KOYO INTERNATIONAL LIMITED
Registration No. 200100075E
(Incorporated in Singapore)

EXTENSION OF LOAN AGREEMENTS AS INTERESTED PERSON TRANSACTIONS

1. INTRODUCTION

The Board of Directors (the "**Board**") of Koyo International Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to its announcements dated 14 July 2023, 12 July 2024 and 12 September 2024 in relation to:

(i) the loan agreement dated 14 July 2023 between KF Capital Pte. Ltd. ("**KF Capital**") and the Group's wholly-owned subsidiary, Koyo Engineering (S.E. Asia) Pte. Ltd. (the "**KEPL**") wherein KF Capital had granted an interest-bearing loan of up to S$3.5 million to KEPL ("**WC Loan 1**") and the subsequent extension of the repayment of WC Loan 1 from 13 July 2024 to 13 July 2025 ("**WC Loan 1 Repayment Date**"); and

(ii) the loan agreement dated 12 September 2024 between Mr. Foo Suay Lun ("**FSL**") and KEPL wherein FSL had granted an interest-bearing loan of up to S$3.0 million to KEPL ("**WC Loan 2**") that is repayable by 11 September 2025 ("**WC Loan 2 Repayment Date**"),

(KEPL, KF Capital and FSL are collectively known as the "**Parties**" while WC Loan 1 and WC Loan 2 are collectively known as "**Working Capital Loans**").

The Board wishes to announce that the Parties have on 11 July 2025, mutually agreed to extend the WC Loan 1 Repayment Date from 13 July 2025 to 13 July 2026 and the WC Loan 2 Repayment Date from 11 September 2025 to 11 September 2026 (the "**Extensions**").

2. PRINCIPAL TERMS OF THE WORKING CAPITAL LOANS

Save for the Extensions, the principal terms of the Working Capital Loans shall remain the same as follows:

(a) <u>WC Loan 1</u>

Principal Amount	:	The principal amount of $3.5 million has been fully disbursed as at the date of this announcement.
Repayment	:	The principal amount, together with the interest shall be repayable in full to KF Capital on 13 July 2026 or such date(s) as may be mutually agreed upon between KF Capital and KEPL, subject to review and approval by the Audit Committee of the Company of the terms including the applicable interest rate, rationale for and benefit of the above interested person transaction.
Interest Rate	:	Interest is chargeable at 1.5% per annum above the cost of funds of an existing commercial bank. This is in line with the commercial bank's letter of offer to KEPL. KEPL shall update KF Capital on the prevailing cost of funds for the existing commercial bank as and when it changes. The current interest rate for the WC Loan 1 as at the date of this announcement is 4.05%.

The interest is on a term-loan basis, which is calculated upon disbursement of WC Loan 1 (whether in full or in parts), charged to KEPL and payable upon disbursement of WC Loan 1 (or any part thereof). KEPL may repay the entire outstanding amount WC Loan 1 and all monies due and/or payable to KF Capital under the loan agreement prior to the expiry of the WC Loan 1 Repayment Date by giving KF Capital not less than one (1) month's written notice of intended repayment.

(b) WC Loan 2

Principal Amount	:	The principal amount of $3.0 million has been fully disbursed as at the date of this announcement.
Repayment	:	The principal amount, together with the interest shall be repayable in full to FSL on 11 September 2026 or such date(s) as may be mutually agreed upon between FSL and KEPL, subject to review and approval by the Audit Committee of the Company of the terms including the applicable interest rate, rationale for and benefit of the above interested person transaction.
Interest Rate	:	Interest is chargeable at 1.5% per annum above the cost of funds of an existing commercial bank. This is in line with the commercial bank's letter of offer to KEPL. KEPL shall update FSL on the prevailing cost of funds for the existing commercial bank as and when it changes. The current interest rate for the WC Loan 2 as at the date of this announcement is 4.05%. The interest is on a term-loan basis, which is calculated upon disbursement of WC Loan 2 (whether in full or in parts), charged to KEPL and payable upon disbursement of WC Loan 2 (or any part thereof). KEPL may repay the entire outstanding amount WC Loan 2 and all monies due and/or payable to FSL under the loan agreement prior to the expiry of the WC Loan 2 Repayment Date by giving FSL not less than one (1) month's written notice of intended repayment.

