



MTQ Corporation Limited and its Subsidiaries
(Company Registration No. 196900057Z)

Unaudited Condensed Interim Financial Statements
For the six-month and full year ended 31 March 2025

MTQ Corporation Limited and its Subsidiaries

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MTQ Corporation Limited and its Subsidiaries

**Condensed interim consolidated statement of comprehensive income
For the six-month and full year ended 31 March 2025**

(In Singapore dollars)

	Note	2H2025	2H2024	Change	FY2025	FY2024	Change
		\$'000	\$'000 (Re-presented)*	%	\$'000	\$'000 (Re-presented)*	%
Revenue	4	29,847	33,364	-11%	63,277	66,966	-6%
Cost of sales		(19,337)	(22,505)	-14%	(41,826)	(45,980)	-9%
Gross profit		10,510	10,859	-3%	21,451	20,986	2%
Other income	5	435	514	-15%	843	7,363	-89%
Staff costs		(4,412)	(3,831)	15%	(8,523)	(7,420)	15%
Other operating expenses		(4,045)	(4,330)	-7%	(9,059)	(8,839)	2%
Profit from operating activities	6	2,488	3,212	-23%	4,712	12,090	-61%
Finance costs	7	(369)	(914)	-60%	(1,080)	(1,848)	-42%
Profit before tax from continuing operations		2,119	2,298	-8%	3,632	10,242	-65%
Tax expense	8	(118)	(714)	-83%	(138)	(776)	-82%
Profit from continuing operations, net of tax		2,001	1,584	26%	3,494	9,466	-63%
Discontinued operations: Profit/(loss) from discontinued operations, net of tax	11	624	198	215%	1,345	(51)	n/m
Profit for the period/year		2,625	1,782	47%	4,839	9,415	-49%
Other comprehensive income:							
<i>Items that may be reclassified subsequently to profit or loss:</i>							
Exchange difference on translation of subsidiaries		2,209	(392)	n/m	(35)	562	n/m
<i>Items that will not be reclassified subsequently to profit or loss:</i>							
Net change in fair value of other investment		–	5,665	-100%	306	6,744	-95%
Other comprehensive income for the period/year, net of tax		2,209	5,273	-58%	271	7,306	-96%
Total comprehensive income for the period/year		4,834	7,055	-31%	5,110	16,721	-69%

MTQ Corporation Limited and its Subsidiaries

**Condensed interim consolidated statement of comprehensive income (cont'd)
For the six-month and full year ended 31 March 2025**

(In Singapore dollars)

	Note	2H2025	2H2024	Change	FY2025	FY2024	Change
		\$'000	\$'000	%	\$'000	\$'000	%
			(Re-presented)*			(Re-presented)*	
Profit for the period/year		2,625	1,782	47%	4,839	9,415	-49%
Attributable to:							
Owners of the Company							
Profit from continuing operations, net of tax		2,001	1,584	26%	3,494	9,466	-63%
Profit/(loss) from discontinued operations, net of tax		624	198	215%	1,345	(51)	n/m
Profit for the period/year attributable to Owners of the Company		2,625	1,782	47%	4,839	9,415	-49%
Total comprehensive income for the period/year		4,834	7,055	-31%	5,110	16,721	-69%
Attributable to:							
Owners of the Company							
Profit from continuing operations, net of tax		4,210	6,857	-39%	3,765	16,772	-78%
Profit/(loss) from discontinued operations, net of tax		624	198	215%	1,345	(51)	n/m
Total comprehensive income for the period/year		4,834	7,055	-31%	5,110	16,721	-69%
Basic and Diluted earnings/(loss) per share attributable to Owners of the Company (cents per share)							
From continuing operations	9(a)	0.89	0.70		1.55	4.21	
From discontinued operations	11	0.28	0.09		0.60	(0.02)	
Total earnings per share	9(b)	1.17	0.79		2.15	4.19	

* Comparative information has been re-presented due to a discontinued operation (Note 11).

n/m: not meaningful

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Condensed interim balance sheets As at 31 March 2025

(In Singapore dollars)

	Note	Group		Company	
		31.3.2025	31.3.2024	31.3.2025	31.3.2024
		\$'000	\$'000	\$'000	\$'000
Non-current assets					
Goodwill	12	3,032	2,975	–	–
Intangible assets	13	261	271	–	–
Investment properties		–	–	6,347	6,428
Property, plant and equipment	14	58,391	35,469	118	181
Right-of-use assets	15	19,005	20,032	12,370	12,848
Interests in subsidiaries		–	–	51,873	34,036
Other investment	16	–	8,903	–	–
Investment in associate and joint venture		–	–	114	114
Receivables		–	–	2,237	9,082
Prepayments		11	793	11	31
Deferred tax assets		32	166	–	–
		80,732	68,609	73,070	62,720
Current assets					
Inventories		17,052	19,764	–	–
Trade and other receivables		22,232	25,513	7,102	23,602
Prepayments		1,326	2,160	139	115
Tax recoverable		212	–	212	–
Cash and cash equivalents		7,666	12,291	741	4,636
		48,488	59,728	8,194	28,353
Assets of a disposal group classified as held for sale	17	6,243	–	–	–
Total assets		135,463	128,337	81,264	91,073
Current liabilities					
Trade and other payables		16,387	14,422	1,830	1,976
Lease liabilities	15	694	904	493	473
Bank borrowings	18	387	1,508	–	1,008
Provision for taxation		45	860	–	860
		17,513	17,694	2,323	4,317
Liabilities directly associated with a disposal group classified as assets held for sale	17	1,448	–	–	–
Net current assets		35,770	42,034	5,871	24,036
Non-current liabilities					
Trade and other payables		–	–	5,303	–
Lease liabilities	15	18,735	19,099	10,954	11,391
Bank borrowings	18	16,144	12,361	2,144	9,000
Deferred tax liabilities		414	317	237	134
Provisions		–	96	–	96
		35,293	31,873	18,638	20,621
Total liabilities		54,254	49,567	20,961	24,938
Net assets		81,209	78,770	60,303	66,135
Equity attributable to Owners of the Company					
Share capital	19	50,836	50,836	50,836	50,836
Treasury shares	19	(463)	(41)	(463)	(41)
Reserves		30,836	27,975	9,930	15,340
Shareholders' fund and total equity		81,209	78,770	60,303	66,135

MTQ Corporation Limited and its Subsidiaries

**Condensed interim statement of changes in equity
For the six-month and full year ended 31 March 2025**

(In Singapore dollars)

Group	Note	Share capital \$'000	Treasury shares \$'000	Foreign currency translation reserve \$'000	Retained earnings \$'000	Other reserves \$'000	Total equity \$'000
Balance as at 1 April 2023		49,579	(41)	(2,182)	18,439	(2,754)	63,041
Profit for the year, net of tax		–	–	–	9,415	–	9,415
Exchange difference on translation of subsidiaries		–	–	562	–	–	562
Net change in fair value of other investment		–	–	–	–	6,744	6,744
Total comprehensive income for the year		–	–	562	9,415	6,744	16,721
Dividend paid in respect of previous financial year, tax exempt (one-tier)	20	–	–	–	(1,124)	–	(1,124)
Dividend paid in respect of current financial year, tax exempt (one-tier)	20	–	–	–	(1,125)	–	(1,125)
Issuance of ordinary shares on exercise of warrants pursuant to MTQ Rights cum Warrants Issue		1,257	–	–	–	–	1,257
Total contributions by and distributions to Owners		1,257	–	–	(2,249)	–	(92)
Balance as at 31 March 2024		50,836	(41)	(1,620)	25,605	3,990	78,770
Balance as at 1 April 2024		50,836	(41)	(1,620)	25,605	3,990	78,770
Profit for the year, net of tax		–	–	–	4,839	–	4,839
Exchange difference on translation of subsidiaries		–	–	(35)	–	–	(35)
Net change in fair value of other investment	16	–	–	–	–	306	306
Total comprehensive income for the year		–	–	(35)	4,839	306	5,110
Dividend paid in respect of previous financial year, tax exempt (one-tier)	20	–	–	–	(1,124)	–	(1,124)
Dividend paid in respect of current financial year, tax exempt (one-tier)	20	–	–	–	(1,125)	–	(1,125)
Share buy-back	19	–	(422)	–	–	–	(422)
Total contributions by and distributions to Owners		–	(422)	–	(2,249)	–	(2,671)
Balance as at 31 March 2025		50,836	(463)	(1,655)	28,195	4,296	81,209

