



**NIPPECRAFT LIMITED**

(Incorporated in the Republic of Singapore)

Company registration number: 197702861N

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# **Nippecraft Limited**

## **Condensed Interim Financial Statements**

### **for the six months ended**

### **30 June 2025**



**NIPPECRAFT LIMITED**

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# **NIPPECRAFT LIMITED**

(Incorporated in the Republic of Singapore)  
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## **A. Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**

	Note	Group		Change
		Half year ended 30-Jun-25 US\$'000	30-Jun-24 US\$'000	
<b>Revenue from contracts with customers</b>	5	<b>42,817</b>	<b>45,929</b>	<b>-7%</b>
Cost of sales		(40,274)	(43,884)	-8%
<b>Gross profit</b>		<b>2,543</b>	<b>2,045</b>	<b>24%</b>
Distribution and marketing expenses		(2,323)	(2,024)	15%
Administrative expenses		(1,789)	(1,723)	4%
Allowance for expected credit losses		(5)	(4)	25%
Other income, net	6	385	68	>100%
Finance income, net		41	35	17%
<b>Loss before tax</b>	8	<b>(1,148)</b>	<b>(1,603)</b>	<b>-28%</b>
Tax credit	9	1	-	N.M.
<b>Net loss for the period</b>		<b>(1,147)</b>	<b>(1,603)</b>	<b>-28%</b>
<b>Other comprehensive income:</b>				
<u>Items that may be reclassified</u>				
<u>subsequently to profit or loss</u>				
- Foreign currency translation differences for foreign operations		681	(147)	N.M.
<b>Other comprehensive loss for the period, net of tax</b>		<b>681</b>	<b>(147)</b>	<b>N.M.</b>
<b>Total comprehensive loss for the period</b>		<b>(466)</b>	<b>(1,750)</b>	<b>-73%</b>
<b>Loss per share (US cents)</b>				
<b>- Basic &amp; Diluted</b>		<b>(0.326)</b>	<b>(0.456)</b>	

Note: N.M. - Not meaningful



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## **B. Condensed Statements of Financial Position**

	Note	Group		Company	
		As at	As at	As at	As at
		30-Jun-25	31-Dec-24	30-Jun-25	31-Dec-24
		US\$'000	US\$'000	US\$'000	US\$'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	14	3,139	3,039	2,854	2,837
Investment in subsidiaries		-	-	16,512	16,512
Deferred tax assets		22	21	22	20
		<b>3,161</b>	<b>3,060</b>	<b>19,388</b>	<b>19,369</b>
<b>Current assets</b>					
Inventories		4,566	3,113	88	245
Trade and other receivables		26,263	32,772	5,171	4,048
Prepayments		326	212	102	90
Cash and bank balances		17,124	17,626	3,400	2,585
		<b>48,279</b>	<b>53,723</b>	<b>8,761</b>	<b>6,968</b>
<b>TOTAL ASSETS</b>		<b>51,440</b>	<b>56,783</b>	<b>28,149</b>	<b>26,337</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Trade and other payables		18,303	23,380	2,956	1,162
Lease liabilities		382	444	316	355
Income tax payable		-	3	-	-
		<b>18,685</b>	<b>23,827</b>	<b>3,272</b>	<b>1,517</b>
<b>Non-current liabilities</b>					
Lease liabilities		1,093	831	973	831
Provision for Long Service Leave		11	8	-	-
		<b>1,104</b>	<b>839</b>	<b>973</b>	<b>831</b>
<b>TOTAL LIABILITIES</b>		<b>19,789</b>	<b>24,666</b>	<b>4,245</b>	<b>2,348</b>
<b>NET ASSETS</b>		<b>31,651</b>	<b>32,117</b>	<b>23,904</b>	<b>23,989</b>
<b>EQUITY</b>					
<b>Capital and reserves attributable to equity holders of the Company</b>					
Share capital	16	36,817	36,817	36,817	36,817
Asset revaluation reserve		496	496	496	496
Foreign currency translation reserve		648	(33)	-	-
Accumulated losses		(6,310)	(5,163)	(13,409)	(13,324)
<b>TOTAL EQUITY</b>		<b>31,651</b>	<b>32,117</b>	<b>23,904</b>	<b>23,989</b>

The accompanying notes form an integral part of these condensed interim financial statements.



