

MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025

The Board of Directors (the “**Board**” or “**Directors**”) of Heatec Jietong Holdings Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement on 1 March 2026 regarding the unaudited condensed interim financial statements announcement for the 4th quarter and full year ended 31 December 2025 (“**FY2025**”) (the “**Unaudited Financial Statements**”).

Unless otherwise defined, or the context requires otherwise, all capitalised terms used in this announcement shall bear the same meanings as set out in the Unaudited Financial Statements.

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, the Board wishes to announce certain material adjustments made to the Unaudited Financial Statements following the finalisation of the audit and the issuance of the independent auditor’s report for FY2025 dated 10 April 2026 (the “**Independent Auditor’s Report**” and the related audited financial statements for FY2025 are referred to herein as the “**Audited Financial Statements**”) by the Company’s external auditors, Foo Kon Tan LLP (the “**Independent Auditor**”). The details and explanations of the material adjustments are set out in Appendix A as annexed hereto.

Shareholders of the Company (the “**Shareholders**”) are advised to read this announcement in conjunction with the Independent Auditor’s Report and the Audited Financial Statements, which will be included in the Company’s Annual Report for FY2025, and which will be released via SGXNET and made available on the Company’s corporate website at www.heatecholdings.com separately.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

The Board confirms that, to the best of its knowledge, all material disclosure, facts and information have been provided and announced and the Board is not aware of any facts, information or disclosure, the omission of which would make any statement in this announcement misleading.

BY ORDER OF THE BOARD

Soon Jeffrey
Executive Director and Chief Executive Officer

10 April 2026

*This announcement has been reviewed by the Company’s sponsor, Novus Corporate Finance Pte. Ltd. (the “**Sponsor**”). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “**Exchange**”) and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

The contact person for the Sponsor is Mr. Pong Chen Yih, Chief Operating Officer, at 7 Temasek Boulevard, #04-02 Suntec Tower 1, Singapore 038987, telephone (65) 6950 2188.

Consolidated Statement of Profit or Loss and Other Comprehensive Income

FY2025	Audited	Unaudited	Variance	Note
	S\$'000	S\$'000	S\$'000	
Continuing operations				
Revenue	20,181	19,694	487	1
Cost of sales	(13,497)	(13,200)	(297)	2
Gross profit	6,684	6,494	190	
Other income	363	501	(138)	3
Administrative expenses	(7,189)	(7,109)	(80)	4
Other operating expenses	(111)	(74)	(37)	5
Allowance for impairment losses of financial assets and contract assets	(132)	(137)	5	6
Loss/Income before tax	(564)	(504)	(60)	
Tax credit	6	(4)	10	7
Loss/income for the year before discontinued operations	(558)	(508)	(50)	
Discontinued operation				
Loss from discontinued operations	(98)	(124)	26	8
Loss for the year	(657)	(632)	(25)	
Loss attributable to:				
Equity holders of the Company	(718)	(582)	(136)	9
Non-controlling interest	61	(50)	111	10
	(657)	(632)	(25)	
Total comprehensive loss attributable to:				
Equity holders of the Company	(741)	(587)	(154)	11
Non-controlling interest	61	(50)	111	10
	(680)	(637)	(43)	12
Basic and diluted loss per share (cents)	(0.35)	(0.28)	(0.07)	13

Consolidated Statements of Financial Position

As at 31 December 2025	Audited	Unaudited	Variance	Note
	S\$'000	S\$'000	S\$'000	
Current assets				
Trade and other receivables	5,951	6,002	(51)	14
Contract assets	3,540	3,561	(21)	15
Current liabilities				
Trade and other payables	2,851	2,854	(3)	16
Equity				
Reserves	(3,017)	(2,949)	(68)	17
Equity attributable to owners of the Company	10,337	10,406	(69)	
Total equity	10,306	10,374	(68)	