MTQ Corporation Limited and its Subsidiaries

**Condensed interim statement of changes in equity
For the six-month and full year ended 31 March 2025**

(In Singapore dollars)

Company	Note	Share capital \$'000	Treasury shares \$'000	Retained earnings \$'000	Other reserves \$'000	Total equity \$'000
Balance as at 1 April 2023		49,579	(41)	3,205	2,507	55,250
Profit for the year, net of tax		–	–	11,877	–	11,877
Total comprehensive income for the year		–	–	11,877	–	11,877
Dividend paid in respect of previous financial year, tax exempt (one-tier)	20	–	–	(1,124)	–	(1,124)
Dividend paid in respect of current financial year, tax exempt (one-tier)	20	–	–	(1,125)	–	(1,125)
Issuance of ordinary shares on exercise of warrants pursuant to MTQ Rights cum Warrants Issue		1,257	–	–	–	1,257
Total contributions by and distributions to Owners		1,257	–	(2,249)	–	(992)
Balance as at 31 March 2024		50,836	(41)	12,833	2,507	66,135
Balance as at 1 April 2024		50,836	(41)	12,833	2,507	66,135
Loss for the year, net of tax		–	–	(3,161)	–	(3,161)
Total comprehensive income for the year		–	–	(3,161)	–	(3,161)
Dividend paid in respect of previous financial year, tax exempt (one-tier)	20	–	–	(1,124)	–	(1,124)
Dividend paid in respect of current financial year, tax exempt (one-tier)	20	–	–	(1,125)	–	(1,125)
Share buy-back	19	–	(422)	–	–	(422)
Total contributions by and distributions to Owners		–	(422)	(2,249)	–	(2,671)
Balance as at 31 March 2025		50,836	(463)	7,423	2,507	60,303

MTQ Corporation Limited and its Subsidiaries

**Condensed interim consolidated cash flow statement
For the six-month and full year ended 31 March 2025**

(In Singapore dollars)

	Note	2H2025 \$'000	2H2024 \$'000	FY2025 \$'000	FY2024 \$'000
Cash flows from operating activities:					
Profit before tax from continuing operations		2,119	2,298	3,632	10,242
Profit/(loss) before tax from discontinued operations		805	228	1,584	(2)
Adjustments for:					
Depreciation of property, plant and equipment		1,533	1,493	3,026	2,968
Depreciation of right-of-use assets		585	672	1,264	1,322
Amortization of intangible assets	6	116	78	216	151
Loss/(gain) on disposal of property, plant and equipment, net		67	(50)	78	(97)
Loss on write-off of a lease	6	–	3	–	3
Gain on disposal of assets held for sale and liabilities directly associated with the assets held for sale, net of transaction costs	5,17	–	–	–	(6,367)
Gain on disposal of business, net of transaction costs	11	–	(254)	–	(254)
Reversal of allowance for impairment of trade receivables, net		–	(3)	–	(3)
(Reversal of allowance)/allowance for inventory obsolescence and stock written-off, net		(13)	119	192	14
Interest income		(5)	–	(5)	(1)
Interest expense		372	920	1,088	1,857
Provisions made during the year		–	2	–	6
Operating cash flows before changes in working capital					
		5,579	5,506	11,075	9,839
Decrease in receivables and prepayments		2,731	2,877	547	2,787
Decrease/(increase) in inventories and work-in-progress		147	(488)	(120)	(2,328)
(Decrease)/increase in payables		(1,493)	295	(901)	(3,917)
Others		(119)	(104)	(140)	(172)
Cash generated from operations					
		6,845	8,086	10,461	6,209
Interest income received		5	–	5	1
Interest expense paid		(562)	(812)	(1,173)	(1,800)
Income taxes paid		(532)	(8)	(961)	(17)
Net cash generated from operating activities					
		5,756	7,266	8,332	4,393

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**Condensed interim consolidated cash flow statement (cont'd)
For the six-month and full year ended 31 March 2025**

(In Singapore dollars)

	Note	2H2025 \$'000	2H2024 \$'000	FY2025 \$'000	FY2024 \$'000
Cash flows from investing activities:					
Purchase of property, plant and equipment		(11,874)	(5,682)	(20,370)	(7,519)
Addition of intangible assets		(41)	(81)	(207)	(81)
Indirect costs of obtaining a lease		(187)	(14)	(201)	(121)
Proceeds from sale of quoted investments, net of brokerage	16	–	3,971	9,209	3,971
Proceeds from disposal of property, plant and equipment		1	459	1	770
Proceeds from disposal of assets held for sale and liabilities directly associated with the assets held for sale, net of transaction costs		–	–	–	5,548
Proceeds from disposal of business, net of transaction costs	11	–	347	–	347
Loans repaid by staff		8	12	20	28
Net cash (used in)/generated from investing activities		(12,093)	(988)	(11,548)	2,943
Cash flows from financing activities:					
Proceeds from exercise of warrants pursuant to MTQ Rights cum Warrants Issue		–	–	–	1,257
Share buy-back	19	(422)	–	(422)	–
Dividend paid in respect of previous financial year, tax exempt (one-tier)	20	–	–	(1,124)	(1,124)
Dividend paid in respect of current financial year, tax exempt (one-tier)	20	(1,125)	(1,125)	(1,125)	(1,125)
Proceeds from bank borrowings		10,643	1,000	16,143	1,000
Repayment of bank borrowings		(756)	(1,751)	(13,471)	(7,421)
Repayment of principal portion of lease liabilities		(503)	(655)	(999)	(1,296)
Net cash generated from/(used in) financing activities		7,837	(2,531)	(998)	(8,709)
Net increase/(decrease) in cash and cash equivalents		1,500	3,747	(4,214)	(1,373)
Cash and cash equivalents at beginning of financial period/year		6,392	8,582	12,291	13,568
Effect of exchange rate changes on cash and cash equivalents		148	(38)	(37)	96
Cash and cash equivalents reclassified to assets held for sale	17	(374)	–	(374)	–
Cash and cash equivalents at end of financial period/year		7,666	12,291	7,666	12,291

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

1. Corporate information

MTQ Corporation Limited (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 financial statements as at and for the six-month and full year ended 31 March 2025 comprise the Company and its subsidiaries (collectively, the "Group").

The principal activities of the Company relate to those of an investment holding and management company. The principal activities of the subsidiaries are disclosed in the Group's annual consolidated financial statements as at 31 March 2024.

2. Basis of preparation

The condensed interim financial statements for the six-month and full year ended 31 March 2025 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("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 an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements for the financial year ended 31 March 2024.

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 condensed interim financial statements are presented in Singapore dollars ("SGD" or "\$"), which is the Company's functional currency, and all values are rounded to the nearest thousand ("'\$'000") except when otherwise indicated.

2.1 *New and amended standards adopted by the Group*

A number of amendments to Standards 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 standards.

2.2 *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 expense. Actual results may differ from these estimates.

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 applied to the consolidated financial statements as at and for the year ended 31 March 2024.