# **NIPPECRAFT LIMITED**

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## **C. Condensed Statements of Changes in Equity**

Group	Share capital US\$'000	Asset revaluation reserve US\$'000	Foreign currency translation reserve US\$'000	Accumulated losses US\$'000	Total equity US\$'000
<b>Balance as at 01.01.2025</b>	<b>36,817</b>	<b>496</b>	<b>(33)</b>	<b>(5,163)</b>	<b>32,117</b>
Loss for the period	-	-	-	(1,147)	(1,147)
<b>Other comprehensive loss for the period, net of tax</b>					
- Currency translation differences	-	-	681	-	681
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>681</b>	<b>(1,147)</b>	<b>(466)</b>
<b>Balance as at 30.6.2025</b>	<b>36,817</b>	<b>496</b>	<b>648</b>	<b>(6,310)</b>	<b>31,651</b>
<b>Balance as at 01.01.2024</b>	<b>36,817</b>	<b>496</b>	<b>287</b>	<b>(5,648)</b>	<b>31,952</b>
Loss for the period	-	-	-	(1,603)	(1,603)
<b>Other comprehensive loss for the period, net of tax</b>					
- Currency translation differences	-	-	(147)	-	(147)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>(147)</b>	<b>(1,603)</b>	<b>(1,750)</b>
<b>Balance as at 30.6.2024</b>	<b>36,817</b>	<b>496</b>	<b>140</b>	<b>(7,251)</b>	<b>30,202</b>

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**C. Condensed Statements of Changes in Equity (Continued)**

Company	Share capital	Asset revaluation reserve	Accumulated losses	Total equity
	US\$'000	US\$'000	US\$'000	US\$'000
<b>Balance as at 01.01.2025</b>	<b>36,817</b>	<b>496</b>	<b>(13,324)</b>	<b>23,989</b>
Loss for the period	-	-	(85)	(85)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>(85)</b>	<b>(85)</b>
<b>Balance as at 30.6.2025</b>	<b>36,817</b>	<b>496</b>	<b>(13,409)</b>	<b>23,904</b>
<b>Balance as at 01.01.2024</b>	<b>36,817</b>	<b>496</b>	<b>(13,155)</b>	<b>24,158</b>
Loss for the period	-	-	(121)	(121)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>-</b>	<b>(121)</b>	<b>(121)</b>
<b>Balance as at 30.6.2024</b>	<b>36,817</b>	<b>496</b>	<b>(13,276)</b>	<b>24,037</b>



# **NIPPECRAFT LIMITED**

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## **D. Condensed Consolidated Statement of Cash Flows**

	Note	Group	
		Half year ended	
		30-Jun-25 US\$'000	30-Jun-24 US\$'000
<b>Cash flows from operating activities</b>			
Loss before tax		(1,148)	(1,603)
<b>Adjustments:</b>			
Depreciation of property, plant and equipment	8	270	326
Allowance for expected credit losses		5	4
Interest income	8	(69)	(71)
Interest expense	8	28	36
Write-down of inventories		224	142
<b>Operating loss before working capital changes</b>		<b>(690)</b>	<b>(1,166)</b>
Inventories		(1,350)	(2,096)
Trade and other receivables		6,773	3,729
Trade and other payables		(5,508)	126
<b>Cash (used in)/ generated from operations</b>		<b>(775)</b>	<b>593</b>
Income tax paid, net		(3)	(12)
<b>Net cash (used in)/ generated from operating activities</b>		<b>(778)</b>	<b>581</b>
<b>Cash flows from investing activities</b>			
Acquisition of property, plant and equipment	A, 14	(60)	(64)
Interest received		69	71
<b>Net cash from investing activities</b>		<b>9</b>	<b>7</b>
<b>Cash flows from financing activities</b>			
Payment of principal portion of lease liabilities		(185)	(203)
Interest paid on lease liabilities		(28)	(36)
<b>Net cash used in financing activities</b>		<b>(213)</b>	<b>(239)</b>
<b>Net (decrease)/ increase in cash and cash equivalents</b>		<b>(982)</b>	<b>349</b>
Cash and cash equivalents as at beginning of the period		13,726	15,426
Effects of exchange rate changes on cash and cash equivalents		480	(164)
<b>Cash and cash equivalents, representing cash at bank balances at end of the period</b>		<b>13,224</b>	<b>15,611</b>

