LEY CHOON GROUP HOLDINGS LIMITED
(Company Registration No. 198700318G)

ANNOUNCEMENT OF CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST HALF YEAR ENDED 30 SEPTEMBER 2026

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A. Condensed interim consolidated statement of profit or loss and other comprehensive income

	Note	The Group 6 Months ended 30-Sep 2026 S$'000	30-Sep 2025 S$'000	Change %
Revenue	4	81,205	64,404	26.1%
Cost of sales		(69,549)	(52,955)	31.3%
Gross profit		11,656	11,449	1.8%
Other income		1,566	1,212	29.2%
Selling and distribution expenses		(73)	(88)	-17.0%
Administrative expenses		(6,647)	(6,427)	3.4%
Impairment losses on trade receivables reversed, net		—	24	n/m
Other operating expenses		(18)	(65)	-72.3%
Finance costs		(302)	(210)	43.8%
Profit before taxation	6	6,182	5,895	4.9%
Taxation	7	(808)	189	n/m
Profit for the period		5,374	6,084	-11.7%
Other comprehensive income/(loss) after tax:				
Items that are or may be reclassified subsequently to profit or loss				
Foreign currency translation differences on consolidation		(26)	3	n/m
Other comprehensive (loss)/income for the period, net of tax of nil		(26)	3	n/m
Total comprehensive income for the period		5,348	6,087	-12.1%
Profit attributable to:				
Owners of the company		5,372	6,083	-11.7%
Non-controlling interest		2	1	100.0%
Profit for the period		5,374	6,084	-11.7%
Total comprehensive income attributable to:				
Owners of the company		5,346	6,086	-12.2%
Non-controlling interest		2	1	100.0%
Total comprehensive income for the period		5,348	6,087	-12.1%
Earnings per share attributable to owners of the Company (Singapore cent)				
Basic and diluted		0.357	0.404	

B. Condensed interim statements of financial position

	Group		Company	
	As at 30-Sep-26 S$'000	As at 31-Mar-26 S$'000	As at 30-Sep-26 S$'000	As at 31-Mar-26 S$'000
ASSETS				
Non-Current Assets				
Property, plant and equipment	11,273	12,026	—	—
Right-of-use assets	17,511	15,753	—	—
Subsidiaries	—	—	160,100	160,100
Deferred tax assets	499	499	—	—
Club membership	270	270	—	—
	29,553	28,548	160,100	160,100
Current Assets				
Inventories	8,520	7,318	—	—
Contract assets	68,554	54,458	—	—
Trade and other receivables	15,070	12,637	2,426	5,197
Prepayments	4,478	5,550	19	23
Other investments	16	21	—	—
Cash and bank deposits	3,911	10,820	29	17
	100,549	90,804	2,474	5,237
Total assets	130,102	119,352	162,574	165,337
EQUITY AND LIABILITIES				
Capital and Reserves				
Share capital	97,889	97,889	164,108	164,108
Accumulated losses	(17,151)	(20,264)	(30,546)	(27,993)
Other reserves	(1,403)	(1,377)	28,774	28,774
	79,335	76,248	162,336	164,889
Non-controlling interest	6	4	—	—
Total equity	79,341	76,252	162,336	164,889
Non-Current Liabilities				
Deferred tax liabilities	1,307	1,307	—	—
Lease liabilities	7,379	7,026	—	—
	8,686	8,333	—	—
Current Liabilities				
Lease liabilities	5,280	5,081	—	—
Borrowings	4,000	—	—	—
Trade and other payables	31,144	28,066	238	448
Current tax payable	1,651	1,620	—	—
	42,075	34,767	238	448
Total liabilities	50,761	43,100	238	448
Total equity and liabilities	130,102	119,352	162,574	165,337