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

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements
For the six-month and full year ended 31 March 2025

(In Singapore dollars)

3. Seasonal operations

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

4. Segment and revenue information

(a) Revenue

Disaggregation of revenue

	Services, repair and contract revenue		Trading sales		Rental income		Total continuing operations		Discontinued operations (Note 11)		Total	
	2H2025	2H2024	2H2025	2H2024	2H2025	2H2024	2H2025	2H2024	2H2025	2H2024	2H2025	2H2024
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Major product or service lines												
Oilfield Engineering												
Oilfield services	25,484	27,511	–	–	–	–	25,484	27,511	3,649	3,277	29,133	30,788
Trading/sales of oilfield equipment and spares	–	–	3,760	5,117	–	–	3,760	5,117	522	1,402	4,282	6,519
Rental services	–	–	–	–	63	443	63	443	240	64	303	507
Other services	540	293	–	–	–	–	540	293	–	–	540	293
	26,024	27,804	3,760	5,117	63	443	29,847	33,364	4,411	4,743	34,258	38,107
Timing of transfer of goods or services												
At a point in time	–	–	3,760	5,117	–	–	3,760	5,117	522	1,402	4,282	6,519
Over time	26,024	27,804	–	–	63	443	26,087	28,247	3,889	3,341	29,976	31,588
	26,024	27,804	3,760	5,117	63	443	29,847	33,364	4,411	4,743	34,258	38,107

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements
For the six-month and full year ended 31 March 2025

(In Singapore dollars)

4. Segment and revenue information (cont'd)

(a) Revenue (cont'd)

Disaggregation of revenue (cont'd)

	Services, repair and contract revenue		Trading sales		Rental income		Total continuing operations		Discontinued operations (Note 11)		Total	
	FY2025	FY2024	FY2025	FY2024	FY2025	FY2024	FY2025	FY2024	FY2025	FY2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Major product or service lines												
Oilfield Engineering												
Oilfield services	51,780	54,619	–	–	–	–	51,780	54,619	6,892	5,989	58,672	60,608
Trading/sales of oilfield equipment and spares	–	–	10,094	11,129	–	–	10,094	11,129	822	2,755	10,916	13,884
Rental services	–	–	–	–	339	585	339	585	485	64	824	649
Other services	1,064	633	–	–	–	–	1,064	633	–	–	1,064	633
	52,844	55,252	10,094	11,129	339	585	63,277	66,966	8,199	8,808	71,476	75,774
Timing of transfer of goods or services												
At a point in time	–	–	10,094	11,129	–	–	10,094	11,129	822	2,755	10,916	13,884
Over time	52,844	55,252	–	–	339	585	53,183	55,837	7,377	6,053	60,560	61,890
	52,844	55,252	10,094	11,129	339	585	63,277	66,966	8,199	8,808	71,476	75,774

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

4. Segment and revenue information (cont'd)

(b) *Operating segments*

For management purposes, the Group's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different industries as follows:

(i) *Investment holding*

Holds investments and provides management and corporate services to its subsidiaries. It also derives dividend and rental income from its subsidiaries and quoted investments. The Group's central overheads are also classified within this segment. This segment operates mainly in Singapore.

(ii) *Oilfield engineering*

Provides engineering services for the servicing, manufacturing, assembly and fabrication of oilfield equipment such as valves and blow-out-preventers used in the oil and gas industry. This segment also engages in the business of renting and sale of oilfield equipment and spare parts. This segment operates primarily in Singapore, Kingdom of Bahrain, United Kingdom and the United Arab Emirates.

(a) *Disposal of Pemac Pte. Ltd.*

On 24 January 2025, the Company entered into a Sale and Purchase Agreement ("SPA") for the disposal of its wholly-owned subsidiary, Pemac Pte. Ltd. ("Pemac"), which is in the manufacture of high pressure piping, general steel fabrication works, repairing of oilfield equipment and fabrication of pressure vessels. As a result, Pemac has been reclassified as a disposal group held for sale (Note 17) and presented as a discontinued operation (Note 11), with the corresponding comparative figures re-presented accordingly. Further details are disclosed in Notes 11 and 17.

(b) *Disposal of Binder's business*

The Australian business involved in the design and manufacturing of proprietary and custom-built pipe support and pipe suspension solutions for the oil and gas industry has also been re-presented as a discontinued operation, following its disposal in prior year ended 31 March 2024 (Note 11).

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Segment revenue, expenses and results include transfers between business segments. These transfers are eliminated on consolidation.

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Notes to the condensed interim financial statements
For the six-month and full year ended 31 March 2025

(In Singapore dollars)

4. Segment and revenue information (cont'd)

(b) *Operating segments (cont'd)*

	Continuing operations				Discontinued operations	Per consolidated financial statements
	Investment holding	Oilfield engineering	Eliminations	Note		
	\$'000	\$'000	\$'000		\$'000	\$'000
2H2025						
Revenue:						
External sales	–	29,847	–		29,847	4,411
Inter-segment sales	3,317	1,081	(4,418)	A	(20)	20
Total sales	3,317	30,928	(4,418)		29,827	4,431
Results:						
Interest income	–	–	–		–	5
Rental income	288	–	–		288	–
Depreciation and amortization	(727)	(1,391)	–		(2,118)	(116)
Loss on disposal of property, plant and equipment, net	–	(67)	–		(67)	–
Reversal of allowance for inventory obsolescence and stock written-off, net	–	13	–		13	–
Finance costs	(318)	(51)	–		(369)	(3)
Segment (loss)/profit before tax	(3,155)	5,274	–		2,119	805
Tax credit/(expense)	85	(203)	–		(118)	(181)

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements
For the six-month and full year ended 31 March 2025

(In Singapore dollars)

4. Segment and revenue information (cont'd)

(b) *Operating segments (cont'd)*

	Continuing operations				Discontinued operations	Per consolidated financial statements
	Investment holding	Oilfield engineering	Eliminations	Note		
	\$'000	\$'000	\$'000		\$'000	\$'000
2H2024						
Revenue:						
External sales	–	33,364	–		33,364	4,743
Inter-segment sales	3,550	1,022	(4,685)	A	(113)	113
Total sales	3,550	34,386	(4,685)		33,251	4,856
Results:						
Rental income	288	–	–		288	–
Depreciation and amortization	(705)	(1,424)	–		(2,129)	(114)
Loss on write-off of a lease	–	(3)	–		(3)	–
Gain on disposal of property, plant and equipment, net	–	50	–		50	–
Gain on disposal of business, net of transaction costs	–	–	–		–	254
(Allowance)/reversal of allowance for inventory obsolescence and stock written-off, net	–	(157)	–		(157)	38
Reversal of allowance for impairment of trade receivables	–	–	–		–	3
Finance costs	(315)	(599)	–		(914)	(6)
Segment (loss)/profit before tax	(3,276)	5,574	–		2,298	228
Tax (expense)/credit	(758)	44	–		(714)	(30)

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements
For the six-month and full year ended 31 March 2025

(In Singapore dollars)

4. Segment and revenue information (cont'd)

(b) *Operating segments (cont'd)*

	Continuing operations				Discontinued operations	Per consolidated financial statements
	Investment holding	Oilfield engineering	Eliminations	Note		
	\$'000	\$'000	\$'000		\$'000	\$'000
FY2025						
Revenue:						
External sales	–	63,277	–		8,199	71,476
Inter-segment sales	6,757	2,859	(9,691)	A	75	–
Total sales	6,757	66,136	(9,691)		8,274	71,476
Results:						
Interest income	–	–	–		5	5
Rental income	573	–	–		–	573
Depreciation and amortization	(1,442)	(2,828)	–		(236)	(4,506)
Loss on disposal of property, plant and equipment, net	(11)	(67)	–		–	(78)
Allowance for inventory obsolescence and stock written-off, net	–	(192)	–		–	(192)
Finance costs	(663)	(417)	–		(8)	(1,088)
Segment (loss)/profit before tax	(6,610)	10,242	–		1,584	5,216
Tax credit/(expense)	91	(229)	–		(239)	(377)

