

MEDIA RELEASE

Asia Enterprises Post Revenue of S\$32.6 million and Net Profit of S\$1.3 million in FY2025, Backed by Strong Balance Sheet and Improved Margins

FY2025 Financial Highlights

- Revenue of S\$32.6 million, down 20% year-on-year, reflecting lower sales volumes and softer average selling prices amid subdued demand and competitive pricing conditions.
- Gross profit margin improved to 16.4% from 14.5% in FY2024, supported by sales mix and cautious inventory management.
- Net profit improved 251% to S\$1.3 million, due to contribution from equity-accounted associate, GKE Metal Logistics Pte. Ltd.
- Sustains profitability through better management of sales mix and cost optimization amid challenging steel market conditions.
- Strong balance sheet with S\$58.5 million in cash and no bank borrowings.
- Board recommends a final dividend of 0.3 cent per share.

Singapore, 12 February 2026 – Asia Enterprises Holding Limited (“Asia Enterprises” or the “Company”, and together with its subsidiaries, the “Group”), a major distributor of steel products to industrial end-users in Singapore and the Asia-Pacific region, today announced its financial results for the 12 months ended 31 December 2025 (“FY2025”).

Financial Summary

S\$' million	FY2025	FY2024	Change +/-
Revenue	32.6	40.7	-20%
Gross Profit	5.3	5.9	-10%
Gross Profit Margin	16.4%	14.5%	+1.9 ppt
Share of profits from equity-accounted associates	1.0	-	NM
Profit Before Tax	1.4	0.7	+107%
Net Profit	1.3	0.4	+251%

Ms Yvonne Lee, Managing Director of Asia Enterprises, said, *“In FY2025, the Group maintained a disciplined approach to operational control amid a softer revenue environment. Including contributions from GKE Metal Logistics Pte. Ltd., net profit rose 251% to S\$1.3 million. The 28.64% acquisition of GKE Metal Logistics which was completed during the year, marked an important step in diversifying the Group’s earnings base.*

Financial Review

FY2025 was a challenging year for the global steel industry, accentuated by macroeconomic uncertainties, which weakened business sentiments leading to subdued steel consumption from industrial end-users. Demand across the markets in which we operate remained uneven, with customers adopting a cautious approach.

For FY2025, the Group recorded revenue of S\$32.6 million, a 20% decline year-on-year, primarily attributable to lower sales volume and softer average selling prices.

Despite a weaker operating environment, the Group’s gross profit margin improved to 16.4%, compared to 14.5% in FY2024; particularly, the Group recorded gross margin of 19.1% in the second half of 2025. The improvement rose from shift in sales mix and prudent inventory management.

Net profit for FY2025 grew to S\$1.3 million compared to S\$0.4 million in FY2024, due mainly to share of profits from the newly acquired associate, GKE Metal Logistics Pte. Ltd..

Revenue Breakdown by Geographical Market

By Geography	FY2025 S\$' million	FY2024 S\$' million	Change +/-	FY2025 %	FY2024 %
Singapore	22.5	24.1	-7%	69	59
Indonesia	7.2	14.4	-50%	22	35
Malaysia	2.6	1.6	+63%	8	4
Others	0.3	0.6	-50%	1	2
Total	32.6	40.7	-20%	100	100

Singapore remained the Group's largest geographical market, contributing 69% of total revenue in FY2025. Sales recorded in Singapore include deliveries to both domestic and overseas destinations.

Revenue from Malaysia increased 63% year-on-year to S\$2.6 million, accounting for 8% of Group revenue in FY2025.

Revenue from Indonesia declined 50% to S\$7.2 million from S\$14.4 million, due mainly to weaker demand from shipyards amid lower newbuilding activities and keen competition.

Balance Sheet and Cash Flow

As at 31 December 2025, the Group maintained a strong, debt-free balance sheet, with net cash position of S\$58.5 million and shareholders' equity of S\$100.5 million. The Group had a net asset value of 27.2 cents per share, which included cash and cash equivalents of 15.8 cents per share and an inventory with book value of 4.3 cents per share as at 31 December 2025.

Net cash generated from operating activities amounted to S\$8.7 million, driven mainly by cautious management of inventory and receivables amid a weaker operating environment.

Dividend

The Board of Directors has recommended a final dividend of 0.3 cent per share for FY2025, in line with its prudent capital management approach and taking into consideration the prevailing operating environment subject to shareholders' approval at the upcoming Annual General Meeting in April 2026.

Outlook

The global steel industry continues to face near-term challenges, as demand remains uneven and pricing competitive amid ongoing supply-side adjustments. Customers across key end-markets are expected to remain cautious in their procurement decisions.

While steel demand showed pockets of resilience outside China, global supply imbalances persist. Demand in the markets we operate remained challenging with intense price pressures. Against this operating backdrop, the Group will continue to adopt a disciplined approach to inventory management and credit control.

The Group's strong, debt-free balance sheet and cash position of S\$58.5 million provide financial resilience and strategic flexibility. This positions the Group to navigate market volatility while remaining well placed to capitalise on opportunities as industry conditions stabilise.

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This media release is to be read in conjunction with the SGXNET announcement released on the same date.

About Asia Enterprises Holding Limited (SGX: A55.SI)

Asia Enterprises Holding Limited (“Asia Enterprises” or the “Company”, and together with its subsidiaries, the “Group”) is a major distributor of steel products to industrial end-users in Singapore and the Asia-Pacific region.

With operating history dating back to 1973, the Group provides a one-stop solution and just-in-time delivery to over 1,200 steel products, serving more than 700 active customers across industries including marine and offshore, engineering and fabrication, oil and gas, construction, as well as precision metal stamping and manufacturing.

In addition to its steel distribution business, the Group provides precision steel processing services and holds a 28.64% equity interest in GKE Metal Logistics Pte. Ltd., a specialty warehousing and logistics provider for bulk commodities, including exchange-traded metals. Asia Enterprises owns two facilities in Singapore, comprising a multi-storey warehouse and a steel processing plant-cum-warehouse, with a total combined land area of 33,769 square metres. Asia Enterprises is listed on the Main Board of SGX Stock Exchange since 1 September 2005.

For more information, please visit the Group’s website at: www.asiaenterprises.com.sg

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