



Unaudited Condensed Interim Financial Statements for the Six Months and Full Year Ended 31 December 2024

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A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Group					
	6 months ended 31 Dec 2024 (Unaudited) \$'000	6 months ended 31 Dec 2023 (Audited) \$'000	Increase/ (decrease) %	12 months ended 31 Dec 2024 (Unaudited) \$'000	12 months ended 31 Dec 2023 (Audited) \$'000	Increase/ (decrease) %
Revenue						
Products and installation	3,541	1,169	202.9	4,643	3,250	42.9
Servicing and maintenance	194	221	(12.2)	415	418	(0.7)
Rental income	437	375	16.5	640	738	(13.3)
Total revenue	4,172	1,765	136.4	5,698	4,406	29.3
Other items of income						
Share of results of an associated company	64	(45)	N.M.	102	128	(20.3)
Other income	205	169	21.3	357	420	(15.0)
Total other items of income	269	124	116.9	459	548	(16.2)
Cost and expenses						
Cost of products and installation	(2,173)	(932)	133.2	(2,983)	(2,448)	21.9
Property operating expenses	(135)	(88)	53.4	(239)	(174)	37.4
Salaries and employee benefits	(1,049)	(1,063)	(1.3)	(2,068)	(2,073)	(0.2)
Depreciation and amortisation expense	(398)	(70)	468.6	(796)	(130)	512.3
Other expenses	(380)	(829)	(54.2)	(728)	(1,148)	(36.6)
Finance cost	(32)	(30)	6.7	(63)	(95)	(33.7)
Total cost and expenses	(4,167)	(3,012)	38.3	(6,877)	(6,068)	13.3
Profit/(loss) before tax	274	(1,123)	N.M.	(720)	(1,114)	(35.4)
Income tax credit/(expense)	–	1	N.M.	–	3	N.M.
Profit/(loss), net of tax, attributable to equity holders of the Company	274	(1,122)	N.M.	(720)	(1,111)	(35.2)
Other comprehensive income						
Foreign currency translation	28	(5)	N.M.	29	(30)	N.M.
Total comprehensive income attributable to equity holders of the Company	302	(1,127)	N.M.	(691)	(1,141)	(39.4)
N.M. denotes not meaningful						
Profit/(loss) per share (cents per share)						
Basic	0.070	(0.287)		(0.184)	(0.284)	
Diluted	0.070	(0.287)		(0.184)	(0.284)	

B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Group		Company	
	As at 31 Dec 2024 (Unaudited) \$'000	As at 31 Dec 2023 (Audited) \$'000	As at 31 Dec 2024 (Unaudited) \$'000	As at 31 Dec 2023 (Audited) \$'000
Non-current assets				
Property, plant and equipment	17,774	18,519	34	46
Right-of-use asset	1,816	1,786	487	623
Fixed deposits	2,000	2,000	–	–
Investment in subsidiaries	–	–	8,987	8,987
Investment in an associated company	293	1,491	–	–
Investment securities	269	–	–	–
Amount due from subsidiaries	–	–	23,375	23,127
Deferred tax asset	33	33	–	–
	22,185	23,829	32,883	32,783
Current assets				
Cash and cash equivalents	1,106	2,017	205	85
Fixed deposit	7,100	5,380	–	–
Trade receivables	1,205	913	–	–
Contract assets	100	88	–	–
Prepayments	56	53	2	1
Deposits	40	51	6	6
Other receivables	158	126	–	–
Investment securities	75	60	–	–
Amounts due from subsidiaries	–	–	934	1,419
Inventories	134	172	–	–
	9,974	8,860	1,147	1,511
Current liabilities				
Trade payables	(596)	(531)	(40)	(43)
Deferred revenue	(82)	(86)	–	–
Other payables	(3,790)	(2,842)	(1,022)	(928)
Contract liabilities	(210)	(1,089)	–	–
Income tax payable	(5)	(5)	(5)	(5)
Amounts due to subsidiaries	–	–	(202)	(459)
Lease liabilities	(40)	(37)	(135)	(131)
	(4,723)	(4,590)	(1,404)	(1,566)
Net current assets / (liabilities)	5,251	4,270	(257)	(55)
Non-current liabilities				
Lease liabilities	(1,776)	(1,748)	(373)	(508)
Net assets	25,660	26,351	32,253	32,220
Equity attributable to equity holders of the Company				
Share capital	32,390	32,390	32,390	32,390
Foreign currency translation reserve	(23)	(52)	–	–
Accumulated losses	(6,707)	(5,987)	(137)	(170)
Total equity	25,660	26,351	32,253	32,220

C. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	12 months ended 31 December 2024 (Unaudited) \$'000	12 months ended 31 December 2023 (Audited) \$'000
Operating activities		
Loss before income tax	(720)	(1,114)
Adjustments for:		
Interest income	(287)	(335)
Finance costs	63	95
Gain on disposal of property, plant and equipment	–	(3)
Depreciation of property, plant and equipment	796	130
Depreciation of right-of-use asset	37	34
Bad debt expense	–	1
Write-back of allowance for stock obsolescence	–	(1)
Dividend income	(15)	–
Fair value loss on investment property	–	500
Fair value (gain)/loss on investment securities	(33)	2
Currency realignment	29	(30)
Share of results of an associated company	(102)	(128)
Operating cash flows before changes in working capital	(232)	(849)
(Increase)/decrease in trade and other receivables	(324)	962
(Increase)/decrease in contract asset	(12)	54
Decrease/(increase) in prepayments and deposits	8	(30)
Decrease in inventories	39	34
Increase/(decrease) in trade payables	65	(353)
(Decrease)/increase in deferred revenue	(4)	6
Increase/(decrease) in other payables	948	(231)
(Decrease)/increase in contract liabilities	(879)	585
Cash flows (used in)/generated from operations	(391)	178
Interest paid	–	(34)
Interest received	287	335
Net cash flows (used in)/ generated from operating activities	(104)	479
Investing activities		
Purchase of property, plant and equipment	(86)	(279)
Proceeds from disposal of property, plant and equipment	35	51
Dividends received on investment securities	15	–
Dividends from associated company	940	–
Return on capital from associated company	360	–
Investment in debt securities	(251)	–
Repayment of shareholder loan from associated company	–	8,630
Net cash flows generated from investing activities	1,013	8,402
Financing activities		
Payment of lease liabilities	(100)	(95)
Repayment of borrowings	–	(1,750)
Net cash flows used in financing activities	(100)	(1,845)
Net increase in cash and cash equivalents	809	7,036
Cash and cash equivalents at 1 January	7,397	361
Cash and cash equivalents at 31 December	8,206	7,397

D. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

	Attributable to equity holders of the Company			
	Share capital \$'000	Foreign currency translation reserve \$'000	Accumulated (loss) \$'000	Total equity \$'000
Group				
2024				
As at 1 January	32,390	(52)	(5,987)	26,351
Loss net of tax	–	–	(720)	(720)
Other comprehensive income for the year	–	29	–	29
Total comprehensive income for the year	–	29	(720)	(691)
At 31 December	32,390	(23)	(6,707)	25,660
2023				
As at 1 January	32,390	(22)	(4,876)	27,492
Loss net of tax	–	–	(1,111)	(1,111)
Other comprehensive income for the year	–	(30)	–	(30)
Total comprehensive income for the year	–	(30)	(1,111)	(1,141)
At 31 December	32,390	(52)	(5,987)	26,351

	Attributable to equity holders of the Company		
	Share capital \$'000	Accumulated (loss) \$'000	Total equity \$'000
Company			
2024			
At 1 January	32,390	(170)	32,220
Profit net of tax	–	33	33
Total comprehensive income for the year	–	33	33
At 31 December	32,390	(137)	32,253
2023			
At 1 January	32,390	(95)	32,295
Loss net of tax	–	(75)	(75)
Total comprehensive income for the year	–	(75)	(75)
At 31 December	32,390	(170)	32,220

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 and full year ended 31 December 2024 have been prepared in accordance with Singapore Financial Reporting Standard (International) ("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 2024.

The accounting policies and method of computation adopted are consistent with those of the previous financial year except that in the current financial year, 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 2024. 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 31 December 2024, 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 S\$257,000. The Group reported net current assets of S\$5,251,000. 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 2024. 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 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. Management is of the opinion that there is no significant judgement made in applying accounting policies that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial period. 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.

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 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.

(a) *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.

(b) *Provision for expected credit losses ("ECLs") of financial assets carried at amortised costs*

(i) *Simplified approach*

The Group uses a provision matrix to calculate ECLs for trade receivables and contract assets. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns.

The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed.

