

# Overseas Education Limited and Subsidiary Companies

Unaudited Condensed Interim Financial Statements  
For the six months and full year ended 31 December 2025

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## Overseas Education Limited and Subsidiary Companies

### A. Condensed interim consolidated statement of comprehensive income For the six-month and full year ended 31 December 2025

		6 months ended 31 December 2025	6 months ended 31 December 2024	Change %	12 months ended 31 December 2025	12 months ended 31 December 2024	Change %
	Note	S\$'000	S\$'000		S\$'000	S\$'000	
<b>Revenue</b>							
Tuition fees		39,193	41,090	(4.6)	80,781	84,867	(4.8)
Registration fees		662	612	8.2	1,216	1,225	(0.7)
School shop revenue		385	400	(3.8)	536	559	(4.1)
Enrichment programme revenue		331	545	(39.3)	891	1,124	(20.7)
Interest income		164	310	(47.1)	451	715	(36.9)
Other income		9	21	(57.1)	19	34	(44.1)
<b>Total revenue</b>	5	<b>40,744</b>	<b>42,978</b>	<b>(5.2)</b>	<b>83,894</b>	<b>88,524</b>	<b>(5.2)</b>
<b>Operating expenses</b>							
Personnel expenses		(27,005)	(25,746)	4.9	(52,684)	(50,549)	4.2
School shop costs		(267)	(293)	(8.9)	(363)	(377)	(3.7)
Enrichment programme costs		(385)	(381)	1.0	(775)	(775)	0.0
Utilities		(628)	(656)	(4.3)	(1,264)	(1,351)	(6.4)
Upkeep and maintenance		(1,079)	(1,017)	6.1	(2,173)	(1,838)	18.2
Finance costs	6	(1,515)	(2,046)	(26.0)	(3,277)	(4,210)	(22.1)
Other operating expenses		(4,657)	(4,155)	12.1	(8,655)	(7,946)	8.9
<b>Operating expenses before depreciation and amortisation</b>		<b>(35,536)</b>	<b>(34,294)</b>	<b>3.6</b>	<b>(69,191)</b>	<b>(67,046)</b>	<b>3.2</b>
<b>Profit before depreciation and amortisation</b>		<b>5,208</b>	<b>8,684</b>	<b>(40.0)</b>	<b>14,703</b>	<b>21,478</b>	<b>(31.5)</b>
Depreciation expenses		(5,654)	(6,096)	(7.3)	(11,758)	(12,097)	(2.8)
Amortisation of intangible assets		(195)	(193)	1.0	(383)	(392)	(2.3)
		(5,849)	(6,289)	(7.0)	(12,141)	(12,489)	(2.8)
<b>(Loss)/profit after depreciation and amortisation</b>		<b>(641)</b>	<b>2,395</b>	<b>n.m.</b>	<b>2,562</b>	<b>8,989</b>	<b>(71.5)</b>
<b>Fair value loss on derivatives</b>	6,10	(64)	(865)	(92.6)	(1,129)	(576)	96.0
<b>(Loss)/profit before taxation</b>	6	<b>(705)</b>	<b>1,530</b>	<b>n.m.</b>	<b>1,433</b>	<b>8,413</b>	<b>(83.0)</b>
Income tax expense – current tax	7	(479)	(811)	(40.9)	(1,802)	(2,693)	(33.1)
– deferred tax	7, 16	210	296	(29.1)	575	549	4.7
		(269)	(515)	(47.8)	(1,227)	(2,144)	(42.8)
<b>Net (loss)/profit for the period/year attributable to owners of the Company</b>		<b>(974)</b>	<b>1,015</b>	<b>n.m.</b>	<b>206</b>	<b>6,269</b>	<b>(96.7)</b>
<b>Other comprehensive income for the period/year, net of tax</b>							
Item that may be reclassified subsequently to profit or loss							
Foreign currency translation		*	*		*	*	
<b>Total comprehensive income for the period/year attributable to owners of the Company</b>		<b>(974)</b>	<b>1,015</b>	<b>n.m.</b>	<b>206</b>	<b>6,269</b>	<b>(96.7)</b>
<b>Earnings per share (cents)</b>							
- Basic and diluted	8	(0.2)	0.2		0.05	1.5	

n.m. – Not meaningful

\* – Amount lower than S\$1,000

## Overseas Education Limited and Subsidiary Companies

### Condensed interim balance sheets As at 31 December 2025

	Note	Group		Company	
		31 December 2025 S\$'000	31 December 2024 S\$'000	31 December 2025 S\$'000	31 December 2024 S\$'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment					
- Leasehold land	9	21,642	22,878	–	–
- School buildings, plant and equipment	9	178,163	184,677	84	126
Right-of-use assets		6,511	4,565	74	20
Intangible assets		1,830	1,783	–	–
Investment in subsidiaries		–	–	101,219	101,219
Derivatives	10	–	749	–	–
Deposits		349	349	–	–
Staff housing deposits		366	210	–	–
Other long term asset	13	334	334	–	–
		<b>209,195</b>	<b>215,545</b>	<b>101,377</b>	<b>101,365</b>
<b>Current assets</b>					
Inventories		436	501	–	–
Derivatives	10	–	85	–	–
Trade receivables	11	1,020	981	–	–
Other receivables and deposits		250	573	19	24
Prepayments		2,005	1,740	49	48
Amount due from subsidiary	12	–	–	3,000	4,000
Cash and cash equivalents	13	48,278	53,649	5,526	5,258
		<b>51,989</b>	<b>57,529</b>	<b>8,594</b>	<b>9,330</b>
<b>TOTAL ASSETS</b>		<b>261,184</b>	<b>273,074</b>	<b>109,971</b>	<b>110,695</b>
<b>EQUITY AND LIABILITIES</b>					
<b>Current liabilities</b>					
Trade payables		649	581	–	–
Other payables and liabilities		867	751	111	124
Fees received in advance	14	30,443	32,047	–	–
Derivatives	10	30	–	–	–
Lease liabilities		4,516	3,710	52	22
Borrowings	15	6,507	6,906	–	–
Goods and Services Tax payable		3,249	3,447	73	73
Central Provident Fund payable		561	514	3	2
Income tax payable		1,878	2,765	240	262
		<b>48,700</b>	<b>50,721</b>	<b>479</b>	<b>483</b>
<b>NET CURRENT ASSETS</b>		<b>3,289</b>	<b>6,808</b>	<b>8,115</b>	<b>8,847</b>
<b>Non-current liabilities</b>					
Fees received in advance	14	590	505	–	–
Derivatives	10	265	–	–	–
Borrowings	15	71,285	77,327	–	–
Lease liabilities		2,123	947	22	–
Deferred tax liabilities	16	4,833	5,408	–	–
		<b>79,096</b>	<b>84,187</b>	<b>22</b>	<b>–</b>
<b>NET ASSETS</b>		<b>133,388</b>	<b>138,166</b>	<b>109,470</b>	<b>110,212</b>
<b>Equity attributable to owners of the Company</b>					
Share capital	17	99,253	99,253	99,253	99,253
Revenue reserve		60,305	65,083	10,217	10,959
Other reserves	18	(26,170)	(26,170)	–	–
<b>TOTAL EQUITY</b>		<b>133,388</b>	<b>138,166</b>	<b>109,470</b>	<b>110,212</b>

