PROGEN HOLDINGS LTD

Unaudited Condensed Interim Financial Statements for the Six Months Ended 30 June 2026

TABLE OF CONTENT

A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Group		
	Half year ended 30 June 2026 (Unaudited) $'000	Half year ended 30 June 2025 (Unaudited) $'000	Change %
Revenue			
Products and installation	6,297	1,470	328.4%
Servicing and maintenance	170	183	(7.1%)
Rental income	389	385	1.0%
Total revenue	6,856	2,038	236.4%
Other items of income			
Interest income	42	113	(62.8%)
Other income	38	39	(2.6%)
Total other items of income	80	152	(47.4%)
Cost and expenses			
Cost of products and installation	(4,682)	(987)	374.4%
Property operating expenses	(111)	(118)	(5.9%)
Salaries and employee benefits	(1,086)	(1,043)	4.1%
Depreciation expense	(412)	(413)	(0.2%)
Other expenses	(326)	(357)	(8.7%)
Share of loss of an associated company	(3)	(10)	(70.0%)
Finance cost	(31)	(32)	(3.1%)
Total cost and expenses	(6,651)	(2,960)	124.7%
Profit/(loss) before tax	285	(770)	N/M
Income tax credit	–	–	N/M
Profit/(loss), net of tax, attributable to equity holders of the Company	285	(770)	N/M
Other comprehensive income			
Foreign currency translation	3	(3)	N/M
Total comprehensive income attributable to equity holders of the Company	288	(773)	N/M
Profit/(loss) per share (cents per share)			
Basic	0.073	(0.197)	
Diluted	0.073	(0.197)	

N/M: Not meaningful

B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	As at 30 Jun 2026 (Unaudited)	As at 31 Dec 2025 (Audited)	As at 30 Jun 2026 (Unaudited)	As at 31 Dec 2025 (Audited)
	$'000	$'000	$'000	$'000
Non-current assets				
Property, plant and equipment	16,659	16,998	27	29
Right-of-use asset	1,755	1,776	283	351
Fixed deposits	2,000	2,000	–	–
Investment in subsidiaries	–	–	8,987	8,987
Investment in an associated company	45	208	–	–
Investment securities	319	350	–	–
Amount due from subsidiary	–	–	23,368	23,496
Deferred tax asset	33	33	–	–
	20,811	21,365	32,665	32,863
Current assets				
Cash and cash equivalents	3,316	619	170	71
Fixed deposits	6,000	7,250	–	–
Trade receivables	1,167	949	–	–
Contract assets	2,065	510	–	–
Prepayments	173	68	7	6
Deposits	26	39	5	5
Other receivables	27	117	–	–
Investment securities	166	116	–	–
Amounts due from subsidiaries	–	–	981	910
Inventories	152	136	–	–
	13,092	9,804	1,163	992
Current liabilities				
Trade payables	(2,918)	(391)	(40)	(40)
Deferred revenue	(68)	(75)	–	–
Other payables	(3,853)	(3,630)	(1,043)	(1,082)
Contract liabilities	(28)	(304)	–	–
Income tax payable	(5)	(5)	(5)	(5)
Amounts due to subsidiaries	–	–	(362)	(202)
Lease liabilities	(43)	(42)	(143)	(140)
	(6,915)	(4,447)	(1,593)	(1,469)
Net current assets/(liabilities)	6,177	5,357	(430)	(477)
Non-current liabilities				
Lease liabilities	(1,712)	(1,734)	(160)	(232)
Net assets	25,276	24,988	32,075	32,154
Equity attributable to equity holders of the Company				
Share capital	32,390	32,390	32,390	32,390
Foreign currency translation reserve	1	(2)	–	–
Accumulated losses	(7,115)	(7,400)	(315)	(236)
Total equity	25,276	24,988	32,075	32,154

C. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Half year ended 30 June 2026 (Unaudited) $'000	Half year ended 30 June 2025 (Unaudited) $'000
Operating activities		
Profit/(loss) before income tax	285	(770)
Adjustments for:		
Interest income	(42)	(113)
Finance costs	31	32
Depreciation of property, plant and equipment	391	393
Depreciation of right-of-use asset	21	20
Dividend income	(5)	(5)
Fair value gain on investment securities	(19)	(19)
Property, plant and equipment written off	–	1
Currency realignment	3	(3)
Share of results of an associated company	3	10
Operating cash flows before changes in working capital	668	(454)
Changes in working capital:		
Trade and other receivables	(128)	304
Contract assets	(1,555)	14
Prepayments and deposits	(92)	(8)
Inventories	(16)	(4)
Trade payables	2,527	(244)
Deferred revenue	(7)	(7)
Other payables	223	(430)
Contract liabilities	(276)	258
Cash flows generated from/(used in) operations	1,344	(571)
Interest received	42	113
Net cash flows generated from/(used in) operating activities	1,386	(458)
Investing activities		
Purchase of property, plant and equipment	(52)	(5)
Dividends received on investment securities	5	5
Return on capital from associated company	160	–
Investment in debt instruments	–	(56)
Net cash flows generated from/(used in) investing activities	113	(56)
Financing activity		
Payment of lease liabilities	(52)	(52)
Net cash flows used in financing activity	(52)	(52)
Net increase/(decrease) in cash and cash equivalents	1,447	(566)
Cash and cash equivalents at 1 January	7,869	8,206
Cash and cash equivalents at 30 June	9,316	7,640

D. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

	Attributable to equity holders of the Company			
	Share capital	Foreign currency translation reserve	Accumulated losses	Total equity
	$'000	$'000	$'000	$'000
Group				
2026				
As at 1 January	32,390	(2)	(7,400)	24,988
Profit net of tax	–	–	285	285
Other comprehensive income	–	3	–	3
Total comprehensive income for the period	–	3	285	288
At 30 June	32,390	1	(7,115)	25,276
2025				
As at 1 January	32,390	(23)	(6,707)	25,660
Loss net of tax	–	–	(770)	(770)
Other comprehensive income	–	(3)	–	(3)
Total comprehensive income for the period	–	(3)	(770)	(773)
At 30 June	32,390	(26)	(7,477)	24,887

	Attributable to equity holders of the Company		
	Share capital	Accumulated losses	Total equity
	$'000	$'000	$'000
Company			
2025			
At 1 January	32,390	(236)	32,154
Loss net of tax	–	(79)	(79)
Total comprehensive income for the period	–	(79)	(79)
At 30 June	32,390	(315)	32,075
2025			
At 1 January	32,390	(137)	32,253
Loss net of tax	–	(57)	(57)
Total comprehensive income for the period	–	(57)	(57)
At 30 June	32,390	(194)	32,196

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

E.1 Corporate information

Progen Holdings Ltd (the "Company", and together with its subsidiaries, the "Group") is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The registered office and principal place of business of the Company is located at 28 Riverside Road, #04-01, Singapore 739085.

The principal activity of the Company is that of investment holding. The principal activities of the subsidiaries are trading, contracting, servicing and maintenance of air-conditioning and mechanical ventilation systems and rental of building space. The principal activity of the associated company is property development.

E.2.1 Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2026 have been prepared in accordance with Singapore Financial Reporting Standard (International) SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Committee. 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 annual financial statements for the year ended 31 December 2025.

The accounting policies and method of computation adopted are consistent with those of the previous financial year except that in the current financial period, the Group has adopted all the new and amended standards which are relevant to the Group and are effective for annual financial periods beginning on or after 1 January 2026. The adoption of these standards did not have any material effect on the financial performance or position of the Group.

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, except when otherwise indicated.

As at 30 June 2026, the condensed interim financial statements of the Company have been prepared on a going concern basis, notwithstanding that the Company was in a net current liabilities position of $430,000. The subsidiaries of the Company maintain adequate cash and retained earnings and the Company has the right to call upon dividends from the subsidiaries.

