| | S\$'000 |
| At 31 December 2024 | 2,573 |
| Three months ended 31 March 2025 | |
| At 1 January 2025 | |
| Accreted interest (Note 8) | 26 |
| Payment of lease premium | (283) |
| Exchange difference on translation | (21) |
| At 31 March 2025 | 2,295 |

16 Lease liabilities (Cont'd)

| | Group S\$'000 |
|-----------------|-------------------------|
| Represented by: | |
| - Non-current | 1,379 |
| - Current | 916 |
| | <u>2,295</u> |

The lease liabilities relate to the office premises, warehouse premises and retail shops which are leased by the Group.

17 Loss Per Share

| | Group | |
|---|--|--|
| | First Quarter Ended 31 March 2025 | First Quarter Ended 31 March 2024 |
| <i>Loss per ordinary share:</i> | | |
| - <u>Continuing operations</u> | | |
| (i) Based on weighted average no. of ordinary shares in issue (cents) | (0.25) | (0.03) |
| (ii) On a fully diluted basis (cents) | (0.25) | (0.03) |
| - <u>Discontinued operations</u> | | |
| (i) Based on weighted average no. of ordinary shares in issue (cents) | - | (0.14) |
| (ii) On a fully diluted basis (cents) | - | (0.14) |
| <i>Number of shares in issue:</i> | | |
| (i) Based on weighted average no. of ordinary shares in issue (in millions) | 982 | 982 |
| (ii) On a fully diluted basis (in millions) | 982 | 982 |

As at 31 March 2025 and 31 March 2024, the outstanding convertible loan of approximately 205 million shares and the 15 million outstanding share options were excluded from the calculation of the diluted weighted average number of ordinary shares in issue, as their effects would have been anti-dilutive due to the Group recording a loss for the respective financial periods.

Loss per ordinary share is calculated based on the Group's loss for the financial period attributable to the shareholders of the Company divided by the weighted average number of ordinary shares in issue during the period under review.

The Company did not hold any treasury shares and subsidiary holdings as at 31 March 2025 and 31 March 2024.

18 Dividend

No dividend has been declared or recommended.

19 Net Asset Value

| | Group | | Company | |
|---|------------------|---------------------|------------------|---------------------|
| | 31 March 2025 | 31 December 2024 | 31 March 2025 | 31 December 2024 |
| Net Asset Value (\$\$'000) | 1,217 | 3,860 | 947 | 1,274 |
| Share capital (in millions of shares) | 982 | 982 | 982 | 982 |
| Based on existing issued share capital (cents per share) | 0.12 | 0.39 | 0.10 | 0.13 |

20 Fair Value Measurement

Definition of fair value

SFRS(I)s define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Fair value hierarchy

Financial assets and financial liabilities measured or disclosed at fair value in the statement of financial position are grouped into three levels of a fair value hierarchy. The three levels are defined based on the observability of significant inputs to the measurement, as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the assets or liability that are not based on observable market data (unobservable inputs).

The carrying amounts of financial assets and liabilities with a maturity of less than one year, comprising trade and other receivables, cash and bank balances, non-trade amount due to a third party, and trade and other payables (excluding advances from customers and business and other taxes payable). The fair value of non-current financial assets and liabilities is estimated by discounting the future contractual cash flows at the current market interest rate available to the Group and the Company for similar financial instruments.

The fair value disclosure of lease liabilities is not required.

21 Subsequent Events

Since April 2025, the Company, through Hainan Jiupeng Chuhe Technology Co., Ltd. (海南九鹏初禾科技有限公司), further incorporated 9 subsidiaries with a registered capital of RMB 10,000 each in the People's Republic of China, as follows:

- Jincheng Chuhe Mingde Technology Co., Ltd. (晋城初禾明德科技有限公司)
- Jincheng Chuhe Yihe Technology Co., Ltd. (晋城初禾一禾科技有限公司)
- Deyang Chuhe Yuanxu Technology Co., Ltd. (德阳初禾元旭科技有限公司)
- Chengdu Chuhe Fengyang Technology Co., Ltd. (成都初禾峰洋科技有限公司)
- Chengdu Chuhe Jiulin Technology Co., Ltd. (成都初禾玖霖科技有限公司)
- Chengdu Chuhe Chengjin Technology Co., Ltd. (成都初禾诚锦科技有限公司)
- Mianyang Chuheze Huai Technology Co., Ltd. (绵阳初禾泽怀科技有限公司)

21 Subsequent Events (Cont'd)

- Mianyang Chuhe Zhengyi Technology Co., Ltd. (绵阳初禾正伊科技有限公司)
- Zigong Chuhe Yulin Technology Co., Ltd (自贡初禾煜林科技有限公司)

F. Other Information Required by Appendix 7C of the Catalist Rules

1. Review

The condensed consolidated statements of financial position of Emerging Towns & Cities Singapore Ltd. (“**Company**”) and its subsidiaries (collectively, the “**Group**”) as at 31 March 2025 and the related condensed consolidated statement of profit or loss, and other comprehensive income, condensed consolidated statements of changes in equity and condensed consolidated statement of cash flows for the three-month period then ended and certain explanatory notes have not been audited or reviewed by the Company’s auditors.

