

PENGUIN INTERNATIONAL LIMITED

Condensed interim financial statements
for the second half and year ended 31 December
2024

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A. **CONDENSED INTERIM CONSOLIDATED INCOME
STATEMENT FOR THE SECOND HALF AND YEAR ENDED
31 DECEMBER 2024**

	Note	Group		+/(-) %	Group		+/(-) %
		6 months ended 31 December 2024 \$'000	6 months ended 31 December 2023 \$'000		12 months ended 31 December 2024 \$'000	12 months ended 31 December 2023 \$'000	
Revenue		175,946	94,345	86.5	235,844	184,595	27.8
Cost of sale		(118,377)	(64,213)	84.4	(151,336)	(131,816)	14.8
Gross profit		57,569	30,132	91.1	84,508	52,779	60.1
Other income	6.1	5,097	6,405	(20.4)	7,891	8,328	(5.2)
Marketing and distribution costs		(496)	(281)	76.5	(835)	(586)	42.5
Administrative expenses		(15,975)	(11,641)	37.2	(30,539)	(23,315)	31.0
Other operating expenses		(7,702)	(6,996)	10.1	(13,973)	(14,772)	(5.4)
Trade receivables written off (Reversal) /provision for expected credit loss		(16) 493	- -	100.0 100.0	(1,378) (595)	- -	100.0 100.0
Results from operating activities		38,970	17,619	121.2	45,079	22,434	100.9
Finance costs		(1,500)	(1,506)	(0.4)	(2,823)	(2,415)	16.9
Finance income		384	780	(50.8)	1,247	1,469	(15.1)
Profit before tax	6	37,854	16,893	124.1	43,503	21,488	102.5
Income tax expense	7	(5,216)	(2,572)	102.8	(7,973)	(4,748)	67.9
Profit for the period / year		32,638	14,321	127.9	35,530	16,740	112.2
Attributable to:							
Owners of the Company		32,639	14,322	127.9	35,531	16,741	112.2
Non-controlling interests		(1)	(1)	(0.0)	(1)	(1)	0.0
Profit for the period / year		32,638	14,321	127.9	35,530	16,740	112.2
Earnings per share (cents per share)							
- Basic	8	14.82	6.50		16.14	7.60	
- Diluted	8	14.82	6.50		16.14	7.60	

The comparative figures for the Group's revenue, cost of sales and other income for second-half year ended 31 December 2023 have been reclassified. The sale of spares of \$900,000 and related costs of \$720,000 for the second-half year ended 31 December 2023 that was previously classified as other income has been reclassified to revenue and cost of sales to provide a more meaningful comparison of the nature of service.

The comparative figures for the Group's revenue, cost of sales and other income for year ended 31 December 2023 have been reclassified. The sale of spares of \$2,183,000 and related costs of \$1,688,000 for the year ended 31 December 2023 that was previously classified as other income has been reclassified to revenue and cost of sales to provide a more meaningful comparison of the nature of service.

B. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND HALF AND YEAR ENDED 31 DECEMBER 2024

	Group		+ / (-)	Group		+ / (-)
	6 months ended 31 December 2024	6 months ended 31 December 2023		12 months ended 31 December 2024	12 months ended 31 December 2023	
	Note	\$'000		\$'000	\$'000	
Profit for the period / year						
		reclassification			reclassification	
	32,638	14,321	127.9	35,530	16,740	112.2
Other comprehensive income:						
Items that may be reclassified subsequently to profit or loss						
Net effect of exchange differences arising from quasi capital loan to subsidiaries	1,155	(2,055)	NM	2,842	(1,920)	NM
Foreign currency translation	(90)	648	NM	(285)	1,006	NM
	1,065	(1,407)	NM	2,557	(914)	NM
Items that will not be reclassified subsequently to profit or loss						
Changes in fair value of equity investment at FVOCI	(1,943)	(729)	166.5	729	2,428	(70.0)
	(1,943)	(729)	166.5	729	2,428	(70.0)
Other comprehensive income for the period / year, net of tax	(878)	(2,136)	(58.9)	3,286	1,514	117.0
Total comprehensive income for the period / year, net of tax	31,760	12,185	160.6	38,816	18,254	112.6
Attributable to:						
Owners of the Company	31,761	12,186	160.6	38,817	18,255	112.6
Non-controlling interests	(1)	(1)	0.0	(1)	(1)	0.0
Total comprehensive income for the period / year	31,760	12,185	160.6	38,816	18,254	112.6

C. CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2024

	Note	Group		+ / (-) %	Company		+ / (-) %
		31 December 2024	31 December 2023		31 December 2024	31 December 2023	
		\$'000	\$'000		\$'000	\$'000	
Non-current assets							
			reclassification			reclassification	
Property, plant and equipment	13	172,807	163,267	5.8	1,101	311	254.0
Right-of-use assets		8,812	8,516	3.5	–	–	NM
Investment in subsidiaries		–	–	NM	99,858	99,858	0.0
Quoted investments	11	13,114	12,385	5.9	13,114	12,385	5.9
Intangible asset	12	78	78	(0.0)	–	–	NM
Trade receivables		7,970	12,815	(37.8)	–	–	NM
Other receivables	14	1,285	2,718	(52.7)	–	–	NM
		204,066	199,779	2.1	114,073	112,554	1.3
Current assets							
Inventories		69,857	61,433	13.7	–	–	NM
Trade receivables		41,757	41,358	1.0	5,037	8,206	(38.6)
Other receivables and deposits	14	26,827	36,101	(25.7)	223	997	(77.6)
Contract assets		22,297	5,188	329.8	15,821	–	100.0
Prepayments		3,272	2,351	39.2	179	147	21.8
Derivatives		952	286	232.9	952	286	232.9
Loans to subsidiaries		–	–	NM	82,592	112,423	(26.5)
Fixed deposits		7,322	6,741	8.6	3,916	3,475	12.7
Cash and bank balances		26,661	20,020	33.2	1,688	2,482	(32.0)
		198,945	173,478	14.7	110,408	128,016	(13.8)
Assets classified as held for sale		4,201	–	100.0	–	–	NM
		203,146	173,478	17.1	110,408	128,016	(13.8)
Current liabilities							
Trade payables		11,583	9,135	26.8	9	5	80.0
Other payables and accruals	15	31,329	34,855	(10.1)	4,171	2,883	44.7
Provisions		2,200	1,347	63.3	–	–	NM
Contract liabilities		41,586	51,535	(19.3)	–	19,009	(100.0)
Derivatives		693	160	333.1	585	160	265.6
Provision for income tax		6,982	3,191	118.8	922	1,020	(9.6)
Lease liabilities		1,579	899	75.6	–	–	NM
Bank loans	16	14,034	12,758	10.0	8,072	9,114	(11.4)
Deposits from subsidiaries		–	–	NM	48,496	43,529	11.4
		109,986	113,880	(3.4)	62,255	75,720	(17.8)
Net current assets		93,160	59,598	56.3	48,153	52,296	(7.9)

**C. CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2024 (cont'd)**

	Note	Group		+ / (-) %	Company		+ / (-) %
		31 December 2024	31 December 2023		31 December 2024	31 December 2023	
		\$'000	\$'000		\$'000	\$'000	
Non-current liabilities							
Deferred tax liabilities		8,211	6,190	32.6	688	213	223.0
Provisions		2,167	2,181	(0.6)	–	–	NM
Lease liabilities		7,695	7,948	(3.2)	–	–	NM
Bank loans	16	36,464	31,655	15.2	14,264	16,797	(15.1)
		54,537	47,974	13.7	14,952	17,010	(12.1)
Net assets		242,689	211,403	14.8	147,274	147,840	(0.4)
Share capital	17	94,943	94,943	0.0	94,943	94,943	0.0
Reserves		147,754	116,467	26.9	52,331	52,897	(1.1)
Non-controlling interests		(8)	(7)	14.3	–	–	NM
Total equity		242,689	211,403	14.8	147,274	147,840	(0.4)

The comparative figures for the Group's other payables and accruals and contract liabilities for the year ended 31 December 2023 has been reclassified. The advance billing and deposits received (non-refundable) related to performing services under contracts of \$6,666,000 that was previously classified as other payables and accruals has been reclassified to contract liabilities to provide a more meaningful comparison.

The comparative figures for the Company's other payables and accruals and contract liabilities for the year ended 31 December 2023 has been reclassified. The advance billing and deposits received (non-refundable) related to performing services under contract of \$360,000 that was previously classified as other payables and accruals has been reclassified to contract liabilities to provide a more meaningful comparison.

**D. CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2024**

	<u>Attributable to owners of the Company</u>				Non- controlling interests	Total equity
	Share capital	Other reserves	Retained earnings	Sub-total		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
The Group						
Opening balance at 1 January 2024	94,943	(5,778)	122,245	211,410	(7)	211,403
Profit for the year	–	–	35,531	35,531	(1)	35,530
<u>Other comprehensive income</u>						
Net effect of exchange differences arising from quasi capital loan to subsidiaries	–	2,842	–	2,842	–	2,842
Foreign currency translation	–	(285)	–	(285)	–	(285)
Change in fair value of equity investment at FVOCI	–	729	–	729	–	729
Other comprehensive income for the year, net of tax	–	3,286	–	3,286	–	3,286
Total comprehensive income for the year	–	3,286	35,531	38,817	(1)	38,816
<u>Contributions by and distributions to owners</u>						
Dividends paid	–	–	(7,530)	(7,530)	–	(7,530)
Total contributions by and distributions to owners	–	–	(7,530)	(7,530)	–	(7,530)
Closing balance at 31 December 2024	94,943	(2,492)	150,246	242,697	(8)	242,689

D. CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2024 (cont'd)

	<u>Attributable to owners of the Company</u>				Non- controlling interests	Total equity
	Share capital	Other reserves	Retained earnings	Sub-total		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
The Group						
Opening balance at 1 January 2023	94,943	(7,292)	110,458	198,109	(6)	198,103
Profit for the year	–	–	16,741	16,741	(1)	16,740
<u>Other comprehensive income</u>						
Net effect of exchange differences arising from quasi capital loan to subsidiaries	–	(1,920)	–	(1,920)	–	(1,920)
Foreign currency translation	–	1,006	–	1,006	–	1,006
Change in fair value of equity investment at FVOCI	–	2,428	–	2,428	–	2,428
Other comprehensive income for the year, net of tax	–	1,514	–	1,514	–	1,514
Total comprehensive income for the year	–	1,514	16,741	18,255	(1)	18,254
<u>Contributions by and distributions to owners</u>						
Dividend paid	–	–	(4,954)	(4,954)	–	(4,954)
Total contributions by and distributions to owners	–	–	(4,954)	(4,954)	–	(4,954)
Closing balance at 31 December 2023	94,943	(5,778)	122,245	211,410	(7)	211,403

**D. CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2024 (cont'd)**

	Share capital \$'000	Other reserve \$'000	Retained earnings \$'000	Total equity \$'000
Company				
Opening balance at 1 January 2024	94,943	4,385	48,512	147,840
Profit for the year	–	–	6,235	6,235
<u>Other comprehensive income</u>				
Change in fair value of equity investment at FVOCI	–	729	–	729
Total comprehensive income for the year	–	729	6,235	6,964
<u>Contributions by and distributions to owners</u>				
Dividends paid	–	–	(7,530)	(7,530)
Total contributions by and distributions to owners	–	–	(7,530)	(7,530)
Closing balance at 31 December 2024	94,943	5,114	47,217	147,274

	Share capital \$'000	Other reserve \$'000	Retained earnings \$'000	Total equity \$'000
Company				
Opening balance at 1 January 2023	94,943	1,957	42,505	139,405
Profit for the year	–	–	10,961	10,961
<u>Other comprehensive income</u>				
Change in fair value of equity investment at FVOCI	–	2,428	–	2,428
Total comprehensive income for the year	–	2,428	10,961	13,389
<u>Contributions by and distributions to owners</u>				
Dividends paid	–	–	(4,954)	(4,954)
Total contributions by and distributions to owners	–	–	(4,954)	(4,954)
Closing balance at 31 December 2023	94,943	4,385	48,512	147,840

E. CONDENSED INTERIM CONSOLIDATED CASH FLOW
STATEMENT FOR THE SECOND HALF AND YEAR ENDED 31
DECEMBER 2024

	Group			
	6 months ended 31 December 2024 \$'000	6 months ended 31 December 2023 \$'000	12 months ended 31 December 2024 \$'000	12 months ended 31 December 2023 \$'000
Operating activities				
Profit before tax	37,854	16,893	43,503	21,488
Adjustments for:				
Depreciation of property, plant and equipment and right-of-use assets	9,319	7,960	17,940	14,821
Gain on disposal of property, plant and equipment	(4,357)	(4,158)	(4,357)	(5,728)
Property, plant and machinery cost transfer to modification work	–	–	306	–
Property, plant and equipment written off	1	–	1	–
Interest expense	1,447	1,354	2,659	2,128
Interest income	(384)	(780)	(1,247)	(1,469)
Trade receivable written off	16		1,378	
(Reversal)/provision for expected credit loss	(493)	–	595	–
Reversal of impairment of property, plant and equipment	(26)	(1,713)	(26)	(1,713)
Provision for employee retirement benefits	54	(69)	(15)	(69)
Net fair value (gain) / loss on derivatives	(231)	(560)	(133)	312
Provision for warranty claims on shipbuilding contracts, net	124	903	1,111	1,668
Currency alignment	(488)	129	(593)	(95)
Operating cash flows before changes in working capital	42,836	19,959	61,122	31,343
Inventories	11,947	(27,140)	(24,486)	(15,950)
Trade receivables	2,941	3,202	2,474	(19,171)
Other receivables, deposits and prepayments	(1,706)	(16,211)	10,041	(17,437)
Contract assets	(14,151)	4,623	(17,109)	(645)
Trade payables	(5,084)	(17,563)	2,448	(22,529)
Other payables and accruals	(834)	(25,131)	(3,526)	4,080
Provisions	(56)	(372)	(258)	(1,022)
Contract liabilities	(27,652)	33,995	(9,949)	35,481
Cash flows generated from / (used in) operations	8,241	(24,638)	20,757	(5,850)
Interest paid	(1,447)	(1,354)	(2,659)	(2,128)
Interest received	384	780	1,247	1,469
Income taxes paid, net	(447)	(750)	(2,487)	(2,407)
Net cash flows generated from / (used in) operating activities	6,731	(25,962)	16,858	(8,916)