E.2.2 New and amended standards adopted by the Group

The Group has adopted the new and revised SFRS(I)s and SFRS(I) Interpretations and amendments to SFRS(I)s that are mandatory for application from 1 January 2026. The adoption of these amendments to SFRS(I)s did not result in material changes to the Group's accounting policies and has no material effect on the amounts reported for the current and prior financial periods.

E.2.3 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 revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of the reporting period. Actual results may differ from these estimates. 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.

a) Judgement made in applying accounting policies

In the process of applying the accounting policies, management has made the following judgements, apart from those involving estimations, which has the most significant effect on the amounts recognised in the financial statements:

Valuation of unquoted debt instrument

The Group's investments in unquoted debt instrument are stated at fair value through profit or loss. Fair values are determined by independent external appraisers using recognised valuation techniques. The appropriateness of the valuation methodologies and assumptions adopted are reviewed by management along with the appropriateness and reliability of the inputs used in the valuations.

E.2.3 Use of judgements and estimates (cont'd)

b) Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Group based its assumptions and estimates on parameters available when the condensed interim financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

Revenue from construction contracts

The Group recognises contract revenue by reference to the stage of completion of the contract activity at the end of each reporting period, when the outcome of a construction contract can be estimated reliably. The stage of completion is measured by reference to the proportion that contract costs incurred for work performed to date bear to the estimated total contract costs. Significant assumptions are required to estimate the total contract costs and the recoverable variation works that will affect the stage of completion and revenue recognised. The estimates are made based on past experience and knowledge of the project engineers.

E.3 Seasonal operations

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

E.4 Segment information

For management purposes, the Group is organised into business units based on their products and services, and has four reportable operating segments as follows:

I. The products and installation segment relates to contracting of engineering works, cooling towers, air-conditioning and mechanical ventilation systems.
II. The servicing and maintenance segment relates to servicing and repairing of air-conditioners, cooling towers and other cooling equipment.
III. The rental segment relates to the leasing of leasehold building and office space.
IV. The property development segment relates to the business of developing and selling of residential properties undertaken by the associated company.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements.

Segment revenue, expenses and results incurred are transferred between business segments. Those transfers are eliminated on consolidation.

Transfer prices between operating segments are set on an arm's length basis in a manner similar to transactions with third parties.

As the Group operates substantially in Singapore, no segment information by geographical segment is presented.

E.4 Segment information (cont'd)

The following table presents revenue and results information regarding the Group's business segments for the six months ended 30 June 2026 and 30 June 2025:

Business segments	Products and installation	Servicing and maintenance	Rental	Property development	Others	Eliminations/ Adjustments	Group
	$'000	$'000	$'000	$'000	$'000	$'000	$'000
1 Jan to 30 Jun 2026							
Segment revenue							
Sales to external customers	6,297	170	389	–	–	–	6,856
Intersegment sales	46	–	76	–	–	(122)	–
Total revenue							6,856
Segment results							
Interest income	39	1	2	–	–	–	42
Other income	29	3	2	–	4	–	38
Depreciation	(381)	(1)	(95)	–	(3)	68	(412)
Other non-cash expenses	(32)	–	(2)	–	–	–	(34)
Segment profit before tax	107	31	251	–	(35)	(69)	285
Income tax credit							–
Profit, net of tax							285
Segment assets and liabilities							
Segment assets	13,711	352	19,560	–	280	–	33,903
Segment liabilities	5,253	88	2,126	1	1,160	(1)	8,627
1 Jan to 30 Jun 2025							
Segment revenue							
Sales to external customers	1,470	183	385	–	–	–	2,038
Intersegment sales	52	–	76	–	–	(128)	–
Total revenue							2,038
Segment results							
Interest income	83	2	27	–	1	–	113
Other income	24	4	7	–	4	–	39
Depreciation	(310)	(7)	(160)	–	(4)	68	(413)
Other non-cash expenses	(23)	(1)	(8)	–	–	–	(32)
Segment loss before tax	(662)	(9)	7	–	(39)	(67)	(770)
Income tax credit							–
Loss, net of tax							(770)
Segment assets and liabilities							
Segment assets	6,446	239	23,779	–	479	–	30,943
Segment liabilities	2,476	123	2,396	1	1,061	(1)	6,056