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**D. Consolidated Statement of Cash Flows (Continued)**

<b>Group</b>	
<b>Half year ended</b>	
<b>30-Jun-25</b>	<b>30-Jun-24</b>

**Note to Condensed Consolidated Statement of Cash Flows:****Note A:**

Addition of property, plant and equipment	358	136
Less: Addition of right-of-use assets	(298)	(72)
Acquisition of property, plant and equipment	<b>60</b>	<b>64</b>

**Note B:**

Cash and cash equivalents included in the Condensed Consolidated Statement of Cash Flows comprise the following amounts:

Bank balances and cash in hand	11,871	12,627
Fixed deposits	5,253	6,884
<b>Cash and bank balances as per statements of financial position</b>	<b>17,124</b>	<b>19,511</b>
Bank deposits pledged	(3,900)	(3,900)
<b>Cash and cash equivalents per consolidated statement of cash flows</b>	<b>13,224</b>	<b>15,611</b>

The accompanying notes form an integral part of these condensed interim financial statements.





## **NIPPECRAFT LIMITED**

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### **E. Notes to the condensed interim consolidated financial statements**

#### **1. General Information**

Nippecraft Limited (the “**Company**”) is a limited liability company domiciled and incorporated in Singapore and is listed on the Singapore Exchange Securities Trading Limited. The address of the Company’s registered office and principal place of business is 2 Venture Drive #24-01 Vision Exchange, Singapore 608526.

APP Printing (Holding) Pte Ltd (“**APP Printing**”), a company incorporated in Singapore, holds 49% (2024: 49%) of the share capital of the Company and is deemed to be the controlling shareholder of the Company. APP Printing is a wholly-owned subsidiary of PT Andalan Prapanca Pertiwi (“**PT APP**”), and Asia Pulp & Paper Company Ltd (“**APP**”) owns 92.45% (2024: 92.45%) of the shares in PT APP. APP Golden Limited, a company incorporated with limited liability under the laws of the British Virgin Islands, currently controls approximately 66.33% (2024: 66.33%) of the voting power of APP and is considered as the ultimate holding company.

The condensed interim consolidated financial statements as at and for the six months ended 30 June 2025 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activities of the Group and the Company are those relating to the design, manufacture, distribution, and trading of paper, personal and business organising tools, as well as general trading of pulp, chemical, and recycled waste, and other products.

#### **2. Basis of Preparation**

The condensed interim financial statements for the six months ended 30 June 2025 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* (“**SFRS(I)s**”) 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 annual financial statements for the year ended 31 December 2024.

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 2a.

The condensed interim financial statements are presented in United States dollars (“**US\$**”) which is the Company’s functional currency.



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### **a. New and amended standards adopted by the Group.**

A number of amendments to SFRS(I) have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

### **b. 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.

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.

Management is of the opinion that there are no critical judgements made in applying the Group's accounting policies and no assumptions and estimation of uncertainties that have a significant risk of resulting in a material adjustment within the next financial year.

### **c. Seasonal operations**

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

## **3. Segment and revenue information.**

The Group operates in two business segments:

#### **- Stationery business**

The main activities are design, development, sales and marketing of planners/ diaries, business accessories and related stationery products.

#### **- Trading business**

The main activities are trading and strategic sourcing of recycled waste, chemicals, papers, paper bags, pulp, and other related materials.

These operating segments are reported in a manner consistent with internal reporting provided to the Chief Executive Officer ("CEO") who is responsible for allocating resources and assessing performance of the operating segments.