E. CONDENSED INTERIM CONSOLIDATED CASH FLOW
STATEMENT FOR THE SECOND HALF AND YEAR ENDED 31
DECEMBER 2024 (cont'd)

Note	Group			
	6 months ended 31 December 2024	6 months ended 31 December 2023	12 months ended 31 December 2024	12 months ended 31 December 2023
	\$'000	\$'000	\$'000	\$'000
Investing activities				
Proceeds from disposal of property, plant and equipment	12,740	21,043	12,740	26,152
Proceeds from disposal of assets classified as held for sale	-	-	-	-
Additions to property, plant and equipment	(17,056)	4,523	(19,882)	(19,582)
Net cash flows (used in) /generated from investing activities	(4,316)	25,566	(7,142)	6,570
Financing activities				
Proceed from bank loans	20,000	3,832	25,260	26,472
Repayment of bank loans	(12,649)	(3,839)	(19,110)	(5,954)
Dividends paid	-	-	(7,530)	(4,954)
Payment of principal portion of lease liabilities	(849)	(658)	(1,546)	(1,230)
Increase in pledged deposits with licensed banks	(518)	(832)	(592)	(4,521)
Net cash flows generated from / (used in) financing activities	5,984	(1,497)	(3,518)	9,813
Net increase / (decrease) in cash and cash equivalents	8,399	(1,893)	6,198	7,467
Effect of exchange rate changes on cash and cash equivalents	298	(300)	433	(206)
Cash and cash equivalents at beginning of period / year	17,720	21,979	19,786	12,525
Cash and cash equivalents at end of period / year	26,417	19,786	26,417	19,786

F. Notes to the condensed interim consolidated financial statements

1. **Corporate information**

Penguin International Limited (the Company) is a limited company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited (SGX-ST).

These condensed interim consolidated financial statements for the year ended 31 December 2024 comprise the Company and its subsidiaries (collectively, the Group).

The principal activities of the Company are to act as: (a) owners and operators of workboats and passenger boats, (ii) designers and builders of aluminium high-speed vessels and (iii) investment holding.

2. **Basis of preparation**

The condensed interim financial statements for the year ended 31 December 2024 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 year ended 31 December 2023.

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 have been prepared on the historical cost basis except as otherwise described in the note below.

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

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 adjustment as a result of adopting those standards.

2.2 **Use of judgements and estimates**

In preparing the condensed interim financial statements, management has made judgement, estimates and assumptions that effect the application of accounting policies and the reporting amounts of assets and liabilities, income and expenses. 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 estimations uncertainty were the same as those that applied to the consolidated financial statement as at end of 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.

Management is of the opinion that there are no critical judgements made in applying the Group's accounting policies and no assumptions and estimation of uncertainties that have a significant risk of resulting in a material adjustment within the next financial year.

3. Seasonal operations

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

4. Segment and revenue information

4.1 Reportable segments

For management purposes, the Group is organised into business units based on their products and services, and has two reportable operating segments as follows:

- (a) The vessel chartering segment charters out workboats and passenger boats as an owner and operator.
- (b) The shipbuilding, ship repair and maintenance segment designs, builds, repairs and maintains high-speed aluminium vessels.

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

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements.

4.1 Reportable segments (cont'd)

	Vessel Chartering		Shipbuilding, ship repair and maintenance		Adjustments and eliminations		Total		
	12 months ended 31 December	12 months ended 31 December	12 months ended 31 December	12 months ended 31 December	12 months ended 31 December	12 months ended 31 December	12 months ended 31 December	12 months ended 31 December	
	2024	2023	2024	2023	2024	2023	Notes	2024	2023
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000		\$'000	\$'000
Revenue									
Sales to external customers	48,149	38,176	187,694	146,419	–	–		235,844	184,595
Inter-segment sales	583	514	43,855	56,261	(44,438)	(56,776)	A	–	–
Total revenue	48,732	38,690	231,549	202,680	(44,438)	(56,776)		235,844	184,595
Results									
Finance income	1,149	45	1,245	2,196	(1,147)	(772)	B	1,247	1,469
Dividend income	243	6,000	–	–	–	(6,000)		243	–
Depreciation	(15,044)	(12,161)	(5,219)	(4,740)	2,323	2,080	B	(17,940)	(14,821)
Financial costs	(1,883)	(1,879)	(2,087)	(1,308)	1,147	772	B	(2,823)	(2,415)
Reversal of impairment of property, plant and equipment	26	1,713	–	–	–	–		26	1,713
Property, plant and machinery written off	–	–	(1)	–	–	–		(1)	–
Trade receivables written off	–	–	(1,378)	–	–	–		(1,378)	–
Provision for expected credit loss	–	–	(595)	–	–	–		(595)	–
Segment profit before tax	6,410	8,065	34,589	15,966	2,504	(2,543)	C	43,503	21,488
Taxation								(7,973)	(4,748)
Profit for the year								35,530	16,740

4.1 Reportable segments (cont'd)

The following table presents assets, liabilities and other segment information regarding the Group's business segments for the year ended 31 December 2024 and 2023:

	Vessel Chartering		Shipbuilding, ship repair and maintenance		Discontinued operation		Adjustments and eliminations			Total	
	12 months ended 31 December 2024 \$'000	12 months ended 31 December 2023 \$'000	12 months ended 31 December 2024 \$'000	12 months ended 31 December 2023 \$'000	12 months ended 31 December 2024 \$'000	12 months ended 31 December 2023 \$'000	12 months ended 31 December 2024 \$'000	12 months ended 31 December 2023 \$'000	Notes	12 months ended 31 December 2024 \$'000	12 months ended 31 December 2023 \$'000
Assets and liabilities											
Additions to non-current assets	41,433	46,209	3,597	2,675	–	–	(9,087)	(5,365)	D	35,943	43,519
Goodwill	–	–	78	78	–	–	–	–		78	78
Segment assets	272,379	216,531	272,586	185,320	367	367	(138,120)	(28,961)	E	407,212	373,257
Segment liabilities	101,430	42,123	154,678	111,975	–	–	(91,585)	7,756	F	164,523	161,854