E.5 Disaggregation of revenue

	Products and installation $'000	Servicing and maintenance $'000	Rental $'000	Group $'000
1 Jan to 30 Jun 2026				
Transferred over time	6,139	–	–	6,139
Transferred at a point in time	158	170	389	717
Total revenue	6,297	170	389	6,856
1 Jan to 30 Jun 2025				
Transferred over time	1,267	–	–	1,267
Transferred at a point in time	203	183	385	771
Total revenue	1,470	183	385	2,038

E.6 Financial assets and financial liabilities

The undiscounted financial assets and liabilities of the Group and Company are as follows:

	Group		Company	
	30 Jun 2026 $'000	**31 Dec 2025** $'000	**30 Jun 2026** $'000	**31 Dec 2025** $'000
Financial assets				
Trade receivables	1,114	949	–	–
Other receivables	27	117	–	–
Cash on hand and at banks	3,316	619	170	71
Deposits	26	39	5	5
Investment securities	485	466	–	–
Fixed deposits	8,000	9,250	–	–
Amount due from subsidiaries	–	–	981	910
	12,968	11,440	1,156	986
Financial liabilities				
Trade payables	2,892	339	15	6
Other payables	3,853	3,630	1,043	1,082
Lease liabilities	2,673	2,726	315	391
Amount due to subsidiaries	–	–	362	202
	9,418	6,695	1,735	1,681

E.7 Fair value of assets and liabilities

Fair value is defined as the amount at which the instrument could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced or liquidation sale. Fair values are obtained from quoted market prices, discounted cash flow models and option pricing models as appropriate.

The financial instruments of the Group and Company as at 30 June 2026 and 31 December 2025 by classes are as follows:

	Group		Company	
	30 Jun 2026	31 Dec 2025	30 Jun 2026	31 Dec 2025
	$'000	$'000	$'000	$'000
Debt instruments at amortised cost				
Fixed deposits (non-current)	2,000	2,000	–	–
Cash on hand and at banks	3,316	619	170	71
Fixed deposits (current)	6,000	7,250	–	–
Trade receivables	1,114	949	–	–
Deposits	26	39	5	5
Other receivables	27	117	–	–
Amounts due from subsidiaries (current)	–	–	981	910
	12,483	10,974	1,156	986
Financial assets at fair value through profit or loss				
Investment securities	485	466	–	–
Financial liabilities at amortised cost				
Trade payables	(2,892)	(339)	(15)	(6)
Other payables	(3,853)	(3,630)	(1,043)	(1,082)
Amounts due to subsidiaries	–	–	(362)	(202)
	(6,745)	(3,969)	(1,420)	(1,290)

(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 that the Group can access at the measurement date,
- Level 2 - Inputs other that 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.

Transfers between levels of the fair value hierarchy are deemed to have occurred on the date of the event or change in circumstances that caused the transfers.

E.7 Fair value of assets and liabilities (cont'd)

(b) ***Assets and liabilities measured at fair value***

The following table shows an analysis of each class of assets and liabilities measured at fair value at the end of the reporting period:

Group ($000)	Fair value measurements at the end of the reporting period using: Quoted prices in active markets for identical instruments (Level 1)	Significant observable inputs other than quoted prices (Level 2)	Significant unobservable inputs (Level 3)	Total
Assets measures at fair value				
30 June 2026				
Financial assets:				
Equity securities at fair value through profit or loss	166	–	–	166
Debt instrument at fair value through profit or loss	–	–	319	319
Financial assets as at 30 June 2026	166	–	319	485
31 December 2025				
Financial assets:				
Equity instruments at fair value through profit or loss	116	–	–	116
Debt instrument at fair value through profit or loss	–	–	350	350
Financial assets as at 31 December 2025	116	–	350	466

There have been no transfers between Level 1, Level 2 and Level 3 for the 6 months ended 30 June 2026 and the 12 months ended 31 December 2025.