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements
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(In Singapore dollars)

4. Segment and revenue information (cont'd)

(b) *Operating segments (cont'd)*

	Continuing operations				Discontinued operations	Per consolidated financial statements
	Investment holding	Oilfield engineering	Eliminations	Note		
	\$'000	\$'000	\$'000		\$'000	\$'000
FY2024						
Revenue:						
External sales	–	66,966	–		8,808	75,774
Inter-segment sales	7,666	3,218	(11,053)	A	169	–
Total sales	7,666	70,184	(11,053)		8,977	75,774
Results:						
Interest income	–	–	–		1	1
Rental income	549	–	–		–	549
Depreciation and amortization	(1,406)	(2,814)	–		(221)	(4,441)
Loss on write-off of a lease	–	(3)	–		–	(3)
(Loss)/gain on disposal of property, plant and equipment, net	(15)	80	–		32	97
Gain/(loss) on disposal of assets held for sale and liabilities directly associated with the assets held for sale, net of transaction costs	6,384	(17)	–		–	6,367
(Allowance)/reversal of allowance for inventory obsolescence and stock written-off, net	–	(52)	–		38	(14)
Reversal of allowance for impairment of trade receivables	–	–	–		3	3
Gain on disposal of business, net of transaction costs	–	–	–		254	254
Finance costs	(998)	(850)	–		(9)	(1,857)
Segment (loss)/profit before tax	(1,102)	11,344	–		(2)	10,240
Tax (expense)/credit	(792)	16	–		(49)	(825)

Nature of adjustments and eliminations to arrive at amounts reported in the consolidated financial statements:

Note A: Inter-segment revenues are eliminated on consolidation

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements
For the six-month and full year ended 31 March 2025

(In Singapore dollars)

4. Segment and revenue information (cont'd)

(b) *Operating segments (cont'd)*

	Continuing operations			Discontinued operation	Total
	Investment holding	Oilfield engineering	Subtotal		
	\$'000	\$'000	\$'000		
Assets and liabilities:					
As at 31.3.2025					
Segment assets	27,206	101,770	128,976	6,243	135,219
Tax recoverable					212
Deferred tax assets					32
Total assets					135,463
Segment liabilities	(15,724)	(20,092)	(35,816)	(1,448)	(37,264)
Provision for taxation					(45)
Deferred tax liabilities					(414)
Bank borrowings					(16,531)
Total liabilities					(54,254)

	Continuing operations			Discontinued operation	Total
	Investment holding	Oilfield engineering	Subtotal		
	\$'000	\$'000	\$'000		
Assets and liabilities:					
As at 31.3.2024					
Segment assets	41,661	80,651	122,312	5,859	128,171
Deferred tax assets					166
Total assets					128,337
Segment liabilities	(16,440)	(16,551)	(32,991)	(1,530)	(34,521)
Provision for taxation					(860)
Deferred tax liabilities					(317)
Bank borrowings					(13,869)
Total liabilities					(49,567)

MTQ Corporation Limited and its Subsidiaries

**Notes to the condensed interim financial statements
For the six-month and full year ended 31 March 2025**

(In Singapore dollars)

4. Segment and revenue information (cont'd)

(c) Geographical segments

	External sales				Non-current assets	
	2H2025 \$'000	2H2024 \$'000	FY2025 \$'000	FY2024 \$'000	31.3.2025 \$'000	31.3.2024 \$'000
Singapore	17,337	17,719	38,146	34,381	29,714	40,153
Bahrain	15,462	16,108	29,945	34,526	16,974	18,114
Australia	165	1,045	165	2,028	–	–
United Kingdom	1,294	3,235	3,220	4,839	3,220	3,207
United Arab Emirates	–	–	–	–	30,781	6,176
	34,258	38,107	71,476	75,774	80,689	67,650

Non-current assets information presented above consist of goodwill, intangible assets, property, plant and equipment, right-of-use assets, other investment and investment in associate and joint venture as presented in the consolidated balance sheet.

The Group's non-current assets and sales to external customers disclosed in geographical segments are based on the entities' country of domicile.

(d) A breakdown of sales and profit after tax

	Group		
	FY2025 \$'000	FY2024 \$'000	Change %
(a) First half year			
Revenue	33,430	33,602	-1%
Profit after tax	2,214	7,633	-71%
(b) Second half year			
Revenue	29,847	33,364	-11%
Profit after tax	2,625	1,782	47%

MTQ Corporation Limited and its Subsidiaries

**Notes to the condensed interim financial statements
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(In Singapore dollars)

5. Other income

	Group			
	2H2025	2H2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000
Rental income	288	288	573	549
Gain on disposal of property, plant and equipment, net	–	50	–	65
Gain on disposal of assets held for sale and liabilities directly associated with the assets held for sale, net of transaction costs	–	–	–	6,367
Commission received	2	1	5	52
Gain on disposal of scrap material	103	105	161	223
Government grants	21	42	36	47
Others	21	28	68	60
	435	514	843	7,363

6. Profit from operating activities

Profit from operating activities is stated after charging the following:

	Group			
	2H2025	2H2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000
(a) Other operating expenses				
Amortization of intangible assets	116	78	216	151
Depreciation of property, plant and equipment	533	519	1,064	1,021
Depreciation of right-of-use assets	477	564	1,048	1,100
Directors' fees paid to directors of the Company	163	153	329	301
(Reversal of allowance)/allowance for inventory obsolescence and stock written-off, net	(13)	157	192	52
Loss on disposal of property, plant and equipment	67	–	78	–
Loss on write-off of a lease	–	3	–	3
(Gain)/loss on foreign exchange, net	(423)	26	125	(106)
Consultancy fees paid to a director of the Company	93	92	185	169
Audit, legal, consultancy and professional fees	585	375	1,042	787
Utilities expenses	374	374	820	1,054
Property tax	395	242	636	510
Relocation costs	–	–	–	207
Travelling expenses	544	565	1,010	984
(b) Cost of sales				
Depreciation of right-of-use assets	47	46	93	95
Depreciation of property, plant and equipment	945	922	1,849	1,853

MTQ Corporation Limited and its Subsidiaries

**Notes to the condensed interim financial statements
For the six-month and full year ended 31 March 2025**

(In Singapore dollars)

7. Finance costs

	Group			
	2H2025	2H2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000
Interest on:				
- Bank loans	297	476	549	1,077
- Lease liabilities	72	438	531	771
	369	914	1,080	1,848

8. Tax expense

The major components of income tax expense for the period/year ended 31 March are as follows:

	Group			
	2H2025	2H2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000
<i>Consolidated statement of comprehensive income</i>				
<u>Current income tax</u>				
- Current income tax [^]	18	717	49	830
- Over provision in respect of previous years	(216)	(34)	(216)	(68)
- Withholding tax expense	43	-	43	-
	(155)	683	(124)	762
<u>Deferred income tax</u>				
- Movement in temporary differences	35	(19)	27	(18)
- Under provision in respect of previous years	238	50	235	32
	273	31	262	14
Tax expense recognized in statement of comprehensive income	118	714	138	776

[^] The decrease in current income tax was mainly due to the absence of the balancing charge that arose from the disposal of Pandan Property in FY2024.

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

9. Earnings per share

(a) *Continuing operations*

Basic earnings per share are calculated by dividing profit for the financial period/year, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period/year.

Diluted earnings per share are calculated by dividing profit for the financial period/year, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period/year plus the weighted average number of ordinary shares that would be issued upon the conversion of all the dilutive warrants into ordinary shares.