Overseas Education Limited and Subsidiary Companies

C. Condensed interim statements of changes in equity  
For the financial year ended 31 December 2025

Attributable to owners of the Company							
Group	Note	Share capital (Note 17) S\$'000	Revenue reserve S\$'000	Other reserves, total (Note 18) S\$'000	Foreign currency translation reserve (Note 18) S\$'000	Merger reserve (Note 18) S\$'000	Total equity S\$'000
<b>2025</b>							
Balance at 1 January 2025		99,253	65,083	(26,170)	1	(26,171)	138,166
Net profit after tax		–	206	–	–	–	206
Other comprehensive income for the year		–	–	*	*	–	*
Total comprehensive income for the year		–	206	*	*	–	206
Dividends	19	–	(4,984)	–	–	–	(4,984)
Contributions by and distributions to owners		–	(4,984)	–	–	–	(4,984)
Balance at 31 December 2025		<b>99,253</b>	<b>60,305</b>	<b>(26,170)</b>	<b>1</b>	<b>(26,171)</b>	<b>133,388</b>

\* – Amount lower than S\$1,000

Overseas Education Limited and Subsidiary Companies

**B. Condensed interim statements of changes in equity (cont'd)**  
**For the financial year ended 31 December 2025**

Attributable to owners of the Company						
Note	Share capital (Note 17) S\$'000	Revenue reserve S\$'000	Other reserves, total (Note 18) S\$'000	Foreign currency translation reserve (Note 18) S\$'000	Merger reserve (Note 18) S\$'000	Total equity S\$'000
<b>Group</b>						
<b>2024</b>						
Balance at 1 January 2024	99,253	64,214	(26,170)	1	(26,171)	137,297
Net profit after tax	–	6,269	–	–	–	6,269
Other comprehensive income for the year	–	–	*	*	–	*
Total comprehensive income for the year	–	6,269	*	*	–	6,269
Dividends	–	(5,400)	–	–	–	(5,400)
Contributions by and distributions to owners	–	(5,400)	–	–	–	(5,400)
Balance at 31 December 2024	<b>99,253</b>	<b>65,083</b>	<b>(26,170)</b>	<b>1</b>	<b>(26,171)</b>	<b>138,166</b>

\* – Amount lower than S\$1,000

**Overseas Education Limited and Subsidiary Companies**

**C. Condensed interim statements of changes in equity (cont'd)**  
**For the financial year ended 31 December 2025**

	Note	Attributable to owners of the Company		
		Share capital (Note 17) S\$'000	Revenue reserve S\$'000	Total equity S\$'000
<b>Company</b>				
<b>2025</b>				
Balance at 1 January 2025		99,253	10,959	110,212
Net profit after tax		–	4,242	4,242
Total comprehensive income for the year		–	4,242	4,242
Dividends	19	–	(4,984)	(4,984)
Contributions by and distributions to owners		–	(4,984)	(4,984)
Balance at 31 December 2025		<b>99,253</b>	<b>10,217</b>	<b>109,470</b>
<b>2024</b>				
Balance at 1 January 2024		99,253	11,005	110,258
Net profit after tax		–	5,354	5,354
Total comprehensive income for the year		–	5,354	5,354
Dividends	19	–	(5,400)	(5,400)
Contributions by and distributions to owners		–	(5,400)	(5,400)
Balance at 31 December 2024		<b>99,253</b>	<b>10,959</b>	<b>110,212</b>

**Overseas Education Limited and Subsidiary Companies**

**D. Condensed interim consolidated statement of cash flows**  
**For the financial year ended 31 December 2025**

	12 months ended 31 December 2025	12 months ended 31 December 2024
	S\$'000	S\$'000
<b>Cash flows from operating activities</b>		
Profit before taxation	1,433	8,413
Adjustments for:		
Depreciation expenses (Note 9)	13,706	14,067
Amortisation expenses	383	392
Gain on disposal of property, plant and equipment	(4)	(9)
Write-off of plant and equipment	–	55
Interest income	(451)	(715)
Finance costs	3,277	4,210
Fair value loss on derivatives	1,129	576
<b>Operating profit before working capital changes</b>	<b>19,473</b>	<b>26,989</b>
Decrease/(increase) in inventories	65	(54)
Increase in trade receivables	(39)	(65)
Increase in other receivables, deposits and prepayments	(63)	(276)
Increase in non-current deposits	(156)	(25)
Decrease in trade payables, other payables and liabilities, and fees received in advance	(1,549)	(3,720)
<b>Cash generated from operations</b>	<b>17,731</b>	<b>22,849</b>
Interest received	451	715
Income tax paid	(2,689)	(3,044)
<b>Net cash generated from operating activities</b>	<b>15,493</b>	<b>20,520</b>
<b>Cash flows from investing activities</b>		
Additions of intangible assets	(430)	(379)
Acquisition of property, plant and equipment	(649)	(1,280)
Proceeds from disposal of property, plant and equipment	41	25
<b>Net cash used in investing activities</b>	<b>(1,038)</b>	<b>(1,634)</b>
<b>Cash flows from financing activities</b>		
Payment of principal portion of lease liabilities	(5,308)	(5,139)
Lease interest paid	(244)	(293)
Bank loan interest paid	(3,130)	(3,924)
Bank loan repayment	(6,160)	(6,160)
Dividends paid	(4,984)	(5,400)
<b>Net cash used in financing activities</b>	<b>(19,826)</b>	<b>(20,916)</b>
Net decrease in cash and cash equivalents	(5,371)	(2,030)
Cash and cash equivalents at beginning of the year	53,649	55,679
<b>Cash and cash equivalents at end of the year</b>	<b>48,278</b>	<b>53,649</b>

## Overseas Education Limited and Subsidiary Companies

### E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025

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#### 1. Corporate information

Overseas Education Limited (the "Company") is a public limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited (SGX-ST) on 7 February 2013. These condensed interim consolidated financial statements as at and for the full year ended 31 December 2025 comprise the Company and its subsidiaries (collectively, the Group). The registered office and principal place of business of the Company is at 81 Pasir Ris Heights, Singapore 519292.