(c) ***Level 3 fair value measurements***

(i) Information about significant unobservable inputs used in Level 3 fair value measurements

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty for debt instrument at fair value through profit or loss were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2025.

Observable inputs are quoted prices for assets in a market. Where the market price for an asset is not available, unobservable inputs are used and they are developed using assumptions that market participants would use when pricing the asset.

Where necessary, these inputs have been adjusted to reflect specific circumstances of the asset and developed using the best information available about the assumptions that market participants would use when pricing the assets.

A significant increase/(decrease) in price per square meter based on management's assumptions would result in a significantly higher/(lower) fair value measurement.

E.7 Fair value of assets and liabilities (cont'd)

(c) *Level 3 fair value measurements (cont'd)*

(ii) Movements in Level 3 assets and liabilities measured at fair value

The following table presents the reconciliation for all assets and liabilities measured at fair value based on significant unobservable inputs:

Group	**2026** $'000	**2025** $'000
Debt instrument at fair value through profit or loss		
At 1 January	350	269
Investment in debt instruments	–	56
Total loss for the period included in profit or loss	(31)	–
At 30 June 2026	319	325

(d) *Assets and liabilities not carried at fair value but for which fair value is disclosed*

The carrying amounts of these financial assets and liabilities are reasonable approximation of fair values due to their short-term nature: cash and cash equivalents, fixed deposits, trade receivables, deposits and other receivables, related party balances, trade payables and other payables.

E.8 Taxation

Deferred tax asset arising from temporary differences during the periods under review are not recognised due to uncertainty of its recoverability.

E.9 Dividends

There is no dividend recommended or paid for the half year ended 30 June 2026 (30 June 2025: NIL).

E.10 Net asset value

	Group		**Company**	
	30 Jun 2026	**31 Dec 2025**	**30 Jun 2026**	**31 Dec 2025**
Net asset value per ordinary share (in cents)	6.473	6.399	8.214	8.234
Number of ordinary shares in issue	390,511,778	390,511,778	390,511,778	390,511,778

E.11 Property, plant and equipment

Group	Plant and machinery $'000	Leasehold building $'000	Furniture, fittings and equipment $'000	Motor vehicles $'000	Computers $'000	Total $'000
Cost						
At 31 December 2025 and 1 January 2026	93	18,000	711	497	273	19,574
Additions	11	–	1	39	1	52
At 30 June 2026	104	18,000	712	536	274	19,626
Accumulated depreciation						
At 31 December 2025 and 1 January 2026	82	1,282	634	312	266	2,576
Charge for the period	4	320	35	30	2	391
At 30 June 2026	86	1,602	669	342	268	2,967
Net carrying amount						
At 31 December 2025	11	16,718	77	185	7	16,998
At 30 June 2026	18	16,398	43	194	6	16,659
Cost						
At 1 January 2025	95	18,000	711	497	269	19,572
Additions	–	–	1	–	4	5
Written off	(5)	–	–	–	–	(5)
At 30 June 2025	90	18,000	712	497	273	19,572
Accumulated depreciation						
At 1 January 2025	80	641	565	253	259	1,798
Charge for the period	4	320	35	29	5	393
Written off	(4)	–	–	–	–	(4)
At 30 June 2025	80	961	600	282	264	2,187

Company	Furniture, fittings and equipment $'000	Motor vehicles $'000	Computers $'000	Total $'000
Cost				
At 31 December 2025 and 1 January 2026	11	228	133	372
Additions	–	–	1	1
At 30 June 2026	11	228	134	373
Accumulated depreciation				
At 31 December 2025 and 1 January 2026	11	200	132	343
Charge for the period	–	2	1	3
At 30 June 2026	11	202	133	346
Net carrying amount				
At 31 December 2025	–	28	1	29
At 30 June 2026	–	26	1	27
Cost				
At 1 January 2025	11	228	132	371
Additions	–	–	1	1
At 30 June 2025	11	228	133	372
Accumulated depreciation				
At 1 January 2025	11	195	131	337
Charge for the period	–	2	1	3
At 30 June 2025	11	197	132	340

E.12 Share capital

The Company's share capital as at 30 June 2026 and 31 December 2025 was S$32,390,000 comprising 390,511,778 shares. There were no outstanding convertibles as at 30 June 2026 and 30 June 2025.