The following tables reflect the profit and share data used in the computation of basic and diluted earnings per share for the financial period/year ended 31 March:

	Group			
	2H2025	2H2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000
Profit for the period/year attributable to owners of the Company	2,625	1,782	4,839	9,415
Less: (Profit)/loss from discontinued operations, net of tax, attributable to owners of the Company (Note 11)	(624)	(198)	(1,345)	51
Profit for the period/year attributable to owners of the Company used in the computation of basic and diluted per share from continuing operations	<u>2,001</u>	<u>1,584</u>	<u>3,494</u>	<u>9,466</u>
	Number of shares			
	6 months ended		12 months ended	
	31.3.2025	31.3.2024	31.3.2025	31.3.2024
	'000	'000	'000	'000
Weighted average number of ordinary shares for basic earnings per share computation*	224,589	224,873	224,731	224,782
Effects of dilution:				
– Outstanding warrants pursuant to MTQ Rights cum Warrants Issue [#]	–	–	–	15
Weighted average number of ordinary shares for diluted earnings per share computation	<u>224,589</u>	<u>224,873</u>	<u>224,731</u>	<u>224,797</u>

* The weighted average number of shares took into account the weighted average effect of the following transactions during the financial period/year:

- (i) Nil (31 March 2024: 5,711,000) ordinary shares that the Company issued on exercise of warrants pursuant to MTQ Rights cum Warrants Issue.
- (ii) 1,629,000 (31 March 2024: Nil) ordinary shares that the Company bought back (Note 19).

[#] Represents the dilutive effect of outstanding warrants prior to their expiry on 17 April 2023.

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

9. Earnings per share (cont'd)

(b) *Earnings per share computation*

The basic and diluted earnings per share are calculated by dividing the earnings for the financial period/year, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period/year for basic and diluted earnings per share computation. These profit and share data are presented in the tables in Note 9(a) above.

10. Net asset value per ordinary share

	Group		Company	
	31.3.2025	31.3.2024	31.3.2025	31.3.2024
Net asset value per ordinary share*	\$ 0.36	\$ 0.35	\$ 0.27	\$ 0.29

* Based on the net assets divided by total number of issued shares excluding treasury shares as at end of financial year.

11. Discontinued operations

(a) *Disposal of Pemac Pte. Ltd.*

On 24 January 2025, the Company entered into a Sale and Purchase Agreement (“SPA”) for the disposal of its wholly-owned subsidiary, Pemac Pte. Ltd. (“Pemac”), to Sidi Investment Holdings Pte. Ltd. (the “Transaction”). Sidi Investment Holdings Pte. Ltd. is owned by Mr. Sumardi bin Sidi, the Managing Director of Pemac, and his spouse. As such, the Transaction constitutes a disposal to a key management personnel and a related party transaction. The assets and liabilities of Pemac have been presented in the balance sheet as “Assets of a disposal group classified as held for sale” and “Liabilities directly associated with a disposal group classified as held for sale” as at 31 March 2025 (Note 17).

The Transaction was completed subsequent to year end, following shareholders’ approval on 14 April 2025. Following the disposal, Pemac ceased to be a subsidiary of the Group subsequent to the reporting date.

The final aggregate consideration, after adjustments in accordance with the terms of the SPA, is \$5,679,000 (the “Adjusted Sale Price”). Based on this Adjusted Sale Price and Pemac’s carrying amount as at 31 March 2025, the Group will recognize a gain on disposal (net of transaction costs) of approximately \$841,000 in the subsequent financial period.

Subsequent to year end, the Group has received the first tranche of the consideration amounting to \$3,200,000. The remaining balance of the consideration is to be received in four equal instalments in accordance with the SPA.

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

11. Discontinued operations (cont'd)

(b) *Disposal of Binder's business*

On 18 January 2024, the Group's wholly-owned subsidiary, Binder Group Pty Ltd ("Binder"), entered into an Asset Sale Agreement ("ASA") for the sale of its operating business and assets (together with certain receivables and liabilities) to an independent third party (the "Asset Sale Transaction") for an aggregate consideration of \$362,000 (equivalent to A\$412,000). The Asset Sale Transaction was completed on 1 February 2024.

The effects of the Asset Sale Transaction on the financial statements of the Group were as follows:

	31.3.2024
	\$'000
Property, plant and equipment	27
Inventories	136
Other prepayments and deposits, net	25
Provisions	(95)
Net assets disposed	<u>93</u>
Total sales consideration received, net of transaction costs	347
Less: Net assets disposed	<u>(93)</u>
Gain on disposal of business, net of transaction costs	<u>254</u>

Following the completion of the Asset Sale Transaction, Binder Group Pty Ltd was renamed to MTQ (Aust) Pty Ltd. Certain ongoing contracted works that were not transferred over to the buyer have since been completed during the financial year. MTQ (Aust) Pty Ltd is currently an inactive company.

Accordingly, the income and expenses of Pemac and Binder's operating business are presented separately in the consolidated statement of comprehensive income as "Profit/(loss) from discontinued operations, net of tax" for the periods/years ended 31 March 2025 and 2024. The comparative results of the Group have been re-presented to report separately profit and loss items from continuing and discontinued operations.

MTQ Corporation Limited and its Subsidiaries**Notes to the condensed interim financial statements
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(In Singapore dollars)

11. Discontinued operations (cont'd)

The summarized financial information of the discontinued operations are as follows:

Income statement disclosures

	Pemac		Binder		Total	
	2H2025	2H2024	2H2025	2H2024	2H2025	2H2024
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue	4,246	3,698	165	1,045	4,411	4,743
Cost of sales	(2,780)	(2,727)	(125)	(676)	(2,905)	(3,403)
Gross profit	1,466	971	40	369	1,506	1,340
Other income	9	5	–	–	9	5
Staff costs	(481)	(437)	–	(405)	(481)	(842)
Other operating expenses	(226)	(186)	–	(337)	(226)	(523)
Profit/(loss) from operating activities	768	353	40	(373)	808	(20)
Finance costs	(3)	(6)	–	–	(3)	(6)
Gain on disposal of business, net of transaction costs	–	–	–	254	–	254
Profit/(loss) from discontinued operations	765	347	40	(119)	805	228
Tax expense	(181)	(30)	–	–	(181)	(30)
Profit/(loss) from discontinued operations, net of tax	584	317	40	(119)	624	198

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(In Singapore dollars)

11. Discontinued operations (cont'd)

Income statement disclosures (cont'd)

	Pemac		Binder		Total	
	FY2025	FY2024	FY2025	FY2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue	8,034	6,780	165	2,028	8,199	8,808
Cost of sales	(5,265)	(5,188)	(125)	(1,177)	(5,390)	(6,365)
Gross profit	2,769	1,592	40	851	2,809	2,443
Other income	52	51	–	1	52	52
Staff costs	(853)	(832)	–	(962)	(853)	(1,794)
Other operating expenses	(416)	(516)	–	(432)	(416)	(948)
Profit/(loss) from operating activities	1,552	295	40	(542)	1,592	(247)
Finance costs	(8)	(9)	–	–	(8)	(9)
Gain on disposal of business, net of transaction costs	–	–	–	254	–	254
Profit/(loss) from discontinued operations	1,544	286	40	(288)	1,584	(2)
Tax expense	(239)	(49)	–	–	(239)	(49)
Profit/(loss) from discontinued operations, net of tax	1,305	237	40	(288)	1,345	(51)

Cash flow statement disclosures

	Pemac		Binder	
	2H2025	2H2024	2H2025	2H2024
	\$'000	\$'000	\$'000	\$'000
Operating	562	33	(28)	(335)
Investing	(8)	(119)	–	347
Financing	(62)	(60)	–	–
Net cash in/(out)flows	492	(146)	(28)	12

	Pemac		Binder	
	FY2025	FY2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000
Operating	741	(207)	(28)	(333)
Investing	(95)	(292)	–	347
Financing	(122)	(124)	–	–
Net cash in/(out)flows	524	(623)	(28)	14

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

11. Discontinued operations (cont'd)

Earnings/(Loss) per share disclosures

The information on earnings/(loss) per share from discontinued operations are as follows:

	2H2025	2H2024	FY2025	FY2024
Profit/(loss) from discontinued operations attributable to owners of the Company (S\$'000)	624	198	1,345	(51)
Basic and diluted earnings/(loss) per share (cents per share)	0.28	0.09	0.60	(0.02)

The basic and diluted earnings/(loss) per share from discontinued operations are calculated by dividing the profit/(loss) from discontinued operations, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares for basic and diluted earnings/(loss) per share computation. The share data is presented in the table in Note 9(a).