The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

(ii) General approach

The Group applies the general approach to provide for ECLs on all other financial assets carried at amortised cost. At each reporting date, the Group assesses whether the credit risk of a financial asset has increased significantly since initial recognition. When initial credit risk has increased significantly since initial recognition, loss allowance is measured at an amount equal to lifetime ECLs.

The assessment of whether credit risk of a financial asset has increased significantly since initial recognition is a significant estimate. Credit risk assessment is based on both quantitative and qualitative information and analysis, based on the Group's historical experience and informed credit assessment and includes forward-looking information.

E.3 Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial year ended 31 December 2024.

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

The following table presents revenue and results information regarding the Group's business segments for the six months and full years ended 31 December 2024 and 31 December 2023:

Business segments	Products and installation	Servicing and maintenance	Rental	Property development	Others	Adjustment	Group
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
1 Jul to 31 Dec 2024							
<u>Segment revenue</u>							
Sales to external customers	3,541	194	437	–	–	–	4,172
Intersegment sales	46	–	75	–	–	(121)	–
Total revenue							<u>4,172</u>
<u>Segment results</u>							
Interest income	133	–	14	–	–	–	147
Other income	45	3	7	–	3	–	58
Depreciation and amortisation	(376)	1	(105)	–	(5)	68	(417)
Other non-cash expense	(54)	(1)	(9)	–	–	–	(64)
Segment (loss)/profit before tax	25	90	241	–	(16)	(66)	274
Income tax							–
Profit, net of tax							<u>274</u>
1 Jul to 31 Dec 2023							
<u>Segment revenue</u>							
Sales to external customers	1,169	221	375	–	–	–	1,765
Intersegment sales	59	–	75	–	–	(134)	–
Total revenue							<u>1,765</u>
<u>Segment results</u>							
Interest income	93	3	29	23	–	–	148
Other income	37	3	10	–	–	–	50
Depreciation and amortisation	(73)	(4)	(88)	–	(7)	68	(104)
Other non-cash expense	(430)	(11)	(120)	(151)	–	154	(558)
Segment (loss)/profit before tax	(584)	(11)	(415)	23	(72)	(64)	(1,123)
Income tax							1
Loss, net of tax							<u>(1,122)</u>

Business segments	Products and installation	Servicing and maintenance	Rental	Property development	Others	Adjustment	Group
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
1 Jan to 31 Dec 2024							
<u>Segment revenue</u>							
Sales to external customers	4,643	415	640	–	–	–	5,698
Intersegment sales	91	–	151	–	–	(242)	–
Total revenue							<u>5,698</u>
<u>Segment results</u>							
Interest income	240	6	41	–	–	–	287
Other income	53	4	9	–	4	–	70
Depreciation and amortisation	(693)	(16)	(248)	–	(12)	136	(833)
Other non-cash expense	(79)	(2)	(14)	–	–	–	(95)
Segment (loss)/profit before tax	(778)	45	173	–	(29)	(131)	(720)
Income tax							–
Loss, net of tax							<u>(720)</u>
<u>Segment assets and liabilities</u>							
Segment assets	8,154	210	23,240	–	555	–	32,159
Segment liabilities	2,951	143	2,267	1	1,138	(1)	6,499
1 Jan to 31 Dec 2023							
<u>Segment revenue</u>							
Sales to external customers	3,250	418	738	–	–	–	4,406
Intersegment sales	98	–	151	–	–	(249)	–
Total revenue							<u>4,406</u>
<u>Segment results</u>							
Interest income	137	4	38	156	–	–	335
Other income	50	15	12	–	8	–	85
Depreciation and amortisation	(116)	(7)	(164)	–	(13)	136	(164)
Other non-cash expense	(430)	(11)	(120)	(154)	–	154	(561)
Segment (loss)/profit before tax	(963)	16	(237)	2	194	(126)	(1,114)
Income tax credit							3
Loss, net of tax							<u>(1,111)</u>
<u>Segment assets and liabilities</u>							
Segment assets	7,177	421	23,439	10	1,642	–	32,689
Segment liabilities	2,896	139	2,254	292	1,049	(292)	6,338

E.5 Disaggregation of revenue

	Products and installation \$'000	Servicing and maintenance \$'000	Rental \$'000	Group \$'000
1 Jul to 31 Dec 2024				
Transferred over time	3,258	–	–	3,258
Transferred at a point in time	283	194	437	914
Total revenue	3,541	194	437	4,172

1 Jul to 31 Dec 2023				
Transferred over time	1,038	–	–	1,038
Transferred at point in time	131	221	375	727
Total revenue	1,169	221	375	1,765