E.13 Changes in treasury shares

Not applicable. There were no treasury shares during and as at 30 June 2026 and 30 June 2025. As such, there was no sale, transfer, cancellation and/or use of treasury shares during and as at the end of the current financial period reported on.

E.14 Changes in subsidiary holdings

Not applicable. There were no subsidiary holdings during and as at 30 June 2026 and 30 June 2025. As such, there was no sale, transfer, cancellation and/or use of subsidiary holdings during and as at the end of the current financial period reported on.

E.15 Subsequent events

There were no known subsequent events which have led to adjustments to this set of interim financial statements.

F. OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES

F.1 Review

The condensed consolidated statement of financial position of Progen Holdings Ltd and its subsidiaries as at 30 June 2026 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

F.2 Audit Opinion (Applicable to Companies That Have Received Modified Audit Opinions)

Not applicable. The Group's latest financial statements for the financial year ended 31 December 2025 was not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

F.3 Variance from forecast or prospect statements

No forecast or prospect statements for the period ended 30 June 2026 was previously provided.

F.4 Earnings/loss per share

The basic and diluted earnings per share for the half year ended 30 June 2026 were 0.073 cents per share (30 June 2025: loss of 0.197 cents per share). The earnings/loss per ordinary share for the financial period under review is calculated based on the weighted average of 390,511,778 ordinary shares (half year ended 30 June 2025: 390,511,778 ordinary shares) in issue. The basic and fully diluted earnings / loss per ordinary share are the same as there were no potentially dilutive shares in issue during and as at the end of the financial period ended 30 June 2026 and 30 June 2025.

F.5 Review of Group performance

Half year ended 30 June 2026 (“1H26”) vs. Half year ended 30 June 2025 (“1H25”)

Income Statement

The Group’s revenue increased by S$4,818k (236.4%) from S$2,038k (1H25) to S$6,856k (1H26) due to higher revenue from Products and installation and Rental income, which were partially offset by drop in revenue from Servicing and maintenance.

Revenue from Products and installation increased by S$4,827k (328.4%) from S$1,470k (1H25) to S$6,297k (1H26). S$5,607k was derived from a hospital project that was secured in May 2025, work commenced in December 2025 and was expected to be substantially completed by end of 2026. Rental income for 1H26 were comparable to that of 1H25. Revenue from Servicing and maintenance decreased by S$13k (7.1%) from S$183k (1H25) to S$170k (1H26) due to lesser equipment replacement jobs undertaken in 1H26 compared to 1H25.

Other items of income decreased by S$72k (47.4%) from S$152k (1H25) to S$80k (1H26) due to the lower interest income in 1H26 due to lower interest rate environment.

Cost of products and installation increased by S$3,695k (374.4%) from S$987k (1H25) to S$4,682k (1H26), in line with the higher revenue generated in 1H26.

Property operating expenses, salaries and employee benefits and depreciation expenses for 1H26 were comparable to that of 1H25.

Other expenses decreased by S$31k (8.7%) from S$357k (1H25) to S$326k (1H26). The decrease was mainly due to lower utilities bills and professional fees incurred for the Extraordinary General Meeting held in April 2025, which was partially offset by higher audit fees.

Share of loss of an associated company in 1H26 was S$3k (1H25: S$10k).

Finance cost for 1H26 were comparable to that of 1H25.

As a result of the above, the Group’s profit net of tax amounted to S$285k in 1H26 compared to loss net of tax of S$770k in 1H25.