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## **4. Reportable segments**

<b>Group</b>	<b>Stationery</b>	<b>Trading</b>	<b>Total</b>
<b>1-Jan-25 to 30-Jun-25</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
Segment revenue	8,734	38,045	46,779
Intra-Segment revenue	(3,962)	-	(3,962)
<b>External revenue</b>	<b>4,772</b>	<b>38,045</b>	<b>42,817</b>
<b>Segment loss</b>	<b>(1,209)</b>	<b>20</b>	<b>(1,189)</b>
Finance income			69
Finance expense			(28)
<b>Loss before tax</b>			<b>(1,148)</b>
Tax credit			1
<b>Consolidated loss for the financial period</b>			<b>(1,147)</b>
Segment assets	22,277	29,163	51,440
Segment liabilities	6,740	13,049	19,789
Other segment information:			
Capital expenditure	60	-	60
Depreciation of property, plant and equipment	258	12	270
Write-down of inventories	224	-	224
Allowance for expected credit losses	5	-	5
<b>Group</b>	<b>Stationery</b>	<b>Trading</b>	<b>Total</b>
<b>1-Jan-24 to 30-Jun-24</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
Segment revenue	6,491	42,777	49,268
Intra-Segment revenue	(3,339)	-	(3,339)
<b>External revenue</b>	<b>3,152</b>	<b>42,777</b>	<b>45,929</b>
<b>Segment loss</b>	<b>(1,636)</b>	<b>(2)</b>	<b>(1,638)</b>
Finance income			71
Finance expense			(36)
<b>Loss before tax</b>			<b>(1,603)</b>
Tax credit			-
<b>Consolidated loss for the financial period</b>			<b>(1,603)</b>
Segment assets	17,172	37,229	54,401
Segment liabilities	5,560	18,639	24,199
Other segment information:			
Capital expenditure	64	-	64
Depreciation of property, plant and equipment	304	22	326
Termination benefits	140	-	140
Write-down of inventories	142	-	142
Allowance for expected credit losses	4	-	4

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**5. Disaggregation of Revenue**

The Group derives revenue from the transfer of goods at a point in time and disaggregation by type of products and geographical location based on location of customers. Revenue is recognised when the control of goods has been transferred based on shipping terms.

	<b>Group</b>	
	<b>Half year ended</b>	
	<b>30-Jun-25</b>	<b>30-Jun-24</b>
	<b>US\$'000</b>	<b>US\$'000</b>
Sale of goods		
- Stationery products	4,772	3,152
- Pulp and related trading products	38,045	42,777
	<b>42,817</b>	<b>45,929</b>

Geographical markets		
- Continental Europe	28,110	34,175
- Hong Kong	10,035	7,523
- Australia	3,160	1,283
- United Kingdom	1,384	1,605
- United States of America	51	67
- Singapore	20	1,200
- Others	57	76
	<b>42,817</b>	<b>45,929</b>

	<b>Group</b>	
	<b>As at</b>	
	<b>30-Jun-25</b>	<b>31-Dec-24</b>
	<b>US\$'000</b>	<b>US\$'000</b>
<b>Non-current assets</b>		
Singapore	2,907	2,861
United Kingdom	111	156
Australia	143	43
	<b>3,161</b>	<b>3,060</b>



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## **6. Other Income, net**

	<b>Group</b>	
	<b>Half year ended</b>	
	<b>30-Jun-25</b>	<b>30-Jun-24</b>
	<b>US\$'000</b>	<b>US\$'000</b>
Other income		
Rental income from sublet of premise	354	302
Government grant income	41	10
Others	23	1
	<b>418</b>	<b>313</b>
Other expenses		
Foreign exchange loss	(33)	(105)
Termination benefits	-	(140)
	<b>(33)</b>	<b>(245)</b>
<b>Other income, net</b>	<b>385</b>	<b>68</b>

## **7. Financial assets and financial liabilities**

Set out below is an overview of the financial assets and financial liabilities of the Group as of 30 June 2025 and 31 December 2024:

	<b>Group</b>		<b>Company</b>	
	<b>As at</b>		<b>As at</b>	
	<b>30-Jun-25</b>	<b>31-Dec-24</b>	<b>30-Jun-25</b>	<b>31-Dec-24</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b>Financial assets</b>				
Cash and bank balances and trade and other receivables (Amortised cost)	40,039	47,204	8,500	6,616
<b>Financial liabilities</b>				
Trade and other payables and borrowings (Amortised cost)	<b>19,754</b>	<b>24,397</b>	<b>4,224</b>	<b>2,331</b>

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**8. Loss before tax****a) Significant items**

	<b>Group</b>	
	<b>Half year ended</b>	
	<b>30-Jun-25</b>	<b>30-Jun-24</b>
	<b>US\$'000</b>	<b>US\$'000</b>
Depreciation of property, plant and equipment	(270)	(326)
Write-down of inventories	(224)	(142)
Foreign exchange loss, net	(33)	(105)
Termination benefits	-	(140)
Interest income	69	71
Interest expense	(28)	(36)
<b>Finance income, net</b>	<b>41</b>	<b>35</b>

**b) Related party transactions**

There were no material related party transactions apart from those disclosed under the section titled "Interested person transactions" in the financial statements or in the information required by SGX Catalyst Listing Rules Appendix 7C.