4.1 Reportable segments (cont'd)

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

- A. Inter-segment revenues are eliminated on consolidation.
- B. Inter-segment interest income and finance expenses are eliminated on consolidation. Depreciation on mark-up arising from inter-segment sale of vessels are also eliminated on consolidation.
- C. The following items are added to / (deducted from) segment profit/(loss) before tax to arrive at "profit/(loss) before tax" presented in the consolidated income statement:

	31 December 2024	31 December 2023
	\$'000	\$'000
From inter-segment transactions	2,504	(2,543)

- D. The adjustments and eliminations relate to additions to leasehold building which cannot be allocated to each segment and inter-segment sales of vessels.
- E. The following items are added to / (deducted from) segment assets to arrive at total assets reported in the consolidated balance sheet:

	31 December 2024	31 December 2023
	\$'000	\$'000
Inter-segment assets	(138,120)	(28,961)

- F. The following items are added to / (deducted from) segment liabilities to arrive at total liabilities reported in the consolidated balance sheet:

	31 December 2024	31 December 2023
	\$'000	\$'000
Inter-segment liabilities	(106,778)	(1,625)
Deferred tax liabilities	8,211	6,190
Current tax liabilities	6,982	3,191
	<u>(91,585)</u>	<u>7,756</u>

4.1 Reportable segments (cont'd) Geographical information

The following is revenue information based on the geographical location of the Group's customers:

	Group					
	12 months ended					
	Vessel		Shipbuilding, ship		Total	
	Chartering		repair and			
	31	31	31	31	31	31
	December	December	December	December	December	December
2024	2023	2024	2023	2024	2023	
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Singapore	8,396	6,724	32,743	24,249	41,139	30,973
Rest of Southeast Asia						
Asia	23,094	25,307	14,770	18,974	37,864	44,281
East Asia	–	–	88	6,505	88	6,505
Africa	7,434	2,485	24,220	30,087	31,654	32,572
Europe	–	–	65,771	56,062	65,771	56,062
North America	–	–	–	–	–	–
Middle East	9,047	3,660	49,049	9,891	58,096	13,551
Others	178	–	1,054	651	1,232	651
	48,149	38,176	187,695	146,419	235,844	184,595

Management does not monitor non-current assets and capital expenditure by geographical segment because the Group's non-current assets comprise mainly of vessels, which cannot be meaningfully allocated by geographic location as vessels can be deployed at any location at various points in time.

4.2 Disaggregation of revenue

	Group					
	Vessel		Shipbuilding, ship		Total	
	Chartering		repair and			
	31	31	31	31	31	31
	December	December	December	December	December	December
	2024	2023	2024	2023	2024	2023
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
Types of goods or service:						
Sale of goods	–	–	167,014	138,862	167,013	138,862
Rendering of services	48,149	38,176	20,681	7,557	68,831	45,733
	48,149	38,176	187,695	146,419	235,844	184,595

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 December 2024 and 31 December 2023:

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
	\$'000	\$'000	\$'000	\$'000
Financial assets				
Financial assets at fair value through other comprehensive income (FVOCI)	13,114	12,385	13,114	12,385
Financial assets as fair value through profit and loss	952	286	952	286
Cash and bank balances, fixed deposits, trade receivables, other receivables and deposits and loans to subsidiaries (Amortised cost)	93,773	104,228	109,218	126,587
	107,839	116,899	123,284	139,258
Financial liabilities				
Trade payables, other payables and accruals, lease liabilities, deposit from subsidiary and bank loans (Amortised cost)	102,684	97,250	74,765	71,820
Financial liabilities at fair value through profit or loss	693	160	585	160
	103,377	97,410	75,350	71,980

6. Profit before tax

6.1 Significant items

	Group			
	6 months ended 31 December 2024	6 months ended 31 December 2023	12 months ended 31 December 2024	12 months ended 31 December 2023
	\$'000	\$'000	\$'000	\$'000
Other income				
Gain on disposal of property, plant, and equipment	4,357	4,158	4,357	5,728
Interest income	384	780	1,247	1,469
Interest expense	(1,447)	(1,354)	(2,659)	(2,128)
Depreciation of property, plant and equipment and right-of-use assets	(9,319)	(7,960)	(17,940)	(14,821)
Foreign exchange gain / (loss), net	505	59	2,021	(1,390)
Trade receivable written off	(16)	–	(1,378)	–
Reversal of impairment of property, plant and equipment	26	1,713	26	1,713
Reversal / (provision) for expected credit loss	493	–	(595)	–