F.5 Review of Group performance (cont'd)

Balance Sheet

Investment in an associated company decreased from S$208k as at 31 December 2025 to S$45k as at 30 June 2026 as a result of S$160k return in capital and S$3k of loss recognised in 1H26.

Non-current Investment securities decreased from S$350k as at 31 December 2025 to S$319k as at 30 June 2026 mainly due to exchange differences attributable to the appreciation of Singapore Dollars against Indonesian Rupiah.

The Group's current assets increased by S$3,288k from S$9,804k as at 31 December 2025 to S$13,092k as at 30 June 2026. Fixed deposit and Cash and cash equivalent increased by S$1,447k as elaborated under cashflow statement. Trade receivables and Contract assets increased by S$218k and S$1,555k respectively due to timing difference of progress billings. Prepayments increased by S$105k mainly due to purchases made in 1H26 for an installation work that would be completed and billed subsequent to 30 June 2026. Deposits decreased by S$13k mainly due to lower deposit withheld by electricity retailer. Other receivables decreased by S$90k mainly due to lower accrued fixed deposit interest income recognised at 30 June 2026. Increase in value of Investment securities was due to fair value gain recognised in 1H26.

The Group's current liabilities increased by S$2,468k from S$4,447k as at 31 December 2025 to S$6,915k as at 30 June 2026. This was mainly due to S$2,527k and S$223k increase in Trade payables and Other payables (both due to timing difference of billing and payment); which was partially offset by S$276k decrease in Contract liabilities.

Cashflow Statement

The Group's net cash and cash equivalent increased by S$1,447k in 1H26. Net cash inflow for operating activities and investing activities were S$1,386k and S$113k respectively in 1H26. Net cash inflow for operating activities was mainly because of the receipts from debtors was higher than payment to creditors in 1H26. Net cash inflow in investing activities was due to return on capital from an associated company and dividend income, which were partially offset by purchase of property, plant and equipment. Deficit in cashflow and financing activities Cash outflow for financing activities was for payment of lease liabilities.

F.6 Business outlook

The outlook for the next 12 months remains challenging amidst vast uncertainties in domestic and global market conditions.

The Group will continue to explore new business opportunities, transform and consolidate its existing businesses to improve effectiveness and efficiency, and synergise and optimise resources across its businesses.

F.7 Dividend information

If a decision regarding dividend has been made:

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

Not applicable.

(b)(i) Amount per share ……... cents

Nil

(b) (ii) Previous corresponding period ...... cents

Nil

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision.

No dividend has been declared or recommended for the half year ended 30 June 2026 as the Company intends to conserve cash for working capital purposes.

F.8 Interested person transactions

The Group does not have a shareholders' mandate for interested person transactions. There was no interested person transaction for the 6 months ended 30 June 2026.

F.9 Disclosure of acquisition (including incorporations) and sale of shares under Rule 706A

The Company did not carry out any acquisition (including incorporation) or sale of shares for the current financial period reported on.

F.10 Confirmation of Undertakings from Directors and Executive Officers under Rule 720(1) of Section B: Rules of Catalist of the Listing Manual of the SGX-ST ("Catalist Rules")

The Company has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

F.11 Confirmation by the Board pursuant to Rule 705(5) of the Catalist Rules

We, Chee Wai Pong and Lee Ee @ Lee Eng, being two directors of Progen Holdings Ltd (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the Group's unaudited condensed interim financial statements for the six-month period ended 30 June 2026 to be false or misleading in any material aspects.

For and on behalf of the Board of Progen Holdings Ltd

Chee Wai Pong Non-Independent Non-Executive Chairman	Lee Ee @ Lee Eng Managing Director

BY ORDER OF THE BOARD
PROGEN HOLDINGS LTD

Lee Ee @ Lee Eng
Managing Director
12 August 2026

This announcement has been reviewed by the Company's sponsor, PrimePartners 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 Ms Foo Jien Jieng, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.