**9. Taxation**

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax (credit)/ expense in the condensed interim consolidated statement of profit or loss are:

	<b>Group</b>	
	<b>Half year ended</b>	
	<b>30-Jun-25</b>	<b>30-Jun-24</b>
	<b>US\$'000</b>	<b>US\$'000</b>
Current income tax expense	(1)	-
Deferred income tax credit relating to origination and reversal of temporary differences	2	-

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**10. Loss per share**

Loss per share for the period attributed to the owners of the Company during the period:

	<b>Group</b>	
	<b>Half year ended</b>	
	<b>30-Jun-25</b>	<b>30-Jun-24</b>
Loss per share based on average number of shares (US cents)	<b>(0.326)</b>	<b>(0.456)</b>

  

	<b>Group</b>	
	<b>As at</b>	
	<b>30-Jun-25</b>	<b>30-Jun-24</b>
	<b>('000)</b>	<b>('000)</b>
Total number of shares	351,398	351,398
Weighted average number of shares	351,398	351,398

The were no potentially dilutive shares issued during the period reported on.

**11. Dividends**

The directors did not propose an interim dividend for 1H2025 (1H2024: nil) to conserve financial resources to meet the various challenges in the foreseeable future including challenges posed by the global economic environment.

**12. Net asset value**

	<b>Group</b>		<b>Company</b>	
	<b>As at</b>		<b>As at</b>	
	<b>30-Jun-25</b>	<b>31-Dec-24</b>	<b>30-Jun-25</b>	<b>31-Dec-24</b>
Net asset value per share (US cents)	<b>9.01</b>	<b>9.14</b>	<b>6.80</b>	<b>6.83</b>

  

Number of issued shares less treasury shares ('000)	351,398	351,398	351,398	351,398
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**13. Financial assets at fair value through other comprehensive income**

Not applicable.

**14. Property, plant, and equipment**

As of 30 June 2025, the Group's net carrying value of property, plant and equipment is US\$3,139,000 (FY24: US\$3,039,000). The Company's net carrying value of property, plant and equipment is US\$2,854,000 (FY24: US\$2,837,000).

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Included within the property, plant and equipment, the Group's Right-of-use assets are US\$1,259,000 (FY24: US\$1,135,000) and the Company's Right-of-use assets are US\$1,077,000 (FY24: US\$1,053,000).

During the six months ended 30 June 2025, the Group acquired assets amounting to US\$60,000 (31 December 2024: US\$245,000) and disposed-off assets amounting to US\$nil (31 December 2024: US\$1,000).

**15. Investment properties**

Not applicable.

**16. Share capital**

	Group and Company			
	30-Jun-25		31-Dec-24	
	Number of		Number of	
	ordinary		ordinary	
	shares		shares	
	('000)	US\$'000	('000)	US\$'000
<b>Issued and fully paid ordinary shares</b>				
At beginning and end of financial period	351,398	36,817	351,398	36,817

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company and are entitled to one vote per share at the general meeting of the Company. There is no par value for these ordinary shares.

There was no change in the Company's issued and paid-up share capital from 1 January 2025 to 30 June 2025. There were no outstanding convertibles, treasury shares and subsidiary holdings as of 30 June 2025 and 30 June 2024.

There were no sales, transfers, cancellation and/or use of treasury shares during the current financial period reported on.

**17. Acquisition of subsidiary**

Not applicable.

**18. Subsequent events**

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





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## **F. Other information required by SGX Catalyst Listing Rules Appendix 7C.**

### **1. Review**

The condensed consolidated statements of financial position of Nippecraft Limited and its subsidiaries as at 30 June 2025 and the related condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statements of changes in equity and condensed consolidated statement of cash flows for the six months then ended and certain explanatory notes have not been audited or reviewed.