2. Review of the performance of the Group

2.1 Financial Performance (1Q2025 vs 1Q2024)

Note: Significant changes in the Group’s continuing operations’ financial performance during the financial period under review were mainly attributed to maiden consolidation of HJC’s financial performance since 2Q2024.

Revenue

Revenue for the financial period ended 31 March 2025 (“**1Q2025**”) was contributed by the live streaming e-commerce business in the PRC of S\$976,000 which commenced in 2Q2024. Revenue for the financial period ended 31 March 2024 (“**1Q2024**”) was contributed by the sale and rental of Golden City property units and classified under discontinued operations, following the disposal of DAS Group on 26 December 2024.

Other income

Other income for the financial period ended 1Q2025 was mainly contributed by gain on disposal of subsidiaries and rental income relating to the live streaming e-commerce business in the PRC.

Net of purchases and related costs and changes in inventories

Net of purchases and related costs and changes in inventories for 1Q2025 was contributed by the live streaming e-commerce business in the PRC of S\$593,000.

Depreciation

Depreciation of property, plant and equipment, as well as right-of-use assets for 1Q2025, was incurred in relation to office premises, warehouse premises and retail shops pertaining to the live streaming e-commerce business in the PRC.

Staff costs

Staff costs increased from S\$0.1 million in 1Q2024 to S\$1.9 million in 1Q2025, mainly due to the live streaming e-commerce business in the PRC.

Other operating expenses

Other operating expenses increased from S\$85,000 in 1Q2024 to S\$0.9 million in 1Q2025, mainly contributed by the live streaming e-commerce business in the PRC and mainly comprised marketing and advertising expenses, travelling expenses and professional fees.

2. Review of the performance of the Group (Cont'd)

2.2 Financial Position (31 March 2025 vs 31 December 2024)

Non-Current Assets

Property, plant and equipment ("PPE") increased mainly due to the addition of PPE during the period, partially offset by depreciation expenses. Right-of-use assets decreased mainly due to depreciation expenses.

Current Assets

Inventories pertained to the live streaming e-commerce business in the PRC decreased mainly due to goods sold during the period, partially offset with purchases made during the period. Trade and other receivables increased mainly contributed by the amounts due from subsidiaries disposed after 31 December 2024 in the PRC. Prepayments increased mainly due to payments made to suppliers in advance for goods which have yet been received at the end of the reporting period from the live streaming e-commerce business in the PRC.

Non-Current Liabilities

Lease liabilities, representing the Group's obligation to make lease payments over the lease terms, related to the live streaming e-commerce business in the PRC. The decrease was mainly due to the re-classification from non-current liabilities to current liabilities as the leases approached expiry and the lease liabilities are payable within one year as at 31 March 2025.

Current Liabilities

Lease liabilities increased mainly due to accrued lease interest and re-classification from non-current liabilities to current liabilities as the leases approached expiry, partially offset by lease payments made during the period. Trade and other payables decreased mainly due to payments made to suppliers. Current tax payable decreased mainly due to payment of tax liabilities.

2.3 Cashflow

Net cash used in operating activities was approximately S\$3.7 million for 1Q2025 mainly due to operating expenses and changes in working capital.

Net cash used in investing activities was approximately S\$340,000 for 1Q2025 mainly due to higher capital expenditure on plant, property and equipment.

Net cash used in financing activities was approximately S\$283,000 for 1Q2025 mainly due to payment of lease liabilities.

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

The Group's unaudited financial results for the financial period ended 31 March 2025 are in line with the Company's profit guidance announcement on 9 June 2025.

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

The Group's core business lies in identifying and investing in niche markets, with particular focus on businesses in which it may value-add. Since 2Q2024, the Group has ventured into a new business segment, live streaming e-commerce business and related business, including online and offline sales of consumer products in the PRC.