7. Income tax expense

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

	6 months ended 31 December 2024	6 months ended 31 December 2023	12 months ended 31 December 2024	12 months ended 31 December 2023
	\$'000	\$'000	\$'000	\$'000
Current tax				
Current income tax expense	4,994	2,228	6,488	3,266
(Over) / under provision in respect of previous years	(519)	100	(466)	100
Deferred tax				
Movement in temporary differences	(912)	1,201	289	2,314
Under / (over) provision in respect of previous years	1,653	(957)	1,662	(932)
	<u>5,216</u>	<u>2,572</u>	<u>7,973</u>	<u>4,748</u>

8. Earnings per share

	Group	
	12 months ended 31 December 2024	31 December 2023
Profit attributable to equity holders of the Company (\$)	<u>35,531,000</u>	<u>16,741,000</u>
Weighted average number of ordinary shares in issue for calculation of basic and diluted earnings per share	<u>220,169,774</u>	<u>220,169,774</u>
Basic earnings per share (cents)	<u>16.14</u>	<u>7.60</u>

The calculation of basic earnings per share at 31 December was based on profit attributable to owners of the Company and the weighted average number of ordinary shares outstanding.

The Group has no dilution in its earnings per share at 31 December 2024 and 31 December 2023.

9. Dividends

The directors have proposed a final dividend of 4.84 cents (2023: 3.42 cents) per ordinary share, one-tier exempt, totalling \$ 10,656,217 (2023: \$7,529,806) in respect of the year ended 31 December 2024.

10. Net asset value

	Group		Company	
	31 December 2024	31 December 2023	31 December 2024	31 December 2023
Net asset value per ordinary share based on the issued share capital at the end of period (cents)	110.23	96.02	66.89	67.15

Net asset value per share for both periods is computed based on the number of shares in issue of 220,169,774.

11. Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income comprise the following:

	Group	
	31 December 2024	31 December 2023
	\$'000	\$'000
Singapore listed equity securities		
- Marco Polo Marine Limited	13,114	12,385

11.1 Fair value measurement

The Group classifies financial assets measured at fair value using a fair value hierarchy which 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 measurement date,

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and

Level 3 – Unobservable inputs for the asset or liability.

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

As at 31 December 2024, the Group has investment in quoted equity security representing Level 1 financial asset which is carried at fair value amount of \$13,114,000 (31 December 2023: \$12,385,000). The quoted equity security is listed on the SGX-ST in Singapore

12. Intangible assets

	Goodwill
Group	\$'000
Cost	
At 31 December 2024 and 31 December 2023	291
Accumulated impairment loss	
At 31 December 2024 and 31 December 2023	(213)
Net carrying amount	
At 31 December 2024 and 31 December 2023	78

Goodwill on consolidation arose from the acquisition of PT Kim Seah Shipyard Indonesia during the financial year ended 31 December 2006. The goodwill amount was determined based on the fair value of the net assets acquired less the purchase consideration paid on the date of purchase. The goodwill has been allocated to PT Kim Seah Shipyard Indonesia as a cash generating unit (“CGU”) for impairment testing.

No impairment loss for goodwill was required for the financial year / period ended 31 December 2024 and 31 December 2023.

13. Property, plant and equipment

During the year ended 31 December 2024, the Group acquired assets amounting to \$35,944,000 (31 December 2023: \$42,687,000) and disposed of assets amounting to \$8,367,000 (31 December 2023: \$20,504,000).

14. Other receivables and deposits

	Group		Company	
	31 December 2024 \$'000	31 December 2023 \$'000	31 December 2024 \$'000	31 December 2023 \$'000
Current:				
<i>Financial assets</i>				
Other receivables	5,104	18,857	164	1
Deposits	1,337	929	–	–
Insurance claims	2,337	790	–	–
	8,778	20,576	164	1
<i>Non-financial assets</i>				
Advance payment to suppliers	17,645	15,068	59	996
Other receivables	404	457	–	–
	18,049	15,525	59	996
Total current other receivables and deposits	26,827	36,101	223	997
Non-current:				
<i>Financial assets</i>				
Other receivables	1,285	2,718	–	–
Total other receivables and deposits	28,112	38,819	223	997

Included in the Group's current other receivables and non-current other receivables is an amount of \$1,210,000 (31 December 2023: \$1,135,000) and \$1,285,000 (31 December 2023: \$2,718,000) respectively which pertains to sale of vessel (under property, plant and equipment) under deferred payment arrangements.

15. Other payables and accruals

	Group		Company	
	31 December 2024 \$'000	31 December 2023 \$'000	31 December 2024 \$'000	31 December 2023 \$'000
<i>Financial liabilities</i>				
Accrued operating expenses	30,100	33,819	3,709	2,092
Advance payments and deposits received (refundable)	586	105	105	–
Advance billings	–	123	–	123
Other payables	643	808	154	160
	31,329	34,855	3,968	2,375
<i>Non-financial liabilities</i>				
Other payables	–	–	203	508
Advance payments	–	–	–	–
Deposits received (non-refundable)	–	–	–	–
	–	–	203	508
Total other payables and accruals	31,329	34,855	4,171	2,883

16. Bank loans

	Group		Company	
	31 December 2024 \$'000	31 December 2023 \$'000	31 December 2024 \$'000	31 December 2023 \$'000
<u>Amount repayable within one year or on demand</u>				
Secured	13,658	11,699	7,696	8,055
Unsecured	376	1,059	376	1,059
	14,034	12,758	8,072	9,114
<u>Amount repayable after one year</u>				
Secured	36,464	31,279	14,264	16,421
Unsecured	–	376	–	376
	36,464	31,655	14,264	16,797
Total bank loans	50,498	44,413	22,336	25,911

The Group's bank borrowings are secured by way of mortgages over subsidiaries' vessels and property, including assignment of insurance policies, charter earnings and contracts.