	Products and installation \$'000	Servicing and maintenance \$'000	Rental \$'000	Group \$'000
1 Jan to 31 Dec 2024				
Transferred over time	4,263	–	–	4,263
Transferred at a point in time	380	415	640	1,435
Total revenue	4,643	415	640	5,698

1 Jan to 31 Dec 2023				
Transferred over time	2,975	–	–	2,975
Transferred at point in time	275	418	738	1,431
Total revenue	3,250	418	738	4,406

Breakdown of sales

	FY2024 \$'000	FY2023 \$'000	Change
(a) Sales reported for first half year	1,526	2,641	(42.2%)
(b) Operating (losses)/profit after tax before deducting non-controlling interests reported for first half of year	(994)	11	Not meaningful
(c) Sales reported for second half year	4,172	1,765	136.4%
(d) Operating profit/(losses) after tax before deducting non-controlling interests reported for second half of year	274	(1,122)	Not meaningful

E.6 Financial assets and financial liabilities

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

	Group		Company	
	31 Dec 2024 \$'000	31 Dec 2023 \$'000	31 Dec 2024 \$'000	31 Dec 2023 \$'000
Financial assets				
-Trade receivables	1,205	896	–	–
-Other receivables	158	126	–	–
-Cash on hand and at bank	1,106	2,017	205	85
-Deposits	40	51	6	6
-Investment securities	344	60	–	–
-Fixed deposits	9,100	7,380	–	–
-Amount due from subsidiaries	–	–	934	1,419
	11,953	10,530	1,145	1,510

Financial liabilities

-Trade payables	(536)	(499)	(6)	(11)
-Other payables	(3,790)	(2,842)	(1,022)	(928)
-Lease liabilities	(2,830)	(2,824)	(542)	(693)
-Amount due to subsidiaries	–	–	(202)	(459)
	(7,156)	(6,165)	(1,772)	(2,091)

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 the Company as at 31 December 2024 and 31 December 2023 by classes are as follows:

	Group		Company	
	31 Dec 2024 \$'000	31 Dec 2023 \$'000	31 Dec 2024 \$'000	31 Dec 2023 \$'000
Financial assets at amortised cost				
Fixed deposits (non-current)	2,000	2,000	–	–
Cash on hand and at banks	1,106	2,017	205	85
Fixed deposits (current)	7,100	5,380	–	–
Trade receivables	1,205	896	–	–
Deposits	40	51	6	6
Other receivables	158	126	–	–
Amounts due from subsidiaries (current)	–	–	934	1,419
	11,609	10,470	1,145	1,510
Financial assets at fair value through profit or loss				
Investment securities	344	60	–	–
	344	60	–	–
Financial liabilities at amortised cost				
Trade payables	(536)	(499)	(6)	(11)
Other payables	(3,790)	(2,842)	(1,022)	(928)
Amounts due to subsidiaries	–	–	(202)	(459)
	(4,326)	(3,341)	(1,230)	(1,398)

(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 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.

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.

(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 year:

Group (\$000)	Fair value measurements at the end of the reporting year using:			Total
	Quoted prices in active markets for identical instruments (Level 1)	Significant observable inputs other than quoted prices (Level 2)	Significant unobservable inputs (Level 3)	
31 December 2024				
Assets measures at fair value				
Financial assets:				
Equity securities at fair value through profit or loss	75	–	–	75
Debt securities at fair value through profit or loss	–	–	269	269
Financial assets as at 31 December 2024	<u>75</u>	<u>–</u>	<u>269</u>	<u>344</u>
31 December 2023				
Assets measures at fair value				
Financial assets:				
Equity securities at fair value through profit or loss	60	–	–	60
Financial assets as at 31 December 2023	<u>60</u>	<u>–</u>	<u>–</u>	<u>60</u>

There have been no transfers between Level 1, Level 2 and Level 3 for the 12 months ended 31 December 2024 and 31 December 2023 respectively.

(c) **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 bank balances, fixed deposits, trade receivables deposits and other receivables, related party balances, trade payables, other payables and loan and borrowings.