Consolidated Statement of Cash Flows of the Group for FY2025

FY2025	Audited S\$'000	Unaudited S\$'000	Variance S\$'000	Note
Cash flows from operating activities				
Loss before tax	(663)	(628)	(35)	
(Reversal)/Allowance for impairment losses of financial assets and contract assets	(146)	135	(281)	18
Share based payment	85	-	85	19
Exchange differences	(25)	32	(57)	20
Operating profit before working capital changes	484	772	(288)	
Changes in trade and other receivables and contract assets	1,085	1,801	(716)	21
Changes in trade and other payables and contract liabilities	222	(569)	791	22
Cash generated from operations	1,766	1,980	(214)	
Income tax paid	(42)	(52)	10	7
Net cash generated from operating activities	1,682	1,774	(92)	
Cash flows from financing activities				
Interest paid	(350)	(88)	(262)	23
Proceeds from term loans	1,575	500	1,075	24
Proceeds from trade financing	8,858	9,920	(1,062)	24
Repayment of term loans	(2,163)	(1,403)	(760)	24
Repayment of trade financing	(9,267)	(10,369)	1,102	24
Net cash used in financing activities	(1,472)	(1,563)	91	

Note 1

The variance of S\$487,000 in revenue was primarily attributable to revenue under-recognised during FY2025, which was identified and adjusted upon finalisation of the audit.

Note 2

The variance of S\$297,000 in cost of sales was mainly due to the recognition of credit notes relating to sales discounts for FY2025 and adjustments to inventory cost accruals during the audit.

Note 3

The S\$138,000 decrease in other income was mainly due to adjustments made upon the finalisation of audit.

Note 4

The S\$80,000 increase in administrative expenses was mainly due to the reversal of intercompany billings from the disposed subsidiary.

Note 5

The S\$37,000 increase in other operating expenses was mainly due to the recognition of share-based payment expenses for staff and directors upon finalisation of the audit.

Note 6

The S\$5,000 variance was due to adjustments following the Group's reassessment of recoverable amounts and updated estimates during the audit.

Note 7

The S\$10,000 variance in income tax was mainly due to reclassification to withholding tax upon finalisation of tax computations during the audit.

Note 8

The S\$26,000 decrease in loss from discontinued operations was mainly due to lower operating and closure-related expenses following the finalisation of costs during the audit.

Note 9

The S\$136,000 increase in loss reflects the combined effect of audit adjustments on continuing and discontinued operations, including impairment, share-based payments, and working capital adjustment.

Note 10

The S\$111,000 variance arose from adjustments to the share of losses and profits following audit finalisation.

Note 11

The S\$154,000 variance in total comprehensive loss attributable to equity holders reflects the cumulative effect of all audit adjustments, including foreign exchange differences and reclassification adjustment.

Note 12

The S\$43,000 variance reflects the cumulative impact of all adjustments in the audited financial statements, including foreign exchange differences, reclassification adjustments, and changes in non-controlling interests.

Note 13

The S\$0.07 cents per share variance reflects the effect of all the above adjustments on net loss attributable to equity holders of the Company.

Note 14

The S\$51,000 variance in trade and other receivables was mainly due to a reassessment of recoverability and audit adjustments.

Note 15

The S\$21,000 variance in contract assets was mainly due to a reassessment of recoverability and audit adjustments

Note 16

The variance of S\$3,000 in trade and other payables was due to minor adjustments to accruals during the audit.

Note 17

The S\$68,000 decrease in reserves was mainly due to the increase in loss of the year before discontinued operations of S\$50,000.

Note 18

The S\$281,000 variance arose from the reclassification of intercompany transactions previously recognised as debt waivers to impairment of financial assets and contract assets, following the disposal of a subsidiary.

Note 19

The variance of S\$85,000 was due to recognition of share-based payment expenses upon finalisation of the audit.

Note 20

The S\$57,000 variance is mainly attributable to foreign exchange movements arising from transactions with associates and subsidiaries, including translation of trade receivables and payables.

Note 21

The S\$716,000 decrease in inflow is primarily due to the derecognition of receivables balances following the disposal of subsidiaries.

Note 22

The S\$791,000 favourable movement is mainly attributable to the removal of payables associated with the disposed subsidiaries.

Note 23

The S\$262,000 increase in interest paid was mainly due to higher borrowings and timing differences in interest servicing.

Note 24

The variances in the proceeds and repayment of term loans and trade financing were mainly due to reclassification and timing differences in drawdown and repayment of term loans and trade financing facilities following audit adjustments.