The principal activity of the Company is an investment holding company. The principal activity of the main subsidiary company is operating a foreign system school.

#### 2. Basis of preparation

The condensed interim financial statements for the full year ended 31 December 2025 have been prepared in accordance with 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 interim financial statements for the period ended 30 June 2025.

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 are presented in Singapore dollar which is the Company's functional currency and all values are rounded to the nearest thousand (S\$'000) except when otherwise indicated.

##### 2.1 *New and amended standards adopted by the Group*

The accounting policies adopted are consistent with those of the previous financial year except that in the current financial year, Group has adopted all the new and amended standards which are relevant to the Group and are effective for annual financial period beginning on or after 1 January 2025

The adoption of these standards did not have any material effect on the financial performance or position of the Group and the Company.

##### 2.2 *Use of judgements and estimates*

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. 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 estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2024.

## Overseas Education Limited and Subsidiary Companies

### E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025

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#### 2. Basis of preparation (cont'd)

##### 2.2 Use of judgements and estimates (cont'd)

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.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included below:

##### *(a) Ability to renew the land lease*

The current land lease is 30 years, and the Group expects to obtain the relevant authorities' approval for the extension of the lease for a further term of 30 years before its expiration on 13 June 2043. The school site is zoned exclusively for use by an educational institution and the buildings have also been purpose-built for use as a school only. The school buildings have an estimated use for 50 years based on the assets' expected utility to the Group and the future economic benefits embodied in the assets. The judgement applied on the ability to renew the land lease at the end of 30 years is significant to the determination of the depreciation period of 50 years for the school buildings.

The carrying amount of the school buildings as at 31 December 2025 was S\$144,403,000 (31 December 2024: S\$148,058,000).

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial period are included below:

##### *(b) Impairment of non-financial assets*

Non-financial assets includes property, plant and equipment, right-of-use assets and intangible assets. The Company reviews the non-financial assets for impairment whenever there is an indication of impairment. The Company measures the recoverability of an asset by comparing its carrying amount against its recoverable amount. Recoverable amount is the higher of the fair value less cost to sell and value in use, which is the future cash flows that are expected to generate and expected running cost thereof over its remaining useful life with a cash inflow in the final year equal to the expected residual value of the non-financial assets. The future cash flows are discounted to their present value using a pre-tax discount rate that reflects the time value of money. If the non-financial assets are assessed to be impaired, impairment loss is recognised to an amount equal to the excess of the carrying value of the asset over its recoverable amount.

The carrying amount of the non-financial assets as at 31 December 2025 was S\$208,146,000 (31 December 2024: S\$213,903,000). During the year, no impairment loss was recognised in the statement of comprehensive income.

Management is of the opinion that there are no other significant judgements made in applying accounting estimates and policies that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

#### 3. Seasonal operations

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

## **Overseas Education Limited and Subsidiary Companies**

### **E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025**

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#### **4. Segment and revenue information**

The Group operates in Singapore in one business segment to provide education under a foreign education system. Substantially all revenue, expenses, assets and liabilities are derived from operations in Singapore.

Overseas Education Limited and Subsidiary Companies

E. Notes to the condensed interim consolidated financial statements  
For the financial year ended 31 December 2025

5. Revenue

(a) Disaggregation of revenue

	Tuition fees		Registration fees		School shop, Enrichment programme, Interest income and Other income		Total revenue	
	6 months ended 31 Dec 2025 S\$'000	6 months ended 31 Dec 2024 S\$'000	6 months ended 31 Dec 2025 S\$'000	6 months ended 31 Dec 2024 S\$'000	6 months ended 31 Dec 2025 S\$'000	6 months ended 31 Dec 2024 S\$'000	6 months ended 31 Dec 2025 S\$'000	6 months ended 31 Dec 2024 S\$'000
<b>Timing of transfer of goods or services</b>								
At a point in time	–	–	–	–	394	421	394	421
Over time	39,193	41,090	662	612	495	855	40,350	42,557
	39,193	41,090	662	612	889	1,276	40,744	42,978

Overseas Education Limited and Subsidiary Companies

E. Notes to the condensed interim consolidated financial statements  
For the financial year ended 31 December 2025

5. Revenue (cont'd)

(a) Disaggregation of revenue (cont'd)

	Tuition fees		Registration fees		School shop, Enrichment programme, Interest income and Other income		Total revenue	
	12 months ended 31 Dec 2025 S\$'000	12 months ended 31 Dec 2024 S\$'000	12 months ended 31 Dec 2025 S\$'000	12 months ended 31 Dec 2024 S\$'000	12 months ended 31 Dec 2025 S\$'000	12 months ended 31 Dec 2024 S\$'000	12 months ended 31 Dec 2025 S\$'000	12 months ended 31 Dec 2024 S\$'000
<b>Timing of transfer of goods or services</b>								
At a point in time	–	–	–	–	555	593	555	593
Over time	80,781	84,867	1,216	1,225	1,342	1,839	83,339	87,931
	80,781	84,867	1,216	1,225	1,897	2,432	83,894	88,524

(b) Judgement and methods used in recognising revenue

Tuition fees and enrichment programme

Tuition fees and enrichment programme are recognised over the duration of the course on a straight-line basis.

Estimating average student life for registration fees recognition over time

Registration fees are recognised over 3 years based on past historical data of average student life in the school.