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 Net asset value

	Group		Company	
	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
Net asset value per ordinary share (in cents)	6.571	6.748	8.259	8.251
Number of ordinary shares in issue	390,511,778	390,511,778	390,511,778	390,511,778

E.10 Property, plant and equipment

Group	Leasehold building \$'000	Plant and machinery \$'000	Furniture, fittings and equipment \$'000	Motor vehicles \$'000	Computers \$'000	Total \$'000
Cost						
At 1 January 2023	–	87	707	500	262	1,556
Additions	–	2	2	275	–	279
Disposal	–	–	–	(301)	–	(301)
Reclassification	18,000	–	–	–	–	18,000
At 31 December 2023 and 1 January 2024	18,000	89	709	474	262	19,534
Additions	–	6	2	71	7	86
Disposal	–	–	–	(48)	–	(48)
At 31 December 2024	18,000	95	711	497	269	19,572
Accumulated depreciation						
At 1 January 2023	–	62	425	440	212	1,139
Charge for the year	–	11	70	25	24	130
Disposal	–	–	–	(254)	–	(254)
At 31 December 2023 and 1 January 2024	–	73	495	211	236	1,015
Charge for the year	641	7	70	55	23	796
Disposal	–	–	–	(13)	–	(13)
At 31 December 2024	641	80	565	253	259	1,798
Net carrying amount						
At 31 December 2023	18,000	16	214	263	26	18,519
At 31 December 2024	17,359	15	146	244	10	17,774

During the six months ended 31 December 2024, additions to property, plant and equipment amounted to S\$84,000 (31 December 2023: S\$277,000); disposals of property, plant and equipment was S\$48,000 (31 December 2023: S\$301,000); and there was no write-off of property, plant and equipment (31 December 2023: NIL).

On 29 December 2023, the investment property was reclassified to property, plant and equipment due to a change in use.

E.11 Share capital

The Company's share capital as at 30 June 2024, 31 December 2024 and 31 December 2023 was S\$32,390,000 comprising 390,511,778 shares. There were no outstanding convertibles as at 31 December 2024 and 31 December 2023.

E.12 Changes in treasury shares

Not applicable. There were no treasury shares during and as at 31 December 2024 and 31 December 2023. As such, there was no sale, transfer, cancellation and/or use of treasury shares during and as at the end of the current financial year reported on.

E.13 Changes in subsidiary holdings

Not applicable. There were no subsidiary holdings during and as at 31 December 2024 and 31 December 2023. As such, there was no sale, transfer, cancellation and/or use of subsidiary holdings during and as at the end of the current financial year reported on.

E.14 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 31 December 2024 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 months and financial year then ended and certain explanatory notes have not been audited or reviewed by the Company's auditors.

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

Not applicable. The Group's latest audited financial statements for the financial year ended 31 December 2023 was not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

F.3 Variance from forecast or prospect statements

Not applicable as no forecast or prospect statements was previously provided.

F.4 Earnings per share

The basic and diluted loss per share for the financial year ended 31 December 2024 were 0.184 cents per share (31 December 2023: loss of 0.284 cents per share). The earnings per ordinary share for the financial year under review is calculated based on the weighted average of 390,511,778 ordinary shares (financial year ended 31 December 2023: 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 year ended 31 December 2024 and 31 December 2023.

F.5 Review of Group performance

Financial year ended 31 December 2024 ("FY2024") vs. Financial year ended 31 December 2023 ("FY2023")

Income Statement

The Group's revenue increased by S\$1,292k (29.3%) from S\$4,406k (FY2023) to S\$5,698k (FY2024). The increase was due to higher revenue from Products and installation which was partially offset by decrease in Rental income. Revenue from Products and installation increased by S\$1,393k (42.9%) from S\$3,250k (FY2023) to S\$4,643k (FY2024) due to significant construction progress in FY2024 at the project sites that were delayed during FY2023; Revenue from Servicing and maintenance decreased slightly by S\$3k (0.7%) from S\$418k (FY2023) to S\$415k (FY2024); and Rental income, decreased by S\$98k (13.3%) from S\$738k (FY2023) to S\$640k (FY2024) due to lower occupancy rate in FY2024 compared to FY2023.

Other income decreased by S\$89k (16.2%) from S\$548k (FY2023) to S\$459k (FY2024). This was mainly due to drop in Interest income by S\$48k (14.3%) from S\$335k (FY2023) to S\$287k (FY2024) due to lower interest rate environment; and drop in Share of results of an associated company by S\$26k (20.3%) from S\$128k (FY2023) to S\$102k (FY2024); which was partially offset by Dividend income of S\$15k in FY2024 (FY2023: NIL) and Fair value gain on investment securities of S\$33k in FY2024 (FY2023: NIL).