17. Share capital

	Group and Company			
	31 December 2024		31 December 2023	
	Number of shares	Amount	Number of shares	Amount
	'000	\$'000	'000	\$'000
Ordinary shares issued and fully paid				
Beginning of interim period	220,170	94,943	220,170	94,943

The Company did not hold any treasury shares as at 31 December 2024 and 31 December 2023.

The Company's subsidiaries did not hold any shares in the Company as at 31 December 2024 and 31 December 2023.

18. Subsequent events

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

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2

1. Review

The statement of financial position as at 31 December 2024 and the related consolidated income, consolidated statement of comprehensive income, statement of changes in equity and consolidated of cash flow statement for the year ended 31 December 2024 and the selected explanatory notes (the "Condensed Interim financial Statement") have not been audited or reviewed by the Company's auditors.

2. Review of Performance of the Group

Overview

In FY2024, Penguin's core aluminium shipbuilding, ship repair and vessel chartering businesses were buoyed by a rise in higher-value activities across various business segments, as the Penguin brand found a foothold in new markets in Europe and the Middle East, supported by improved demand in offshore energy (crewboats and security boats) and tourism (ferries).

In FY2024, Group revenue rose 27.8% year-on-year to \$235.8 million, while gross profit rose 60.1% to \$84.5 million and net profit after tax increased by 112.2% to \$35.5 million.

As at 31 December 2024, cash, bank balances and fixed deposits stood at \$34.0 million and bank loans, primarily used to fund yard development and fleet expansion, totalled \$50.5 million (27.8% short term), versus \$26.8 million and \$44.4 million (28.7% short term) respectively a year earlier.

Review of the Group's Performance in 2H2024 and FY2024

2H2024

	2H2024	2H2023	+ / (-)
	\$'000	\$'000	%
Shipbuilding, ship repair and maintenance revenue	150,079	72,672	106.5%
Vessel chartering revenue	25,867	21,673	19.4%
Total revenue	175,946	94,345	86.5%
Cost of sale	(118,377)	(64,213)	84.4%
Gross profit	57,569	30,132	91.1%
Net profit after tax	32,638	14,321	127.9%

Group revenue in 2H2024 was \$175.9 million, a rise of 86.5% from 2H2023. The increase in revenue was led by shipbuilding activities, namely the construction of a fireboat for a Singaporean owner, windfarm vessels for a Swedish owner and large car-cum-passenger ferries (RoPax) for a Middle Eastern owner, as well as sales of a few Flex Fighter armoured security vessels to owners in West Africa.

Over the period, revenue from vessel charters rose from \$21.7 million in 2H2023 to \$25.9 million in 2H2024, as the Group's crewboats commenced new charterers in Southeast Asia and the Middle East.

In 2H2024, other income fell year on year to \$5.1 million, due largely to a \$1.7 million reversal of impairment of property, plant and equipment in the previous year.

The increase in administrative expenses was due mainly to higher personnel costs arising from an increase in headcount and wages, which was in line with an increase in shipbuilding, ship repair and vessel chartering activities.

The increase in other operating expenses was due mainly to higher marine insurance cost and sundry cost arising from more vessels being added to the Group's growing fleet.

In 2H2024, the Group reversed \$493,000 of expected credit loss against a 1H2024 general provision of \$1,088,000, following an impairment assessment in 2H2024 on trade receivables.

Following from the above, the Group posted a higher net profit after tax of \$32.6 million in 2H2024, up 127.9% from 2H2023.

FY2024

	FY2024	FY2023	+ / (-)
	\$'000	\$'000	%
Shipbuilding, ship repair and maintenance revenue	187,695	146,419	28.2%
Vessel chartering revenue	48,149	38,176	26.1%
Total revenue	235,844	184,595	27.8%
Cost of sale	(151,336)	(131,816)	14.8%
Gross profit	84,508	52,779	60.1%
Net profit after tax	35,530	16,740	112.2%

Full year Group revenue in FY2024 was \$235.8 million, a rise of 27.8% from FY2023. The increase in revenue was led by shipbuilding activities, as described above for the Group's 2H2024 performance.

In FY2024, the Group's shipyards in Singapore and Batam undertook more ship repair works compared to the previous year.

On the vessel chartering front, FY2024 saw the first full year of operations for the Group's three Electric Dream ferries and three rapid shore charters in Singapore, which contributed to the higher full-year vessel chartering revenue. To date, the three fully electric ferries have transported more than 500,000 people between Pasir Panjang Ferry Terminal and Pulau Bukom, with minimal downtime.