## Overseas Education Limited and Subsidiary Companies

### E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025

#### 6. (Loss)/profit before taxation

##### 6.1 Significant items

	6 months ended 31 Dec 2025 S\$'000	6 months ended 31 Dec 2024 S\$'000	12 months ended 31 Dec 2025 S\$'000	12 months ended 31 Dec 2024 S\$'000
Salaries and bonuses	22,496	21,746	44,046	42,537
Central Provident Fund contributions	1,342	1,228	2,615	2,363
Staff medical insurance	593	487	1,070	887
Other short term benefits	2,574	2,285	4,953	4,762
Recovery of staff rental	(956)	(1,005)	(1,948)	(1,970)
Property tax	1,073	959	2,031	1,917
Gain on disposal of property, plant and equipment	(3)	(2)	(4)	(9)
Write-off of plant & equipment	–	55	–	55
(Write-back)/impairment loss on trade receivables	–	(44)	40	9
Write-off of inventories	21	9	21	9
Directors' fees	293	245	559	490
Teaching materials	374	266	599	534
Transport services	452	574	952	1,128
Fair value loss on derivatives	64	865	1,129	576
Bank charges	507	528	725	720
<hr/>				
Finance costs include:				
Loan interest expense	1,316	1,852	2,914	3,814
Interest expense on lease liabilities	138	150	244	293
Other finance costs	61	44	119	103
	1,515	2,046	3,277	4,210

##### 6.2 Related party transactions

Apart from recurring directors' fees, directors' remuneration and key management personnel and related party remuneration, there are no other material related party transactions.

## Overseas Education Limited and Subsidiary Companies

### E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025

#### 7. Income tax expense

The Group calculates the income tax expense using the tax rate that would be applicable to the expected total earnings for the period/year. The major components of income tax expense in the condensed interim consolidated statement of comprehensive income are:

	<b>6 months ended 31 Dec 2025 S\$'000</b>	<b>6 months ended 31 Dec 2024 S\$'000</b>	<b>12 months ended 31 Dec 2025 S\$'000</b>	<b>12 months ended 31 Dec 2024 S\$'000</b>
<b>Statement of comprehensive income:</b>				
Current income tax:				
- Current period/year income taxation	551	883	1,874	2,765
- Over provision in respect of previous period/year	(72)	(72)	(72)	(72)
	479	811	1,802	2,693
Deferred income tax (Note 16):				
- Origination and reversal of temporary differences	(210)	(296)	(575)	(549)
Income tax expense recognised in the statement of comprehensive income	269	515	1,227	2,144

## Overseas Education Limited and Subsidiary Companies

### E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025

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#### 8. Earnings per share

The basic and diluted earnings per share are calculated by dividing net profit after taxation attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period/year.

The Company did not issue any dilutive potential ordinary shares during the current and previous financial periods/years.

The following table reflects the profit and share data used in the computation of basic and diluted earnings per share for the period/year ended 31 December:

	<b>6 months ended 31 Dec 2025 '000</b>	<b>6 months ended 31 Dec 2024 '000</b>	<b>12 months ended 31 Dec 2025 '000</b>	<b>12 months ended 31 Dec 2024 '000</b>
Net (loss)/profit for the period/year attributable to owners of the Company	(S\$974)	S\$1,015	S\$206	S\$6,269
Weighted average number of ordinary shares for basic and diluted earnings per share computation	415,364	415,364	415,364	415,364
Earnings per share (cents) - Basic and diluted	(0.2)	0.2	0.05	1.5

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Overseas Education Limited and Subsidiary Companies

E. Notes to the condensed interim consolidated financial statements  
For the financial year ended 31 December 2025

9. Property, plant and equipment

Group	Leasehold land S\$'000	School buildings, plant and equipment					Total for school buildings, plant and equipment S\$'000	Total S\$'000
		School buildings S\$'000	School plant and equipment S\$'000	Computers S\$'000	Motor vehicles S\$'000	Library books and media S\$'000		
<b>Cost</b>								
At 1 Jan 2024	37,100	182,788	71,349	5,664	874	3,188	263,863	300,963
Additions	–	–	534	445	200	101	1,280	1,280
Disposals/write-off	–	–	(485)	(1,078)	(90)	(29)	(1,682)	(1,682)
At 31 Dec 2024 and 1 Jan 2025	37,100	182,788	71,398	5,031	984	3,260	263,461	300,561
Additions	–	–	197	189	158	105	649	649
Disposals/write-off	–	–	(1,093)	(636)	(68)	(2,129)	(3,926)	(3,926)
At 31 Dec 2025	37,100	182,788	70,502	4,584	1,074	1,236	260,184	297,284
<b>Accumulated depreciation</b>								
At 1 Jan 2024	12,985	31,074	34,038	4,420	323	2,853	72,708	85,693
Charge for the year	1,237	3,656	3,269	442	205	115	7,687	8,924
Disposals/write-off	–	–	(441)	(1,066)	(75)	(29)	(1,611)	(1,611)
At 31 Dec 2024 and 1 Jan 2025	14,222	34,730	36,866	3,796	453	2,939	78,784	93,006
Charge for the year	1,236	3,655	2,817	345	198	111	7,126	8,362
Disposals/write-off	–	–	(1,071)	(634)	(56)	(2,128)	(3,889)	(3,889)
At 31 Dec 2025	15,458	38,385	38,612	3,507	595	922	82,021	97,479
<b>Net carrying values</b>								
At 31 Dec 2025	21,642	144,403	31,890	1,077	479	314	178,163	199,805
At 31 Dec 2024	22,878	148,058	34,532	1,235	531	321	184,677	207,555

Depreciation expense in the condensed consolidated statement of comprehensive income comprises S\$8,362,000 (31 Dec 2024: S\$8,924,000) of depreciation of property, plant and equipment and S\$3,396,000 (31 Dec 2024: S\$3,173,000) of depreciation of right-of-use assets. During the year, an amount of S\$1,948,000 (31 Dec 2024: S\$1,970,000) related to the recovery of staff rental has been offset against the depreciation of right-of-use assets. For the condensed consolidated statement of cash flows, the depreciation expense comprises S\$8,362,000 (31 Dec 2024: S\$8,924,000) of depreciation of property, plant and equipment and S\$5,344,000 (31 Dec 2024: S\$5,143,000) of depreciation of right-of-use assets.