12. Goodwill

	Group	
	31.3.2025 \$'000	31.3.2024 \$'000
At 1 April	2,975	2,870
Currency realignment	57	105
At 31 March	3,032	2,975

Impairment testing of goodwill

Goodwill acquired through business combinations has been allocated to one (2024: one) cash-generating unit ("CGU") for impairment testing as follows:

- Valve Business

The recoverable amounts of the CGU is determined based on value-in-use calculation derived from cash flow projections covering a five-year period. The terminal value of the CGU at the end of the five-year period was estimated by extrapolating the projected cash flows in the 5th year through perpetuity using a long-term growth rate applicable to the CGU.

Key assumptions used in the value-in-use calculation

Key assumptions used in the value-in-use calculation are as follows:

	31.3.2025	31.3.2024
Revenue projection for the first year	Financial budgets	Financial budgets
Revenue growth rates for a further 4 years	2.0% to 15.0%	1.7% to 5.0%
Gross margins	25.0% to 33.0%	19.0% to 33.0%
Long-term growth rates (per annum)	0.3% to 2.0%	0.4% to 2.5%
Discount rates (per annum)	9.3% to 15.2%	10.3% to 16.7%

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(In Singapore dollars)

12. Goodwill (cont'd)

Revenue and gross margin projections

The revenue growth rates are determined based on management's knowledge and past experience of the businesses, taking into consideration the expected medium to long-term market outlook.

Long-term growth rates

The long-term growth rate is derived based on published industry research and do not exceed the long-term average growth rate for the industry relevant to the CGU.

Discount rates

The discount rate is based on pre-tax weighted average cost of capital ("WACC") applicable to the CGU and represents the current market assessment of the CGU-specific risks, regarding the time value of money and individual risks of the underlying assets which have not been incorporated in the cash flow estimates.

Sensitivity to changes in assumptions

The Group believes that any reasonable possible changes in the above key assumptions are not likely to cause the recoverable amount of the CGU to be materially lower than the related carrying amount.

Impairment loss recognized

Based on the impairment assessment, the recoverable amount of the CGU was found to be higher than its carrying amount. Accordingly, no impairment loss was recognized.

13. Intangible assets

During the year ended 31 March 2025, there were additions amounting to \$207,000 (31 March 2024: \$81,000) mainly relating to welding procedures specifications.

14. Property, plant and equipment

During the year ended 31 March 2025, there were additions amounting to \$26,430,000 (31 March 2024: \$4,945,000) mainly relating to the construction work-in-progress of a facility in the UAE as well as purchase of workshop equipment. The Group also disposed assets with a carrying value of \$79,000 (31 March 2024: \$673,000) for proceeds of \$1,000 (31 March 2024: \$770,000).

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(In Singapore dollars)

15. Right-of-use assets

During the year ended 31 March 2025, there were additions amounting to \$439,000 mainly relating to the Tuas lease as well as the renewal of rental agreements for workshop equipment and workers' accommodation entered during the year.

In the prior year, the additions mainly relating to an additional right-of-use assets (with a corresponding increase in lease liabilities) arising from the lease arrangement entered for a 32,587 m² of land in the UAE.

16. Other investment

	Group	
	31.3.2025	31.3.2024
	\$'000	\$'000
At 1 April	8,903	6,130
Fair value adjustment on investment security carried at FVOCI	306	6,744
Disposal	(9,209)	(3,971)
At 31 March	–	8,903

The Group's investment in quoted equity shares relates to its interest in equity shares of MMA Offshore Limited ("MMA") received as part of the purchase consideration for the sale of its operating businesses and assets of Blossomvale Holdings Ltd ("BLV", previously known as Neptune Marine Services Limited) in the year ended 31 March 2020.

In prior year ended 31 March 2024, the Group divested 2,000,000 ordinary shares of MMA for an aggregate cash consideration, net of transaction costs, amounting to \$3,971,000.

During the financial year ended 31 March 2025, the Group divested its remaining 3,888,000 ordinary shares of MMA for an aggregate cash consideration, net of transaction costs, amounting to \$9,209,000.

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(In Singapore dollars)

17. Assets held for sale Liabilities directly associated with the assets held for sale

(a) *Disposal of Pemac Pte. Ltd.*

As at 31 March 2025, the assets and liabilities of Pemac were classified as held for sale in anticipation of the disposal, details of which are provided in Note 11.

The major classes of assets and liabilities of Pemac classified as held for sale as at 31 March 2025 are, as follows:

	31.3.2025 \$'000
Assets	
Property, plant and equipment	527
Right-of-use assets	73
Inventories	2,524
Trade and other receivables	2,745
Cash and cash equivalents	374
Assets held for sale	<u>6,243</u>
Liabilities	
Trade and other payables	1,157
Lease liabilities	78
Provision for taxation	158
Deferred tax liabilities	55
Liabilities directly associated with the assets held for sale	<u>1,448</u>
Net assets held for sale	<u>4,795</u>

(b) *Disposal of Pandan Property*

On 1 September 2022, the Company granted an option ("Option") to an independent third party purchaser ("Purchaser") for the sale of the Company's property located at 182 Pandan Loop Singapore 128373 ("Pandan Property") together with certain plant and equipment as particularized in the Option to the Purchaser for an aggregate consideration of \$6,000,000 ("Sale Price"). The Option was exercised on the same day and the Option fee and deposit of 5.0% of the Sale Price was received by the Company in the prior year ended 31 March 2023.

The sale was completed on 13 July 2023 and the Company received the balance of the Sale Price of \$5,700,000 on the same day. Accordingly, a gain on disposal of Pandan Property, net of transaction costs, amounting to \$6,367,000 was recognized in the Statement of Comprehensive Income (Note 5) in the prior year ended 31 March 2024.

The expenses attributable to the assets held for sale incurred for the period and year ended 31 March 2024 amounted to \$Nil and \$267,000 respectively, mainly arising from the investment holding segment.

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

18. Bank borrowings

	Group		Company	
	31.3.2025	31.3.2024	31.3.2025	31.3.2024
	\$'000	\$'000	\$'000	\$'000
<i>Current portion</i>				
Secured	–	1,008	–	1,008
Unsecured	387	500	–	–
	<u>387</u>	<u>1,508</u>	<u>–</u>	<u>1,008</u>
<i>Non-current portion</i>				
Unsecured	16,144	12,361	2,144	9,000
	<u>16,144</u>	<u>12,361</u>	<u>2,144</u>	<u>9,000</u>
Total bank borrowings	<u>16,531</u>	<u>13,869</u>	<u>2,144</u>	<u>10,008</u>

The Group's bank borrowings as at 31 March 2025 increased during the year from \$13,869,000 to \$16,531,000 mainly due to net additional drawdowns of the bank loans during the year.

The Group's secured borrowing has been fully repaid as at 31 March 2025 and the Group is working with the relevant financial institution to discharge the securities. Details of the collateral for the secured bank borrowings are as follows:

- first all-monies registered legal mortgage over a 50-year leasehold land and property at Bahrain International Investment Park, HIDD, Kingdom of Bahrain;
- first registered fixed and floating charge over assets of a subsidiary; and
- registered charge over the interest-bearing loan from the Company to a subsidiary.