Apart from the new ferry charter, the group also put more crewboats to work around the world, resulting in a rise in vessel charter revenue from \$38.2 million in FY2023 to \$48.1 million in FY2024.

The reasons for the drop in other income and the increase in administrative and other operating expenses are outlined above under 2H2024.

In addition to the above, there was a year-on-year decrease in other operating expenses that arose mostly from a net foreign exchange gain of \$2.0 million in FY2024, compared to a net foreign exchange loss of \$1.4 million in FY2023.

In FY2024, the Group wrote off a trade receivable of \$1.4 million, following the Group's termination of a shipbuilding contract for two security boats, due to a customer default. The completed vessels, which are now under the Group's ownership, are being marketed for sale.

The Group has also made a provision for expected credit loss of \$595,000 under a general provision arising from an impairment assessment on trade receivables.

Following from the above, the Group posted a higher net profit after tax of \$35.5 million in FY2024, up 112.2% from FY2023.

Changes in Balance Sheet

As of the date of this announcement, the Group's core aluminium shipbuilding, ship repair and vessel chartering businesses remain unchanged.

The increase in inventories was due mainly to more build-to-stock vessels under construction.

The net decrease in trade receivables (non-current) and trade receivables (current) was due mainly to differences in the timing of billings and collections during the period, as well as a trade receivable write-off and a provision for expected credit loss, as explained under the Group's FY2024 performance above.

The decrease in other receivables (non-current) and other receivables (current) and deposits was due mainly to payment received from disposal of property, plant and equipment (namely fleet vessels sold).

The decrease in trade payables and other payables and accruals was due mainly to differences in the timing of payment made during the period.

Review of Group Cashflow

The net cash of \$16.9 million from operating activities was mostly generated by shipbuilding activities.

The net cash of \$7.1 million used in investing activities arose from the addition of new vessels to the Group's fleet.

The net cash of \$3.5 million used in financing activities arose from a dividend payment. This was offset by the net drawdown of bank loans.

As a result of the above cash movements, the Group's cash and cash equivalents increased to \$26.4 million as at 31 December 2024, compared with \$19.8 million as at 31 December 2023.

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

Not applicable.

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

Offshore energy continues to be the main demand driver for Penguin's shipbuilding and vessel chartering services.

Buoyed by reported long-term investments in greenfield and brownfield projects for both wind and petroleum, Management expects this demand to continue.

Demand for maritime security - a unique subset of the petroleum industry in West Africa - is also growing, particularly outside of Penguin's core Nigerian market, where Penguin's Flex Fighter design appears to have become the industry standard.

On the decarbonisation front, Penguin is hopeful of growing its renewable footprint, following the success of its Electric Dream project in Singapore.

Over the last 12 months, the company has built two hybrid crewboats for charter and solarised its shipyard in Tuas. Management is committed to continuing with its decarbonisation journey.

Against this backdrop, rising costs of materials and labour, longer equipment delivery lead times and foreign exchange fluctuations will continue to weigh on the Group's performance.

5. Dividend Information

5a. Current Financial Period Reported on

Any dividend recommended for the current financial period reported on?

Name of Dividend: Final
Dividend Type: Cash
Dividend rate: 4.84 cents per ordinary share
Tax Rate: One-tier tax exempt

5b. Corresponding Period of the Immediate Preceding Financial Year

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

Name of Dividend: Final
Dividend Type: Cash
Dividend rate: 3.42 cents per ordinary share
Tax Rate: One-tier tax exempt

5c. The date the dividend is payable

To be announced.

5d. The date on which Registrable Transfer received by the company (up to 5.00pm) will be registered before entitlement to the dividends are determined

To be announced.

5e. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	Latest Full Year S\$	Previous Full Year S\$
Ordinary shares – Final	<u>10,656,217</u>	<u>7,529,806</u>

6. If the Group has obtained a general mandate from shareholders for IPT's, the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If not IPT mandate has been obtained, a statement to that effect.

The Company does not have a shareholders' mandate for interested persons transactions.

There were no significant interested persons transactions of or over S\$100,000 in value entered into during the financial year end 31 December 2024.

7. Review of performance of the Group – turnover and earnings

	Group		
	2024	2023	+ / (-)
	\$'000	\$'000	%
Sales from continuing operations reported for first half-year	59,898	90,250	(33.6)
Profit for the year but before deducting non-controlling interest reported for the first half-year	2,892	2,419	19.6
Sales from continuing operations reported for second half-year	175,946	94,345	86.5
Profit for the year but before deducting non-controlling interest reported for the second-half year	32,638	14,321	127.9

8. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

9. Disclosure of persons occupying managerial positions in the issuer or any of its principal subsidiaries who are relatives 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 and/or substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Tung Tak Wai	53	Brother of Finance and Administration Director, Tung May Fong	Appointed Manager (Logistics, Security and Facilities) on 1 June 2021. Responsibility over the Group's shipyard logistics, security and facilities functions.	No change

Confirmation by the Board

On behalf of the Board of Directors of the Company, to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the year ended 31 December 2024 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Tung May Fong
Finance & Administration Director

Singapore
21 February 2025