XMH HOLDINGS LTD.
(Incorporated in Singapore)
(Company Registration No.: 201010562M)

MATERIAL VARIANCES BETWEEN THE UNAUDITED FNANCIAL STATEMENTS AND THE AUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 APRIL 2026

The Board of Directors ("**Board**" or "**Directors**") of XMH Holdings Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Company's announcements dated 26 June 2026, 2 July 2026 and 4 July 2026 relating to its unaudited consolidated financial statements for the financial year ended 30 April 2026 ("**FY2026**") (the "**Unaudited Financial Statements**").

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board wishes to announce that certain reclassifications were made to the previously announced Unaudited Financial Statements following the finalisation of the audit by the Company's independent auditor, Ernst & Young LLP, which have been adopted accordingly (the "**Audited Financial Statements**"). The Audited Financial Statements will be included in the annual report for FY2026 to be released on 6 August 2026 (the "**Annual Report FY2026**").

With regard to the Audited Financial Statements and this announcement, shareholders of the Company (the "**Shareholders**") are advised to read both in conjunction with the Independent Auditors' Report included in the Annual Report FY2026.

The material variances affect the consolidated statement of cash flows of the Group. There are no changes to the consolidated statement of profit or loss and other comprehensive income, statements of financial position or statements of changes in equity. Details and explanation of the material variances are set out below:

Consolidated statement of cash flows for FY2026

(In S$'000)		**FY2026**			
Description	**Notes**	**Audited**	**Unaudited**	**Variance**	**%**
Cash flows from operating activities					
Profit before tax		38,932	38,932		
Adjustments for:					
Depreciation of right-of-use assets		303	303		
Depreciation of property, plant and equipment		2,929	2,929		
Interest income		(28)	(28)		
Interest expense		852	852		
Write-back on receivables and contract assets, net		(113)	(113)		
Recovery of bad debts		(1)	(1)		
Fair value loss on quoted equity securities		29	29		
Inventories written-down		186	186		
Defined benefit expense		51	51		
Unrealised currency translation differences	A & B	(1,807)	(2,922)	(1,115)	(38.2)
		41,333	40,218	1,115	2.8
Increase in inventories	A	(13,228)	(7,104)	6,124	86.2
Increase in trade and other receivables		(4,612)	(4,612)		
Decrease in prepayment		227	227		
Decrease in contract assets		18,660	18,660		
Decrease in trade and other payables	A	(13,038)	(17,199)	(4,161)	(24.2)
Increase in employee benefit liability		17	17		
Decrease in contract liabilities		(35)	(35)		
Cash generated from operations		**29,324**	**30,172**	**(848)**	**(2.8)**
Income tax paid, net		(6,404)	(6,404)		
Net cash generated from operating activities		**22,920**	**23,768**	**(848)**	**(3.6)**

Consolidated statement of cash flows for FY2026 (cont'd)

(In S$'000) Description	Notes	FY2026 Audited	 Unaudited	 Variance	 %
Cash flows from investing activities					
Interest received		28	28		
Acquisition of property, plant and equipment		(339)	(339)		
Proceed from partial disposal of a subsidiary corporation		13,031	13,031		
Net cash generated from investing activities		**12,720**	**12,720**		
Cash flows from financing activities					
Repayment of borrowings		(663)	(663)		
Proceeds from revolving credit facility		25,319	25,319		
Repayment of revolving credit facility		(41,379)	(41,379)		
Proceeds from trust receipts		14,228	14,228		
Repayment of trust receipts		(25,221)	(25,221)		
Repayment of leases		(89)	(89)		
Dividend paid		(8,771)	(8,771)		
Interest paid		(841)	(841)		
Increase in pledged fixed deposit		2	2		
Net cash used in financing activities		**(37,415)**	**(37,415)**		
Net decrease in cash and cash equivalents		**(1,775)**	**(927)**	**848**	**91.5**
Cash and cash equivalents at the beginning of the year		31,930	31,930		
Effect of exchange rate fluctuations on cash and cash equivalents	B	(2,742)	(3,590)	(848)	(23.6)
Cash and cash equivalents at the end of the year		**27,413**	**27,413**		
Represented by:					
Cash at bank and on hand		27,413	27,413		
Short-term deposits		22	22		
		27,435	**27,435**		
Less: Pledged fixed deposits		(22)	(22)		
Cash and cash equivalents in the consolidated statement of cash flows		**27,413**	**27,413**		

Explanatory Notes:

A. Changes in working capital items, namely inventories and trade and other payables, have been revised to appropriately reflect the impact of translating the operating assets and liabilities of subsidiaries whose functional currencies are currencies other than Singapore Dollar. The changes provide a more meaningful representation of the Group's operating cash flow movements by incorporating the foreign currency translation effects within the relevant working capital line items.

B. In the unaudited consolidated statement of cash flows, the changes in working capital of subsidiaries whose functional currencies are currencies other than the presentation currency, were presented using the exchange rates prevailing at the beginning and end of the financial year. However, SFRS(I) 1-7 Statement of Cash Flows requires the cash flows of such foreign operations to be translated at the exchange rates prevailing on the dates of the cash flows, or rates that approximate those exchange rates. Accordingly, the audited consolidated statement of cash flows presents the changes in cash flows at the appropriate exchange rates. In addition, foreign currency cash balances have been revised and the effect of changes in exchange rates on such foreign currency cash balances are presented within the "Effect of exchange rate changes on cash and cash equivalents" line item. This revision has no impact on the Group's reported profit for the year, total comprehensive income, net assets or net cash flows.

The changes affect the classification between cash flow movements and do not result in any change to the Group's total cash and cash equivalents at the beginning or end of the year.

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

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

BY ORDER OF THE BOARD

Tan Tin Yeow
Chairman and Managing Director
6 August 2026