Overseas Education Limited and Subsidiary Companies

E. Notes to the condensed interim consolidated financial statements  
For the financial year ended 31 December 2025

9. Property, plant and equipment (cont'd)

Company	Motor vehicles S\$'000	Computers S\$'000	Total S\$'000
<b>Cost</b>			
At 1 Jan 2024	155	–	155
Additions	87	–	87
Disposal/write-off	(76)	–	(76)
<hr/>			
At 31 Dec 2024 and 1 Jan 2025 and 31 Dec 2025	166	–	166
<hr/>			
<b>Accumulated depreciation</b>			
At 1 Jan 2024	67	–	67
Charge for the year	34	–	34
Disposal/write-off	(61)	–	(61)
<hr/>			
At 31 Dec 2024 and 1 Jan 2025	40	–	40
Charge for the year	42	–	42
<hr/>			
At 31 Dec 2025	82	–	82
<hr/>			
<b>Net carrying values</b>			
At 31 Dec 2025	84	–	84
<hr/> <hr/>			
At 31 Dec 2024	126	–	126
<hr/> <hr/>			

10. Derivatives

	Group			
	31 Dec 2025		31 Dec 2024	
	Notional amount S\$'000	Liability S\$'000	Notional amount S\$'000	Asset S\$'000
<b>Interest rate swaps</b>	46,251	(295)	49,918	834
- Current		(30)		85
- Non-current		(265)		749
		(295)		834
		<hr/> <hr/>		<hr/> <hr/>

**Overseas Education Limited and Subsidiary Companies**

**E. Notes to the condensed interim consolidated financial statements  
For the financial year ended 31 December 2025**

**10. Derivatives (cont'd)**

In 2022, the Group entered into interest rate swaps with a financial institution with notional amount of S\$60,000,000 to partially hedge its exposure to interest rate risk on its variable rate borrowings from the same financial institution. The interest rate swaps entitle the Group to receive, on a quarterly basis, floating interest equal to prevailing SORA and pay a fixed rate of interest at rates ranging from 1.74% to 1.86% (2023: 1.74% to 1.86%) per annum. The interest rate swaps mature on 16 February 2027.

The carrying value of the derivatives approximates their fair values at 31 December 2025 and 31 December 2024 based on the methods and assumptions used to estimate their fair values as set out in Note 21. The Group does not apply hedge accounting and records interest rate swaps at fair value with changes in value recorded in profit or loss.

**11. Trade receivables**

	<b>Group</b>	
	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
	S\$'000	S\$'000
Trade receivables	1,121	1,123
Less: Allowance for expected credit losses	(101)	(142)
	1,020	981
Total financial assets carried at amortised cost	1,020	981

Trade receivables are non-interest bearing. Trade receivables relating to tuition fees are due one month before semester commences while other trade receivables are generally due immediately. They are recognised at their original invoice amounts which represent their fair values on initial recognition. All trade receivables are denominated in Singapore Dollars.

	<b>Group</b>	
	<b>31 Dec 2025</b>	<b>31 Dec 2024</b>
	S\$'000	S\$'000
<u>Expected credit losses</u>		
Movements in allowance for impairment:		
At beginning of the year	142	161
Charge for the year	57	24
Write-off during the year	(81)	(28)
Write-back during the year	(17)	(15)
	101	142
At end of the year	101	142

Trade receivables that are individually determined to be impaired at the end of the reporting year relate to debtors that are in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancements.

## Overseas Education Limited and Subsidiary Companies

### E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025

#### 12. Amount due from subsidiary

As at 31 December 2025, the amount due from subsidiary of S\$3,000,000 (31 December 2024: S\$4,000,000) pertained to financial year 2025 interim dividend declared by the subsidiary and received in January 2026 (2024: financial year 2024 interim dividend fully received in 2025).

#### 13. Cash and cash equivalents

Cash and cash equivalents included in the statement of cash flows comprise the following balance sheet amounts:

	Group		Company	
	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000
Cash at bank	8,122	18,939	495	458
Fixed deposits	40,490	35,044	5,031	4,800
Less: Other long term asset	(334)	(334)	–	–
Cash and cash equivalents	48,278	53,649	5,526	5,258

Cash at bank earns interest at floating rates based on daily bank deposit rates. Fixed deposits at 31 December 2025 earned interest rates ranging from 0.72% - 1.00% per annum (31 December 2024: 2.00% - 2.47% per annum) and matures within 6 months (31 December 2024: 3 months).

Included in cash at bank is an amount of S\$334,000 (31 December 2024: S\$334,000) placed with a bank to secure a banker's guarantee issued to a government authority for a proposed road widening project beside the school campus. The project is currently on-hold. This amount is expected to be placed with the bank for a duration of more than one year.

#### 14. Fees received in advance

Fees received in advance (current) refer to both registration fees and tuition fees billed and received for the new semester. Fees received in advance (non-current) refer to the registration fees received and to be recognised over the estimated average student life in the school.

Information about fees received in advance is disclosed as follows:

	Group	
	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000
Current – Tuition fee and registration fee	30,443	32,047
Non-current (1 to 3 years) – Registration fee	590	505
	31,033	32,552

Fees received in advance are recognised as revenue as the Group fulfils its performance obligation under the contracts.

Overseas Education Limited and Subsidiary Companies

E. Notes to the condensed interim consolidated financial statements  
For the financial year ended 31 December 2025

15. Borrowings

	Group		Company	
	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000
<b>Current liabilities:</b>				
Borrowings				
- Bank loan	6,160	6,160	–	–
- Interest payable	465	864	–	–
Less: Facility fee	(118)	(118)	–	–
	6,507	6,906	–	–
<b>Non-current liabilities:</b>				
Borrowings				
- Bank loan	71,550	77,710	–	–
Less: Facility fee	(265)	(383)	–	–
	71,285	77,327	–	–
Total borrowings	77,792	84,233	–	–
	<b>6 months ended 31 Dec 2025 S\$'000</b>	<b>6 months ended 31 Dec 2024 S\$'000</b>	<b>12 months ended 31 Dec 2025 S\$'000</b>	<b>12 months ended 31 Dec 2024 S\$'000</b>
<b>Finance costs</b>				
Loan interest expense	1,316	1,852	2,914	3,814

On 16 April 2019, the Group entered into a 10-year bank term loan agreement of S\$117,750,000 with maturity on 15 April 2029 to fully redeem the outstanding Company's bonds. The loan is unsecured, payable in quarterly instalments of S\$1,540,000, with a final payment of outstanding loan balance upon maturity. The loan bears interest at average rates ranging from 3.1% to 4.9% (31 December 2024: 5.4% to 5.6%) per annum during the year. Any amount of the loan outstanding at the end of the 10-year term is subject to further refinancing. Loan interest expense is computed based on the effective interest method.