3. INFORMATION ON THE LENDERS

FSL is the Executive Director of the Company and brother of Mr. Foo Suay Wei ("**FSW**"), the Managing Director and CEO of the Company. FSL owns 100% of Salix Capital Pte. Ltd., which in turn holds 49,449,500 ordinary shares representing 26.05% of the Company's issued share capital.

KF Capital is controlled by Mdm Dalat Kositanon, who is the mother of FSW and FSL. respectively. Mdm Dalat Kositanon holds 400,000 ordinary shares representing 0.21% of the Company's issued share capital.

4. INTERESTED PERSON TRANSACTION UNDER CHAPTER 9 OF THE CATALIST RULES

Transactions entered into between an "interested person" and the issuer, its subsidiaries or associated companies (which the listed group or its interested persons have control over) are deemed "interested person transactions" and subject to Chapter 9 of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist ("**Catalist Rules**").

Pursuant to Rule 909(3), in the case of borrowing of funds from an interested person, the value of the transaction is the interest payable on the borrowing. Based on the extended 12 months tenure of WC Loan 1 and WC Loan 2, the interested person transaction value totals S$263,250.00 (based on the current interest rate), which represents 1.34% of the Group's latest audited net tangible assets as at 31 December 2024 of S$19,645,000.

In addition to the Working Capital Loans, KEPL had during the financial year extended the repayment date of a bridging loan from FSL totaling S$0.5 million ("**Bridging Loan**") from 11 January 2025 to 11 January 2026.

Pursuant to Rule 905 read with Rule 908 of the Catalist Rules, the aggregate value of interested person transactions entered into during the financial year arising from the Extensions of WC Loan 1 and WC Loan 2, together with the Bridging Loan is estimated at S$283,500.00 (based on the current interest rate), which represents 1.44% of the Group's latest audited net tangible assets as at 31 December 2024 of S$19,645,000.

In view of the foregoing, shareholders' approval for the Extensions of the Working Capital Loans are not required under the Catalist Rules. The Company is disclosing the Extensions pursuant to paragraph 9 of Appendix 7A of the Catalist Rules.

Save as disclosed above, there are no other interested person transactions (more than S$100,000) entered into by the Group with KF Capital, FSL or their associates for the current financial year ending 31 December 2025 as at the date of this announcement.

5. RATIONALE FOR THE EXTENSIONS

The Extensions of the Working Capital Loans will allow the Group to optimize the use of its cash resources to pursue projects for the Group.

6. AUDIT COMMITTEE'S STATEMENT

The Audit Committee of the Company, having considered the terms and rationale for the Working Capital Loans and their Extensions, is of the view that the Extensions granted by KF Capital and FSL is on normal commercial terms and is not prejudicial to the interests of the Company and its minority shareholders.

6 INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

Save for their respective shareholdings in the Company and as disclosed, none of the Directors or controlling shareholders of the Company or their respective associates has any direct or indirect interest in the Working Capital Loans and their Extension.

7 UPDATES TO SHAREHOLDERS

The Directors of the Company (including those who have been delegated detailed supervision of this announcement) have taken all reasonable care to ensure that the facts stated and all opinions expressed in this announcement are fair and accurate and that no material facts have been omitted from this announcement, and they jointly and severally accept responsibility accordingly. Where any information has been extracted or reproduced from published or otherwise publicly available sources, the sole responsibility of the Directors of the Company has been to ensure through reasonable enquiries that such information is accurately extracted from such sources or, as the case may be, accurately reflected or reproduced in this announcement.

By Order of the Board

Mr Foo Suay Wei
Managing Director and Chief Executive Officer
11 July 2025

This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (**"Sponsor"**).

This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (**"SGX-ST")** and the SGX-ST 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 Ms Charmian Lim (Tel: (65)6232 3210), at 1 Robinson Road, #21-01 AIA Tower, Singapore 048542.