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**Notes to the condensed interim financial statements
For the six-month and full year ended 31 March 2025**

(In Singapore dollars)

19. Share capital and treasury shares

	Group and Company					
	6 months ended 31.3.2025		6 months ended 30.9.2024		6 months ended 31.3.2024	
	No. of shares '000	\$'000	No. of shares '000	\$'000	No. of shares '000	\$'000
a) Ordinary shares issued and fully paid						
At beginning and end of period	225,061	50,836	225,061	50,836	225,061	50,836
b) Treasury shares						
At beginning and end of period	188	41	188	41	188	41
Share buy-back	1,629	422	–	–	–	–
At end of period	1,817	463	188	41	188	41
Total number of issued shares excluding treasury shares						
At end of period	223,244		224,873		224,873	

The Company purchased 1,629,000 of its own shares during the period/year ended 31 March 2025 resulting in 1,817,000 treasury shares as at 31 March 2025 (30 September 2024 and 31 March 2024: 188,000).

Subsequent to reporting date, a further 550,000 shares have been purchased resulting in 2,367,000 treasury shares as at date of this announcement.

There were no subsidiary holdings as at 31 March 2025, 30 September 2024 and 31 March 2024.

20. Dividends

	Group and Company	
	31.3.2025	31.3.2024
	\$'000	\$'000
Declared and paid during the financial year		
<i>Dividends on ordinary shares:</i>		
- Final tax exempt (one-tier) dividend for FY2024: 0.5 cents (FY2023: 0.5 cents) per share	1,124	1,124
- Interim tax exempt (one-tier) dividend for FY2025: 0.5 cents (FY2024: 0.5 cents) per share	1,125	1,125

Please refer to page 37 for more information relating to proposed final dividend for the year ended 31 March 2025.

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

21. Commitments and contingencies

(a) *Capital expenditure*

As at the end of the financial year, the Group had the following capital expenditure commitments for the acquisition of property, plant and equipment, but not recognized in the financial statements:

	Group		Company	
	31.3.2025	31.3.2024	31.3.2025	31.3.2024
	\$'000	\$'000	\$'000	\$'000
<u>Authorized and committed</u>				
(a) Relating to UAE expansion:				
- Construction of new facility	1,246	13,472	–	–
- Purchase of machineries and equipment	858	7,225	–	–
(b) Others	78	103	–	–
Total authorized and committed	2,182	20,800	–	–

(b) *Contingent liabilities*

	Group		Company	
	31.3.2025	31.3.2024	31.3.2025	31.3.2024
	\$'000	\$'000	\$'000	\$'000
Corporate guarantees issued by the Company for bank facilities utilized by subsidiaries	–	–	40	125
Guarantees issued to external parties	652	901	652	724

The corporate guarantees have not been recognized by the Group and the Company as management has assessed the fair value of the corporate guarantees to be immaterial.

Guarantees to external parties comprised performance and warranty bonds issued to customers or third party service providers.

(c) *Financial support*

The Company has provided letters of financial support to certain subsidiaries that it will not demand repayment of the intercompany amounts owing by such subsidiaries unless such repayment will not jeopardize the ability of these subsidiaries to meet their obligations as and when they fall due. The total amounts owing from these subsidiaries, net of allowances for impairment, was \$34,242,000 (31 March 2024: \$30,533,000).

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

22. Related party disclosure

In addition to directors' fees and those related party information disclosed elsewhere in the condensed interim financial statements, the following significant transactions between the Company and related parties took place during the financial period/year on terms agreed by the parties concerned:

(a) *Sale and purchase of goods and services*

	Group		Company	
	2H2025	2H2024	2H2025	2H2024
	\$'000	\$'000	\$'000	\$'000
Associate and Joint ventures				
- Purchase of goods	65	634	–	–
Subsidiaries				
- Management fee income	–	–	1,790	1,547
- Rental income from investment property	–	–	1,518	1,999
- Interests on loans	–	–	12	319
- Recharge of staff costs	–	–	(56)	–

	Group		Company	
	FY2025	FY2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000
Associate and Joint ventures				
- Sales of goods	12	29	–	–
- Purchase of goods	690	1,228	–	–
Subsidiaries				
- Management fee income	–	–	3,583	3,622
- Rental income from investment property	–	–	3,160	3,865
- Other rental income	–	–	–	259
- Interests on loans	–	–	143	385
- Recharge of staff costs	–	–	(84)	–

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Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

22. Related party disclosure (cont'd)

(b) *Compensation of key management personnel*

The amounts paid to a director and key management personnel during the financial period/year ended 31 March 2025 and 31 March 2024 are as follows:

	Group			
	2HFY2025	2HFY2024	FY2025	FY2024
	\$'000	\$'000	\$'000	\$'000
Director's remuneration:				
- Salaries, wages and bonuses	–	200	143	428
- Defined contribution plan expense	–	5	6	13
- Others	–	14	14	26
	–	219	163	467
Other key management personnel:				
- Salaries, wages and bonuses	571	532	1,166	1,163
- Defined contribution plan expense	29	32	62	75
- Others	141	96	282	190
	741	660	1,510	1,428

(c) *Others*

On 24 January 2025, the Company entered into a SPA with a key management personnel for the disposal of its wholly-owned subsidiary, Pemac Pte. Ltd. ("Pemac"), to Sidi Investment Holdings Pte. Ltd. (the "Transaction"). Sidi Investment Holdings Pte. Ltd. is owned by Mr. Sumardi bin Sidi, the Managing Director of Pemac, and his spouse. Further details on the Transaction have been disclosed in Note 11.

23. Fair value of assets and liabilities

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.

(a) *Fair value hierarchy*

The Group classifies fair value measurement using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 – Quoted prices (unadjusted) in active markets 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.

MTQ Corporation Limited and its Subsidiaries

Notes to the condensed interim financial statements For the six-month and full year ended 31 March 2025

(In Singapore dollars)

23. Fair value of assets and liabilities (cont'd)

(b) *Assets measured at fair value*

The following table shows an analysis of financial instruments carried at fair value by level of fair value hierarchy:

	Note	Quoted prices in active markets for identical instruments (Level 1) \$'000	Significant other observable inputs (Level 2) \$'000	Significant unobservable inputs (Level 3) \$'000	Total \$'000
Group					
31.3.2025					
Financial asset:					
Other investment	16	–	–	–	–
31.3.2024					
Financial asset:					
Other investment	16	8,903	–	–	8,903

The fair value of the other investment (Note 16) is determined by reference to its quoted closing prices at the balance sheet date.

(c) *Financial instruments whose carrying amount approximates fair value*

Management has determined that the carrying amount of cash and cash equivalents, trade and other receivables (other than non-current amounts due from subsidiaries), trade and other payables, lease liabilities and bank borrowings based on their notional amounts, reasonably approximates their fair values either due to their short-term nature or that they are floating rate instruments that are re-priced to market interest rates on or near the end of the reporting period.

The carrying amount of non-current amounts due from subsidiaries reasonably approximate their fair values as their discounted expected future cash flows are not materially different from their notional amounts.

24. Subsequent events

There are no known significant subsequent events which have led to the adjustments to this set of condensed interim financial statements.

1. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice.

The condensed interim financial statements for the six-month and full year ended 31 March 2025 have not been audited nor reviewed by the Company's auditors.

2. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

(a) Updates on the efforts taken to resolve each outstanding audit issue.

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

Not applicable.

3. Review of performance of the Group

Condensed Interim Balance Sheets

The changes in Balance Sheets were mainly due to:

- a) increase in property, plant and equipment of S\$22,922,000 (please refer to Note 14);
- b) decrease in other investment by S\$8,903,000 (please refer to Note 16);
- c) increase in bank borrowings (please refer to Note 18); and
- d) the reclassification of the carrying amounts of Pemac to assets held for sale and liabilities directly associated with the assets held for sale (please refer to Note 17).