## Overseas Education Limited and Subsidiary Companies

### E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025

#### 16. Deferred tax liabilities

Deferred tax as at closing balance relates to the following:

	Condensed consolidated Balance sheet		Group Condensed consolidated statement of comprehensive income	
	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000
<b><i>Deferred tax assets</i></b>				
Provisions, unabsorbed capital allowances, and unearned registration fees	(272)	(284)	12	69
<b><i>Deferred tax liabilities</i></b>				
Differences in depreciation and amortisation for tax purposes	5,105	5,692	(587)	(618)
Deferred tax liabilities (net)	4,833	5,408	(575)	(549)

#### 17. Share capital

	Number of shares '000	Group and Company	
		31 Dec 2025 S\$'000	Number of shares '000 31 Dec 2024 S\$'000
At 1 Jan and closing balance	415,364	99,253	415,364 99,253

The Company did not hold any treasury shares and outstanding convertibles as at 31 December 2025 and 31 December 2024. The Company's subsidiaries do not hold any shares in the Company as at 31 December 2025 and 31 December 2024.

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restriction. The ordinary shares have no par value.

## Overseas Education Limited and Subsidiary Companies

### E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025

#### 18. Other reserves

	Group	
	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000
Merger reserve	(26,171)	(26,171)
Foreign currency translation reserve	1	1
	<hr/>	<hr/>
At closing balance	(26,170)	(26,170)
	<hr/> <hr/>	<hr/> <hr/>

Merger reserve represents the difference between the consideration paid by the Company and the share capital of the subsidiaries acquired under common control during the year ended 31 December 2011, following the application of the pooling of interest method. This reserve will remain until the subsidiaries are disposed.

#### 19. Dividends

	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000
Paid during the financial year		
- Final exempt (one-tier) dividend for 2024 S\$0.012 (2023: S\$0.013) per share	4,984	5,400
	<hr/> <hr/>	<hr/> <hr/>

#### 20. Commitments

##### *Capital commitments*

Capital expenditure contracted for as at the end of the reporting year but not recognised in the financial statements is as follows:

	Group		Company	
	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000	31 Dec 2025 S\$'000	31 Dec 2024 S\$'000
Capital commitments in respect of construction of property, plant and equipment	91	-	-	-
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**21. Fair value of financial instruments**

***Fair values***

The fair value of a financial instrument is the amount at which the instrument could be exchanged or settled between knowledgeable and willing parties in an arm's length transaction, other than in a forced or liquidation sale.

Management has determined that the carrying amounts of cash and cash equivalents, trade and other receivables, trade and other payables, and bank borrowings reasonably approximate their fair values because these are mostly short term nature or that they are floating rate instruments that are re-priced to market interest rates on or near the end of the reporting year.

The fair values of the non-current deposits, staff housing deposits and other long term asset approximate their carrying values and are estimated using the discounted estimated cash flow analysis. Where repayment terms are not fixed, future cash flows are projected based on management's best estimates. The discount rates used are the current market incremental lending rates for similar types of lending and borrowing arrangements.

**A. Fair value hierarchy**

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities
- 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.

## Overseas Education Limited and Subsidiary Companies

### E. Notes to the condensed interim consolidated financial statements For the financial year ended 31 December 2025

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#### 21. Fair value of financial instruments (cont'd)

##### B. Assets measured at fair value

Group	Note	Significant observable inputs other than quoted prices (Level 2) S\$'000	Total S\$'000
<b>31 Dec 2025</b>			
<b>Financial liability:</b>			
Derivatives			
- Interest rate swaps	10	(295)	(295)
<b>31 Dec 2024</b>			
<b>Financial asset:</b>			
Derivatives			
- Interest rate swaps	10	834	834

##### Methods and assumptions used to determine fair values

Interest rate swaps are valued using a valuation technique with market observable inputs, primarily forward rate curve and discount rate curve. The most frequently applied valuation technique includes swap models, using present value calculations.

#### 22. Subsequent events

The Company proposed a final exempt (one-tier) dividend of \$0.007 per share for the financial year ended 31 December 2025, subject to shareholders' approval at the Annual General Meeting. These interim financial statements do not reflect this dividend, which will be accounted for in the next financial period ended 30 June 2026.

## Overseas Education Limited and Subsidiary Companies

### F. Other information required by Listing Rule Appendix 7.2

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1. Whether the figures have been audited or reviewed and in accordance with which audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed by the Company's auditors.

2. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter).

Not applicable.

3. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: (a) updates on the efforts taken to resolve each outstanding audit issue; (b) confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and computation methods used in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 December 2024, except for the adoption of the new and revised Singapore Financial Reporting Standards (International) (SFRS(I)) which became effective for the financial year beginning on or after 1 January 2025.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The adoption of the new and revised accounting standards referred to in preceding paragraph 4 did not give rise to any significant changes to the financial performance or position of the Group.

6. Net asset value (for the issuer and Group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the (a) current financial year reported on; and (b) immediately preceding financial year.

	<b>Group</b>		<b>Company</b>	
	<b>As at 31 Dec 2025 cents</b>	<b>As at 31 Dec 2024 cents</b>	<b>As at 31 Dec 2025 cents</b>	<b>As at 31 Dec 2024 cents</b>
Net asset value per ordinary share based on issued share capital at the end of the year reported on	32.1	33.3	26.4	26.5

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## Overseas Education Limited and Subsidiary Companies

### F. Other information required by Listing Rule Appendix 7.2

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7. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must discuss any significant factors that affected the turnover, costs and earnings of the Group for the current financial period/year reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period/year reported on.

#### Review of performance

##### Review of Income statement

The Group recorded a revenue of \$40.74 million for the second half year ended 31 December 2025 (H2 2025) compared to \$42.98 million for the corresponding period ended 31 December 2024 (H2 2024). For the full year ended 31 December 2025 (FY 2025), total revenue was \$83.89 million compared to \$88.52 million for the last financial year (FY 2024).

Details of revenue lines are as follows:

Tuition fees revenue was lower at \$39.19 million in H2 2025 compared to \$41.09 million in H2 2024 due to the decline in student enrolment in H2 2025. Overall, tuition fees revenue ended lower at \$80.78 million for FY 2025 compared to \$84.87 million for FY 2024 due to lower than expected new student enrolment for FY 2025. The current operating environment for student enrolment remained challenging due to heightened competition from other foreign system schools targeting the same pool of prospective students.

Registration fees revenue was \$0.66 million in H2 2025 compared to \$0.61 million in H2 2024. For FY 2025, registration fees revenue at \$1.22 million was comparable to FY 2024. Registration fees were recognised over the average student life in the school (Note 14 of the Condensed Interim Consolidated Financial Statements).

School shop revenue was \$0.39 million in H2 2025 compared to \$0.40 million in H2 2024. School shop revenue was \$0.54 million in FY 2025 compared to \$0.56 million in FY 2024.