### **2. Review of performance of the Group**

#### **A) Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income**

##### **Revenue**

	<b>Group</b>			
	<b>Half year ended</b>			
	<b>30-Jun-25</b>	<b>30-Jun-24</b>	<b>Change</b>	
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>	
Stationery business	4,772	3,152	1,620	51%
Trading business	38,045	42,777	(4,732)	-11%
	<b>42,817</b>	<b>45,929</b>	<b>(3,112)</b>	<b>-7%</b>

The Group recorded revenue of US\$42.8 million for the half year ended 30 June 2025 ("1H2025") as compared to US\$45.9 million in the previous corresponding half year ended 30 June 2024 ("1H2024"). The decrease in revenue of US\$3.1 million or 7% was attributed to the decrease in revenue from the trading business which is partially offset by the increase in the stationery business.

Stationery business revenue increased by US\$1.6 million or 51% mainly due to higher sales in Australia. The higher sales were due to earlier deliveries made before 30 June 2025 in Australia which was partially offset by the decrease in sales in UK.

Trading business revenue decreased by US\$4.7 million or 11% due to the decrease in sales to customers in Singapore and Continental Europe as a result of strong market competition that was partially offset by the increase in demand from customers in Hong Kong.

##### **Gross profit**

	<b>Half year ended</b>		<b>Half year ended</b>		<b>Change</b>
	<b>30-Jun-25</b>		<b>30-Jun-24</b>		
	<b>US\$'000</b>	<b>Margin</b>	<b>US\$'000</b>	<b>Margin</b>	<b>US\$'000</b>
Stationery business	2,166	45.4%	1,621	51.5%	545
Trading business	377	1.0%	424	1.0%	(47)
	<b>2,543</b>	<b>5.9%</b>	<b>2,045</b>	<b>4.5%</b>	<b>498</b>

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Gross profit for 1H2025 increased by US\$0.5 million to US\$2.5 million as compared to 1H2024.

Overall gross profit margin for 1H2025 increased by 1.4% to 5.9% due to an increase in gross profit contributions by the stationery business partially offset by the decrease in trading business. The gross profit margin for the stationery business decreased by 6.1% to 45.4% mainly driven by sales mix and an increase in write-down of inventories. The gross profit margin for trading business was flat at 1.0%.

In 1H2025, the trading business contributed approximately 15% (1H2024: 21%) of the gross profit.

**Distribution and marketing and Administrative expenses**

	Group			
	Half year ended			
	30-Jun-25	30-Jun-24	Change	
	US\$'000	US\$'000	US\$'000	
Distribution and marketing expenses	2,323	2,024	299	15%
Administrative expenses	1,789	1,723	66	4%
<b>Total operating expenses</b>	<b>4,112</b>	<b>3,747</b>	<b>365</b>	<b>10%</b>

Distribution and marketing expenses increased US\$0.3 million or 15% to US\$2.3 million in 1H2025 as compared to 1H2024. This was mainly due to increase in freight and royalties partially offset by decrease in advertising expenses. Administrative expenses incurred in 1H2025 increased US\$0.1 million or 4% to US\$1.8 million. This was mainly due to the increase in personnel expenses.

**Other income, net**

Other income increased by US\$0.3 million or >100% in 1H2025 as compared to 1H2024. The increase was mainly attributable to the increase in rental income, government grant income, reduced foreign exchange losses and absence of termination benefits.

**Finance income, net.**

Finance income in 1H2025 as compared to 1H2024 increased US\$6,000 or 17% mainly due to lower imputed interest expense on leases which was partially offset by the lower interest income received.

**Taxation**

No tax provision was required in 1H2025 as tax losses incurred are transferable to taxable income within the Group of companies incorporated in Singapore.

**Net loss for the period**

As a result of the above, the Group's net loss after tax decreased by US\$0.5 million to US\$1.1 million in 1H2025 as compared with the same period last year.

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**B) Condensed Statements of Financial Position****Group****Non-current assets**

Property, plant, and equipment increased by US\$0.1 million mainly due to increase in capital expenditure partially offset by the depreciation expenses incurred in 1H2025.

**Current assets**

Inventories increased by US\$1.5 million mainly due to inventories build-up in both UK and Australia in anticipation of sales in the coming months.