Apart from the above, movements in working capital items were mainly due to timing differences. Further information on certain other balance sheet items can be found in notes 11 to 19.

Condensed Interim Consolidated Cash Flow Statement

The Group generated net cash inflows from operations before working capital of S\$5.6 million in 2HFY2025 (year-to-date: S\$11.1 million), reflecting an improvement over the corresponding periods last year. After accounting for working capital movements, net cash generated from operating activities in 2HFY2025 amounted to S\$5.8 million (year-to-date: S\$8.3 million).

Investing activities in 2HFY2025 included capital expenditure of approximately S\$11.0 million (year-to-date: S\$18.9 million), primarily related to the Group's expansion into the UAE, which was partially supported by net proceeds from bank borrowings. Including the net proceeds of S\$9.2 million from the disposal of the remaining MMA Shares in 1HFY2025, the Group recorded net cash outflows of S\$12.1 million from investing activities in 2HFY2025 (year-to-date: S\$11.5 million).

Within financing activities, the Group also made two dividend payments during the year – the FY2024 final dividend of S\$1.1 million in August 2024 and the FY2025 interim dividend of S\$1.1 million in November 2024. Overall, cash and cash equivalents stood at about S\$7.7 million as at 31 March 2025 (31 March 2024: S\$12.3 million), prior to the receipt of first tranche payment of \$3.2 million from the disposal of Pemac in April 2025.

3. Review of performance of the Group (cont'd)

Condensed Interim Consolidated Statement of Comprehensive Income

6 months ended 31 March 2025 ("2HFY2025") vs 6 months ended 31 March 2024 ("2HFY2024")

The Group reported S\$29.8 million revenue for 2HFY2025, a decrease of 11% year-on-year ("YOY") compared to S\$33.4 million in 2HFY2024, as all segments recorded lower revenue. The Singapore segment, which started the year on a strong footing, saw a moderation in activity in the second half. The Bahrain segment was also affected by a slowdown in activity following Saudi Aramco's rig suspensions. The UK segment recorded lower revenue compared to the corresponding period in the prior year, which had benefited from one-off catch-up orders. Despite lower revenue, the Group delivered stronger gross profit margins, benefited from a more favorable sales mix.

Total staff costs and other operating expenses included approximately S\$0.8 million of UAE-related pre-operating costs in 2HFY2025. Excluding these, overall staff costs and other operating expenses remained relatively stable despite foreign exchange fluctuations. Finance costs declined compared to 2HFY2024's, in line with lower average borrowings.

Overall, the Group's profit after tax improved by 47% to S\$2.6 million in 2HFY2025.

Profit from discontinued operations mainly comprised contributions from Pemac, which the Group has completed the disposal following shareholders' approval on 14 April 2025. The gain from this disposal, estimated at approximately S\$0.8 million will be recognized in the next financial period.

12 months ended 31 March 2025 ("FY2025") vs 12 months ended 31 March 2024 ("FY2024")

The Group reported S\$63.3 million revenue for FY2025, a decrease of 6% year-on-year ("YOY") compared to S\$67.0 million in FY2024, largely due to lower contributions from the Bahrain segment, which was affected by a slowdown in activity following Saudi Aramco's rig suspensions. Singapore posted revenue growth for the full year, driven by strong first-half demand and a stable second half. The UK segment recorded lower revenue, with the prior year benefitting from one-off catch-up orders. Despite lower revenue, the Group delivered stronger gross profit margins, benefited from a more favorable sales mix.

Total staff costs and other operating expenses included approximately S\$0.9m of UAE-related pre-operating costs in FY2025. Excluding these, overall staff costs and other operating expenses remained relatively stable despite foreign exchange fluctuations. Finance costs declined compared to FY2024's, in line with lower average borrowings.

Excluding the S\$6.4m gain from sale of Pandan Property recognized in the prior year, the Group's profit after tax improved by 59% to S\$4.8 million in FY2025.

Profit from discontinued operations mainly comprised contributions from Pemac, which the Group has completed the disposal following shareholders' approval on 14 April 2025. The gain from this disposal, estimated at approximately S\$0.8 million will be recognized in the next financial year.

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

No forecast nor prospect statement has been previously disclosed to shareholders.

5. 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 Group is pleased to deliver another profitable year, with improved margins despite a softer top-line performance, reflecting the Group continued focus on operational efficiency and earnings quality.

While this year's performance in Bahrain was affected by the suspension of rig operations by Saudi Aramco, this may not reflect the region's longer-term potential. While the Group expects its performance to improve on rig resumptions, the Group remains cautious in the near term given the current uncertainties. Meanwhile, the Group's current operations continue to provide a steady base, with Singapore remaining a key contributor.

Looking ahead, the Group remains focused on scaling the operations as the UAE facility comes online. Construction is nearing completion, and the Group is working to fulfill the remaining regulatory and operational requirements to commence revenue generation. Bringing the UAE facility into full operation remains a top priority, and the Group is committed to achieving this in the shortest possible time.

6. If a decision regarding dividend has been made, the required information has been disclosed:

(a) Current Financial Period Reported

Any dividend declared for the present financial period? Yes.

For the financial period ended 31 March 2025

Name of Dividend:	Final
Dividend Type:	Cash
Dividend Rate:	0.5 cents per ordinary share
Tax Rate:	Tax exempt (one-tier)

The Proposed Final Dividend will be paid in cash. Further details on the Proposed Final Dividend will be announced at a later date.

(b) Corresponding Period of the Immediate Preceding Financial Year

Any dividend declared for the previous corresponding period? Yes.

For the financial period ended 31 March 2024

Name of Dividend:	Final
Dividend Type:	Cash
Dividend Rate:	0.5 cents per ordinary share
Tax Rate:	Tax exempt (one-tier)

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Other Information Required by Listing Rule Appendix 7.2

6. **If a decision regarding dividend has been made, the required information has been disclosed (cont'd):**

(c) Date payable

The proposed final dividend, if approved at the forthcoming Annual General Meeting, will be paid at a date to be announced later.

(d) Record date

Notice will be given at a later date on the closure of the Share Transfer Books and Register of Members to determine the shareholders' entitlement to the proposed final dividend.

7. **If no dividend has been declared/recommended, a statement to that effect.**

Not applicable.

8. **If the Group has obtained a general mandate from shareholders for interested person transactions ('IPT'), 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 IPTs.

9. **Confirmation of undertakings from all its directors and executive officers pursuant to Rule 720(1) of the SGX Listing Manual.**

Pursuant to Listing Rule 720(1), the Company has received undertakings from all its directors and executive officers in the form as set out in Appendix 7.7 of the SGX-ST Listing Manual.

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

Refer to items 3 and 5 above.

11. **A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:**

	31.3.2025	31.3.2024
	\$'000	\$'000
a) Ordinary		
- Interim	1,125	1,125
- Final	1,113	1,124
b) Preference	–	–
c) Total	<u>2,238</u>	<u>2,249</u>

The final dividend for the financial year ended 31 March 2025 was estimated based on the Proposed Final Dividend of 0.5 Singapore cents per ordinary shares and the total outstanding number of shares (excluding treasury shares) as at the date of this announcement.

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Other Information Required by Listing Rule Appendix 7.2

12. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family, relationship with any director, chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Kuah Kok Kim	80	Father of Director and former Chief Executive Officer, Kuah Boon Wee	Re-designated as Non-executive Chairman since 2012	NIL
Kuah Boon Wee	58	Son of Director and substantial shareholder, Kuah Kok Kim	Re-designated as Non-executive Board Member since 2024	Stepped-down from Chief Executive Officer since 1 July 2024

Following the stepping-down of Mr. Kuah Boon Wee as Chief Executive Officer on 1 July 2024, there are no other persons occupying managerial positions in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company, pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited.

BY ORDER OF THE BOARD

Tan Lee Fang
Company Secretary
13 May 2025