Enrichment programme revenue was \$0.33 million in H2 2025 compared to \$0.55 million in H2 2024. Enrichment programme revenue was lower at \$0.89 million in FY 2025 compared to \$1.12 million in FY 2024.

Interest income was \$0.16 million in H2 2025 compared to \$0.31 million in H2 2024. Interest income was lower at \$0.45 million in FY 2025 compared to \$0.72 million in FY 2024 due to lower prevailing interest rates in FY 2025.

Other income was at \$0.01 million in H2 2025 and \$0.02 million in FY 2025 compared to \$0.02 million in H2 2024 and \$0.03 million in FY 2024.

Total expenses before depreciation and amortisation were higher at \$35.54 million in H2 2025 compared to \$34.29 million in H2 2024. For FY 2025, total expenses before depreciation and amortisation were also higher at \$69.19 million compared to \$67.05 million in FY 2024.

Details of expenses are as follows:

Personnel expenses were \$27.00 million in H2 2025 and \$52.68 million in FY 2025, compared to \$25.75 million in H2 2024 and \$50.55 million in FY 2024. The higher personnel expenses in FY 2025 were mainly due to the requirement for additional academic staff to support new school initiatives.

School shop costs were \$0.27 million in H2 2025 compared to \$0.29 million in H2 2024. School shop costs were \$0.36 million in FY 2025 compared to \$0.38 million in FY 2024.

## Overseas Education Limited and Subsidiary Companies

### F. Other information required by Listing Rule Appendix 7.2

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#### Review of performance (cont'd)

#### Review of Income statement (cont'd)

Enrichment programme costs at \$0.39 million in H2 2025 were comparable to H2 2024. Enrichment programme costs at \$0.78 million in FY 2025 were also comparable to FY 2024.

Utilities expenses were \$0.63 million in H2 2025 compared to \$0.66 million in H2 2024. Utilities expenses were \$1.26 million in FY 2025 compared to \$1.35 million in FY 2024 due to lower average tariff in FY 2025. The Group is partially using solar renewable energy as its source of electricity for the school campus.

Upkeep and maintenance expenses were \$1.08 million in H2 2025 compared to 1.02 million in H2 2024. Upkeep and maintenance expenses were \$2.17 million in FY 2025 compared to \$1.84 million in FY 2024.

Finance costs were lower at \$1.52 million in H2 2025 compared to 2.05 million in H2 2024. Finance costs were also lower at \$3.28 million in FY 2025 compared to \$4.21 million in FY 2024 due to reducing outstanding bank borrowings at lower prevailing interest rates in FY 2025.

Other operating expenses were \$4.66 million in H2 2025 and \$8.66 million in FY 2025, compared to \$4.16 million in H2 2024 and \$7.95 million in FY 2024. The higher other operating expenses in H2 2025 and FY 2025 were mainly due to increase in insurance, property tax expenses, and other general costs inflation.

Depreciation and amortisation expenses were \$5.85 million in H2 2025 compared to \$6.29 million in H2 2024. Depreciation and amortisation expenses were \$12.14 million in FY 2025 compared to \$12.49 million in FY 2024.

The Group recorded a \$0.06 million and \$1.13 million fair value loss in H2 2025 and FY 2025, compared to fair value loss of \$0.86 million and \$0.58 million in H2 2024 and FY2024 respectively. The fair value loss arose from fair value changes of the interest-rate-swap contracts that the Group entered to hedge against rising interest rates on bank borrowings. More information is provided in Note 10 of the Condensed Interim Consolidated Financial Statements.

The Group recorded a loss before taxation of \$0.71 million in H2 2025 compared to profit of \$1.53 million in H2 2024. Profit before taxation for FY 2025 was \$1.43 million compared to \$8.41 million in FY 2024.

Income tax expense for H2 2025 and FY 2025 were \$0.27 million and \$1.23 million respectively. The H2 2025 and FY 2025 income tax expense comprised mainly the provision for current tax of \$0.48 million and \$1.80 million respectively. The reversal of net deferred tax for H2 2025 and FY 2025 were \$0.21 million and \$0.58 million respectively. The income tax expense in H2 2024 and FY 2024 were \$0.52 million and \$2.14 million respectively.

Net loss after taxation in H2 2025 was \$0.98 million compared to net profit of \$1.01 million in H2 2024. Net profit after taxation for FY 2025 was \$0.21 million compared to \$6.27 million for FY 2024.

## Overseas Education Limited and Subsidiary Companies

### F. Other information required by Listing Rule Appendix 7.2

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#### Review of Balance Sheet as at 31 December 2025

Total property, plant and equipment and right-of-use assets at 31 December 2025 amounted to \$206.32 million compared to \$212.12 million at 31 December 2024. The decrease of \$5.80 million was due mainly to the depreciation charge for the financial year, offset by the additional right-of-use assets and other plant and equipment of \$7.20 million and \$0.65 million respectively during the financial year.

Derivatives liabilities (current and non-current) at 31 December 2025 was \$0.30 million compared to derivatives assets of \$0.83 million at 31 December 2024. The fair value reversal and movement arose from fair value changes of the interest-rate-swap contracts that the Group entered to hedge against rising interest rates on bank borrowings. More information is provided in Note 10 of the Condensed Interim Consolidated Financial Statements.

Inventories of school uniforms, books and stationery for sale at the school shop were \$0.44 million at 31 December 2025 compared to \$0.50 million at 31 December 2024.

Trade receivables comprised amounts attributable to tuition fees, registration fees, school shop revenue and other revenue. Trade receivables of \$1.02 million at 31 December 2025 were higher compared to \$0.98 million at 31 December 2024 due mainly to the timing of collection of the receivables for the reporting year.

Other receivables and deposits at 31 December 2025 were \$0.25 million compared to \$0.57 million at 31 December 2024.

Prepayments at 31 December 2025 were \$2.01 million compared to \$1.74 million at 31 December 2024.

The Group's cash and cash equivalents amounted to \$48.28 million at 31 December 2025 and \$53.65 million at 31 December 2024. The decrease was due to cash movements (cash generated or cash used) in operating, investing and financing activities as explained in the Review of Group cash flow below.

Trade and other payables and liabilities were higher at \$1.52 million at 31 December 2025 compared to \$1.33 million at 31 December 2024 due mainly to timing of payments of operating expenses.