Trade and other receivables decreased by US\$6.5 million mainly due to the receipt of payment from the customers from both the Stationery and Trading Business segments as of 30 June 2025.

Cash and bank balances decreased by US\$0.5 million to US\$17.1 million as of 30 June 2025.

**Non-current liabilities**

Long-term lease liabilities increased by US\$0.3 million due to new leases committed in 1H2025..

**Current liabilities**

Trade and other payables decreased by US\$5.1 million mainly due to payments to the suppliers of the Trading Business.

**Equity**

Total equity decreased by US\$0.4 million from US\$32.1 million as at 31 December 2024 to US\$31.7 million as at 30 June 2025 mainly due to the increase in accumulated losses of US\$1.1 million and offset by increase in currency translation reserves of US\$0.7 million.



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**C) Condensed Consolidated Statement of Cash Flows**

The operating loss before working capital changes was US\$0.7 million. The operating activities' net cash outflows during 1H2025 were due to decrease in trade and other payables of US\$5.5 million and purchase of inventories of US\$1.4 million that were partially offset by decrease in trade and other receivables of US\$6.8 million. As a result, net cash used in operating activities in 1H2025 was US\$0.8 million.

Net cash generated from investing activities was mainly due to interest income received from deposits placed with banks that were partially offset against capital expenditure in 1H2025.

Net cash used in financing activities of US\$0.2 million was due to cash used to settle lease liabilities including interest in 1H2025.

As a result of the above and together with the positive effects of foreign exchange rate changes, cash and cash equivalents decreased by US\$2.4 million in 1H2025 to US\$13.2 million as of 30 June 2025.

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

Not applicable. No forecast or prospect statement had been previously disclosed to the shareholders for 1H2025.

**4. 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 operating period and the next 12 months.**

The Group continues to anticipate a highly competitive environment in both of its business segments in the coming operating period and the next twelve months. We continue to face challenges such as geopolitical tensions, commercial conflicts and potential slowdown in demand. Strict monetary and fiscal policies in an uncertain interest rate environment persists to dampen consumer sentiments.

These uncertainties will continue to exert pressure on the costs of raw materials, labour, international shipping and local logistics, negating efforts to reduce operating expenses. Consequently, the outlook for both of our business segments remains uncertain.

Amidst the heightened global geopolitical and economic uncertainties, the Group will continue to proceed with caution and prudence, while taking proactive steps to maintain strong capital management discipline. This includes preserving cash, optimising cashflows, and maintaining a solid liquidity position.

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**5. Dividend information****(a) Current Financial Period Reported On**

Any dividend declared for the current financial period report on?

No.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

**(c) Date payable.**

Not applicable.

**(d) Books closure date.**

Not applicable.

**6. Interested person transactions.**

The Group has renewed its general mandate for Interested Person Transactions (“IPT”) at the recently concluded annual general meeting held on 28 April 2025. The IPTs for 1H2025 and 1H2024 were as follows:

Name of Interested Person	Nature of relationship	Aggregate value of all IPTs during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920 of the Catalist Rules)		Aggregate value of all IPTs conducted under shareholders' mandate pursuant to Rule 920 of the Catalist Rules (excluding transactions less than S\$100,000)	
		Half year ended 30-Jun-25 US\$'000	Half year ended 30-Jun-24 US\$'000	Half year ended 30-Jun-25 US\$'000	Half year ended 30-Jun-24 US\$'000
Purchases Gold East Trading (Hong Kong) Company Limited	APP Printing (Holding) Pte Ltd, an entity under the APP Group, holds 49% of the Company's shares and is deemed to be the controlling shareholder of the Company. Gold East Trading (Hong Kong) Company Limited is an associated company of APP Group.	-	-	2,477	-
<b>Total IPTs</b>		-	-	<b>2,477</b>	-



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**7. Confirmation pursuant to Rule 705(5) of the Catalyst Rules.**

To the best of their knowledge, nothing has come to the attention of the Directors of the Company which may render the unaudited half year results for the period ended 30 June 2025 to be false or misleading in any material aspects.

**8. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)**

The Company has received undertakings from all its directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Listing Manual of the SGX-ST.

**BY ORDER OF THE BOARD**

**Raja Hayat**  
**Executive Director and**  
**Chief Executive Officer**  
**11 August 2025**