Live streaming e-commerce business

During the financial period, the Group acquired 1 subsidiary and incorporated 11 new subsidiaries in the PRC, comprising both direct and indirect holdings. This brings the total number of subsidiaries in the PRC to 49, all supporting the live streaming e-commerce and related businesses, including online and offline sales of consumer products which primarily consist of consumer foods and snacks, health foods and supplements, and condiments in the PRC.

Extract of "China to keep ruling global e-commerce market", Retail Asia, 11 March 2025¹

"The country's e-commerce platforms benefit from a structural advantage due to the sheer volume of goods produced in China, Chia Yi Han, principal consultant at business consulting firm Frost & Sullivan, told Retail Asia. "It's demand and supply. There's a lot of production that comes from China, and this gives Chinese e-commerce companies a significant advantage."

Chia added that an integrated logistics infrastructure, including distribution hubs and customs processing, strengthens China's market position. Whilst manufacturing shifts in markets like India, Vietnam, and Indonesia could affect global trade dynamics in the long run, China's infrastructure and scale give it a formidable lead, Chia said."

Extract of "Here are emerging trends in China's consumer sector", Retail Asia, 6 February 2025²

"As the Chinese economy experiences a slowdown for the first time in decades, the market focus has shifted to new growth areas and strategies that can sustain in the current economic climate. The Chinese government is actively boosting domestic consumption," the report said. Despite an economic slowdown, the market continues to attract investment, with emerging growth areas and strategies offering potential for growth.

Additionally, online consumption is growing rapidly, driven by live-streaming sales and the use of social media platforms. Consumers are increasingly using short videos and live-streaming rooms to discover products, reshaping the retail landscape."

Barring any unforeseen circumstances, which include a deterioration of China's macroeconomic environment, the Directors expect the group to be profitable for the full year of 2025.

¹ <https://retailasia.com/e-commerce/exclusive/china-keep-ruling-global-e-commerce-market>

² <https://retailasia.com/news/here-are-emerging-trends-in-chinas-consumer-sector>

- 5. Where the latest financial statements are subjected to an adverse opinion, qualified opinion or disclaimer of opinion**

a) Updates on the effort taken to resolve each outstanding audit issue

Opening balance and comparative information

The conditions related to the above matter have been addressed, and no further issues are outstanding.

Discontinued operations

As disclosed in Note 11, the disposal of the entire issued and paid-up share capital of DAS Pte. Ltd was completed on 26 December 2024.

b) Confirmation from the board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed

The Board confirms that the impact of all outstanding audit issues on the financial statements in relation to FY2024 have been adequately disclosed.

6. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No dividend has been declared or recommended.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No dividend was declared or recommended.

(c) Date payable

Not applicable.

(d) Record Date

Not applicable.

(e) If no dividend has been declared/recommendeded, a statement to that effect and the reason(s) for the decision

No dividend has been declared or recommended for the financial period ended 31 March 2025 as the Company intends to reserve its cash resources for working capital purpose.

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- 7. If the group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

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

- 8. Disclosure on the status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of the proceeds is in accordance with the stated use. Where the proceeds have been used for working capital purposes, a breakdown with specific details on how the proceeds have been applied must be disclosed.**

Not applicable.

- 9. Disclosure on acquisitions and realisations of shares pursuant to Rule 706A of the Catalist Rules.**

As disclosed in Note 13, during the financial period ended 31 March 2025, the Group has disposed 2 indirect subsidiaries, acquired a subsidiary, Sichuan Jiyu Technology Co., Ltd. (四川即遇科技有限公司) and incorporated 12 subsidiaries comprising both direct and indirect subsidiaries in the PRC.

Save for the above, there were no acquisitions and realisation of shares resulting in a company becoming or ceasing to be a subsidiary or associated company of the Company, or resulting in the Company increasing or reducing its shareholding percentage in a subsidiary or associated company.

- 10. Confirmation that the issuer had procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1).**

The Company confirms that it had procured undertakings from all its directors and executive officers in accordance with Rule 720(1) of the Catalist Rules.

- 11. Negative assurance confirmation pursuant to Rule 705(5) of the Catalist Rules.**

Joseph Lim and Zhu Xiaolin, being two of the Directors of the Company, do hereby confirm on behalf of the Board of the Company that, to the best of the Board's knowledge, nothing has come to the attention of the Board which may render the unaudited condensed interim financial statements for the three months ended 31 March 2025 to be false or misleading in any material aspect, having considered that, including but not limited to, all material information has been assessed to ensure the reliability of the financial results, and the financial statements provide a fair and balanced view of any material factors that have affected the Company's business conditions and financial position.

ON BEHALF OF THE DIRECTORS

Ang Mong Seng
Non-Executive Group Chairman

BY ORDER OF THE BOARD
23 June 2025