Total fees received in advance (current and non-current) was \$31.03 million at 31 December 2025 and \$32.55 million at 31 December 2024. The total fees received in advance at 31 December 2025 and 31 December 2024 comprised tuition fees collected before the commencement of the next semester in January, and registration fees collected upon enrolment.

Lease liabilities (current and non-current) were \$6.64 million at 31 December 2025 compared to \$4.66 million at 31 December 2024. The variation in the lease liabilities was due to the expiration and renewal of the lease contracts for teachers' accommodation.

Borrowings - Bank Loan (current and non-current) was \$77.79 million at 31 December 2025 compared to \$84.23 million at 31 December 2024. The Group paid the quarterly instalment of \$1.54 million each in January, April, July and October 2025. More information on the bank loan facility is disclosed in Note 15 in the Condensed Interim Consolidated Financial Statements.

Goods and Services Tax payable of \$3.25 million and \$3.45 million at 31 December 2025 and 31 December 2024 respectively arose mainly from the billing of next semester's tuition fees.

## Overseas Education Limited and Subsidiary Companies

### F. Other information required by Listing Rule Appendix 7.2

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#### Review of Balance Sheet (cont'd)

Deferred tax liabilities amounted to \$4.83 million at 31 December 2025 compared to \$5.41 million at 31 December 2024. The net deferred tax liabilities arose from the tax effect on temporary differences between the net book value and the tax-written-down-value of qualifying assets.

#### Review of Group cash flow for the full year ended 31 December 2025

The net cash generated from operating activities in FY 2025 was \$15.49 million, which consisted of cash inflow from operating activities before working capital changes of \$19.47 million, net working capital outflow of \$1.74 million and interest received of \$0.45 million and income tax paid of \$2.69 million.

The net cash used in investing activities of \$1.04 million was for the capital expenditure in the normal course of business.

The net cash used in financing activities of \$19.83 million comprised lease payments of \$5.31 million, lease interest paid of \$0.25 million, payment of bank loan interest of \$3.13 million, bank loan repayment of \$6.16 million and dividends payment of \$4.98 million during the reporting period.

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

Not applicable.

9. 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 reporting period and the next 12 months.

The Group notes that global economic environment and risks remain uncertain and volatile. Geopolitical tensions continue to be elevated, while the rapid advancement of artificial intelligence is driving significant job displacement worldwide.

Under these circumstances, the Group expects the operating landscape for foreign system schools to remain challenging and highly competitive.

The prolonged effects of global economic disruption have impacted student enrolment and revenue. Despite these headwinds, the Group remains committed to investing in its education services, teaching professionals and staff to uphold academic excellence and long term value.

In the coming year, the Group will refresh its service offerings through the expansion of competitive sports and enrichment programmes, while strengthening engagement with the Parents' Association to enhance outreach and support student enrolment.

In parallel, the Group continues to adopt a prudent and disciplined approach to cost management and operating expenditure to safeguard financial resilience.

## Overseas Education Limited and Subsidiary Companies

### F. Other information required by Listing Rule Appendix 7.2

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#### 10. Dividend

##### (a) Current financial period reported on

There is no FY 2025 interim dividend paid in the current financial year.

The Group continues to ensure that the Company's dividend policy remains sustainable whilst maintaining an equitable balance between return to shareholders and prudent capital management to support its operations.

The final dividend declared for the current financial year FY 2025 is as follows:

Name of dividend	FY 2025 Final Dividend (proposed)
Dividend type	Cash
Dividend rate	S\$0.007 per share
Tax rate	Tax-exempt (one-tier)

##### Date Payable

The proposed FY 2025 Final Dividend shall be payable on 22 May 2026.

##### Record date

Registrable transfers received by the Company's Registrar, B.A.C.S. Private Limited, of 77 Robinson Road, #06-03 Robinson 77, Singapore 068896 up to 5.00 p.m. on 11 May 2026 will be registered before entitlements to the FY 2025 Final Dividend are determined.

Notice is hereby given that the share registers will be closed on 12 May 2026 for the preparation of dividend warrants.

##### (b) Corresponding period of the immediately preceding financial year

Name of dividend	FY 2024 Final Dividend (proposed)
Dividend type	Cash
Dividend rate	S\$0.012 per share
Tax rate	Tax-exempt (one-tier)
Date paid	9 May 2025

The total annual dividends paid in the financial year ended 31 December 2025 and 31 December 2024 were as follows:

	<b>31 Dec 2025</b> <b>S\$'000</b>	<b>31 Dec 2024</b> <b>S\$'000</b>
Final exempt (one-tier) dividend for previous financial year FY 2024: S\$0.012 per share (FY 2023: S\$0.013 per share)	4,984	5,400

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11. If the Group has obtained a general mandate from the shareholders for Interested Person Transactions (IPT), the aggregate value of such transactions as required under Rule 920(1) (a) (ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not obtained a general mandate from shareholders for IPTs.

## Overseas Education Limited and Subsidiary Companies

### F. Other information required by Listing Rule Appendix 7.2

12. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (13).

Name	Age	Family relationship with any director and/or chief executive officer and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Ms. Chee Jingying, Joyce	41	Daughter of Chief Executive Officer and Executive Director, Ms. Wong Lok Hiong	Admissions Director since 1 August 2022 in Overseas Family School Limited.  Overall responsibility and leadership for the Admissions Department.	N.A.

13. Disclosure of the status on the use of proceeds raised from IPO.

The Company raised net proceeds of S\$68,033,985 (after deducting IPO expenses of S\$3,966,015) from its IPO on 7 February 2013. The amount utilised as at the date of this report is as follows:

	S\$
Total amount utilised for the building of a new school campus	65,635,545
Balance proceeds	2,398,440

It is intended that the balance S\$2,398,440 of the IPO Proceeds also be used wholly towards the future capital expenditure for the school campus at 81 Pasir Ris Heights.

14. Disclosure of confirmation of undertakings from Directors and Executive Officers pursuant to Rule 720(1) of the Listing Manual.

The Company has procured undertakings in the format set out in Appendix 7.7 from all its directors and executive officers under Rule 720(1) of the Listing Manual.

**Overseas Education Limited and Subsidiary Companies**

**F. Other information required by Listing Rule Appendix 7.2**

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15. Disclosures on acquisition and realisation of shares pursuant to Rule 706A of the Listing Manual.

There were no acquisitions or realisation of shares in any of the Group's subsidiary nor incorporation of any new subsidiary or associated company by the Company or any of the Group's entities during FY 2025.

BY ORDER OF THE BOARD

Tan Swee Gek  
Company Secretary

23 February 2026