



FRENCKEN GROUP LIMITED
(Company Registration No. 199905084D)

Announcement

**PURSUANT TO RULE 704(6) OF THE LISTING MANUAL IN RELATION TO THE
AUDITED FINANCIAL STATEMENTS FOR FY2025**

The Board of Directors of Frencken Group Limited (“Frencken” or the “Company”, and together with its subsidiaries, the “Group”) refers to the announcement released by the Company via SGXNet on 27 February 2026 in relation to the unaudited full year financial statements for the year ended 31 December 2025 (“FY2025”) (the “Unaudited Announcement”).

Pursuant to Rule 704(6) of the Listing Manual of the SGX-ST, the Company wishes to highlight that there are reclassifications made in the Consolidated Cash Flow Statement reported in the Audited Financial Statements for FY2025 (“Audited Financial Statements”) as compared to that which was disclosed in the Unaudited Announcement.

The reclassifications arose from the Group’s disclosure under SFRS(I) 1-7 and SFRS(I) 7 relating to supplier finance arrangements. In connection with the financial reporting standards, the Group reassessed the nature and function of its trade financing and concluded that certain balances represent financing obtained through supplier finance arrangements instead of working capital financing that is normally used to support operations. Accordingly, the related net cash flows are reclassified to financing activities from operating activities.

The aforesaid reclassifications do not have any impact on the Group’s cash and cash equivalents. Net change in cash and cash equivalents for FY2025 as well as cash and cash equivalents at the end of FY2025 remained unchanged at S\$44.4 million and S\$161.2 million respectively in the cash flow statements of the Audited Financial Statements and Unaudited Announcement.

The comparison between Unaudited Announcement and Audited Financial Statements is as follows:

Consolidated Cash Flow Statement

	Unaudited Announcement		Adjustment		Audited Financial Statements	
	12 months ended	12 months ended	12 months ended	12 months ended	12 months ended	12 months ended
	31/12/2025	31/12/2024	31/12/2025	31/12/2024	31/12/2025	31/12/2024
Changes in operating assets and liabilities:						
Payables	1,604	(25,957)	63,161	52,543	64,765	26,586
Net cash generated from operating activities	103,528	48,048	63,161	52,543	166,689	100,591
Cash flows from financing activities:						
Repayment of short-term bank borrowings	(119,847)	(94,596)	69,188	41,729	(50,659)	(52,867)
Repayment of supplier financing arrangement	-	-	(69,188)	(41,729)	(69,188)	(41,729)
Proceeds from short-term bank borrowings	97,287	97,859	(63,161)	(52,543)	34,126	45,316
Net cash used in financing activities	(42,605)	(15,567)	(63,161)	(52,543)	(105,766)	(68,110)

On behalf of the Board,

Dennis Au
Executive Director

7 April 2026

About Frencken Group Limited

Frencken Group is a Global Integrated Technology Solutions Company that serves world-class multinational companies in the aerospace, analytical life sciences, automotive, healthcare, industrial and semiconductor industries.

Frencken Group operates on a worldwide scale through its established local presence of 18 operating sites and over 3,600 employees across Asia, Europe and the USA. Working in partnership with its growing base of global customers, the Group unites the strengths of its strategically located businesses to create value for a wide variety of end-user markets.

Leveraging on its advanced technological and manufacturing capabilities, Frencken Group provides comprehensive Original Design, Original Equipment and Diversified Integrated Manufacturing solutions. The Group's extensive solutions span from product conceptualization, integrated design, prototyping, new product introductions, supply chain design and management, state-of-the-art value and volume manufacturing services to logistics solutions.

INVESTOR RELATIONS CONTACT

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