Costs of Products and installation increased by S\$535k (21.9%) from S\$2,448k (FY2023) to S\$2,983k (FY2024), in line with the higher revenue generated in FY2024. The foregoing rate of increase was lower than the rate of increase in revenue from Products and installation due to economies of scale achieved with higher revenue.

Property operating expenses increased by S\$65k (37.4%) from S\$174k (FY2023) to S\$239k (FY2024), mainly due to the higher property tax and repair cost in FY2024, the latter was due to aging parts and structures.

Salaries and employee benefits remained fairly constant.

Depreciation and amortisation expense increased by S\$666k (512.3%) from S\$130k (FY2023) to S\$796k (FY2024) mainly due to the depreciation on the Leasehold building for FY2024, which was absent in FY2023 prior to its reclassification from Investment Property to Property, plant and equipment on 29 December 2023.

Other expenses decreased by S\$420k (36.6%) from S\$1,148k (FY2023) to S\$728k (FY2024), mainly due to the fair value loss of S\$500k recorded in FY2023 for the Leasehold building; which was partially offset by higher audit fee, directors' fee and transportation cost.

Finance cost decreased by S\$32k (33.7%) from S\$95k (FY2023) to S\$63k (FY2024), mainly due to the full repayment of loans and borrowings in FY2023.

As a result of the above, the Group's loss net of tax amounted to S\$720k in FY2024 as compared to S\$1,114k in FY2023.

Balance Sheet

Investment in an associated company decreased from S\$1,491k as at 31 December 2023 to S\$293k as at 31 December 2024 after the receipt of dividends and capital reduction of S\$940k and S\$360k respectively.

In FY2024, the Group entered into an agreement for housing development project in Indonesia, with the Group taking 25% share of the development. As at 31 December 2024, the Group had contributed funds for the land identified for the development and the contribution was recorded at fair value of the Group's proportional share of the land of S\$269k.

Trade receivable increased by S\$292k from S\$913k as at 31 December 2023 to S\$1,205k as at 31 December 2024; contract assets increased by S\$12k from S\$88k as at 31 December 2023 to S\$100k as at 31 December 2024; and other receivables increased by S\$32k from S\$126k as at 31 December 2023 to S\$158k at 31 December 2024 due to the timing difference of billings made.

Trade payables increased by S\$65k from S\$531k as at 31 December 2023 to S\$596k as at 31 December 2024 which is in line with the higher revenue.

Other payables increased by S\$948k from S\$2,842k as at 31 December 2023 to S\$3,790k as at 31 December 2024 mainly due to the bond monies of S\$532k received and the timing difference of payment made to creditors.

Contract liabilities decreased by S\$879k from S\$1,089k as at 31 December 2023 to S\$210k as at 31 December 2024 due to the timing difference of billings made.

Cashflow Statement

The Group's cash increased by S\$809k in FY2024. Operating activities and financing activities used cash of S\$104k and S\$100k respectively in FY2024. Investing activities generated cash of S\$1,013k, which was mainly due to the receipt of dividends from and capital reduction of the associated company of S\$1,300k and partially offset by investment in debt securities of S\$251k.

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 financial year ended 31 December 2024 as the Group would like to preserve resources for exploration of new business opportunities should they arise.

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 financial year ended 31 December 2024.

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

The Company did not carry out any acquisition 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.

Additional information required for full year announcement

F.11 Segmented revenue and results for operating segments (of the Group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

Refer to E.4 of the Notes to the Condensed Interim Financial Statements.

F.12 In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Refer to Section F.5.

F.13 A breakdown of sales

Refer to E.5 of the Notes to the Condensed Interim Financial Statements.

F.14 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Not applicable. No dividend has been declared or recommended for FY2024 and FY2023.

F.15 Disclosure of persons occupying managerial positions who are related to a director, CEO or substantial shareholder

Name	Age	Family relationship with any director 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
Lee Pui Hoon	47	Daughter of Mr Lee Ee @ Lee Eng	Admin and Corporate Affairs Director Assist the Group in administrative matters and corporate affairs and oversees the finance department. Position was first held in 2014.	NIL
Lee Yung Li	45	Son of Mr Lee Ee @ Lee Eng	Senior Manager (in a wholly-owned subsidiary, Progen Pte Ltd) Responsible for Product Innovation and Development. Position was first held in 2014	NIL

BY ORDER OF THE BOARD PROGEN HOLDINGS LTD

Lee Ee @ Lee Eng
Managing Director
27 February 2025

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.

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