C. Condensed interim statements of changes in equity

Group	**Share capital**	**Accumulated losses**	**Foreign currency translation reserve**	**Other reserve**	**Equity attributable to owners of the Company**	**Non-controlling interest**	**Total equity**
	S$'000	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Balance at 1 April 2025	97,889	(25,744)	(1,383)	(39)	70,723	1	70,724
Profit for the period	—	6,083	—	—	6,083	1	6,084
Other comprehensive income for the period							
- Foreign currency translation differences	—	—	3	—	3	—	3
Other comprehensive income for the period	—	—	3	—	3	—	3
Total comprehensive income for the period	—	6,083	3	—	6,086	1	6,087
Contributions by and distributions to owners							
- Dividends	—	(4,517)	—	—	(4,517)	—	(4,517)
Transactions with owners in their capacity as owners	—	(4,517)	—	—	(4,517)	—	(4,517)
Balance at 30 September 2025	97,889	(24,178)	(1,380)	(39)	72,292	2	72,294
Balance at 1 April 2026	97,889	(20,264)	(1,336)	(41)	76,248	4	76,252
Profit for the period	—	5,372	—	—	5,372	2	5,374
Other comprehensive loss for the period							
- Foreign currency translation differences	—	—	(26)	—	(26)	—	(26)
Other comprehensive loss for the period	—	—	(26)	—	(26)	—	(26)
Total comprehensive income/(loss) for the period	—	5,372	(26)	—	5,346	2	5,348
Contributions by and distributions to owners							
- Dividends	—	(2,259)	—	—	(2,259)	—	(2,259)
Transactions with owners in their capacity as owners	—	(2,259)	—	—	(2,259)	—	(2,259)
Balance at 30 September 2026	97,889	(17,151)	(1,362)	(41)	79,335	6	79,341

C. Condensed interim statements of changes in equity (cont'd)

Company	**Share capital**	**Capital reserve**	**Accumulated losses**	**Total equity**
	S$'000	**S$'000**	**S$'000**	**S$'000**
Balance at 1 April 2025	164,108	28,774	(26,204)	166,678
Loss for the period, representing total comprehensive loss for the period	—	—	(301)	(301)
Contributions by and distributions to owners				
- Dividends	—	—	(4,517)	(4,517)
Transactions with owners in their capacity as owners	—	—	(4,517)	(4,517)
Balance at 30 September 2025	164,108	28,774	(31,022)	161,860
Balance at 1 April 2026	164,108	28,774	(27,993)	164,889
Loss for the period, representing total comprehensive loss for the period	—	—	(294)	(294)
Contributions by and distributions to owners				
- Dividends	—	—	(2,259)	(2,259)
Transactions with owners in their capacity as owners	—	—	(2,259)	(2,259)
Balance at 30 September 2026	164,108	28,774	(30,546)	162,336

D. Condensed interim consolidated statement of cash flows

		The Group 6 Months Period ended	
		30-Sep-26 S$'000	30-Sep-25 S$'000
Cash Flows from Operating Activities:			
Profit before taxation		6,182	5,895
Adjustments for:			
Depreciation of property, plant and equipment		1,512	2,565
Depreciation of right-of-use assets		1,961	1,191
Fair value loss on other investments		5	1
Gain on disposal of property, plant and equipment		(429)	(164)
Impairment losses on trade receivables reversed, net		—	(24)
Interest expense		302	210
Interest income		(39)	(116)
Write-down on inventories		8	35
Operating profit before working capital changes		9,502	9,593
Changes in inventories		(1,212)	(1,079)
Changes in contract assets		(14,099)	(7,547)
Changes in trade and other receivables		(2,440)	7,340
Changes in prepayments		1,071	(1,927)
Changes in trade and other payables		3,069	(950)
Cash (used in)/generated from operations		(4,109)	5,430
Interest received from other receivable		24	—
Income taxes paid		(778)	(425)
Net cash (used in)/generated from operating activities		(4,863)	5,005
Cash Flows from Investing Activities:			
Decrease in fixed deposits with maturity of more than three months		400	—
Interest received		15	116
Purchase of property, plant and equipment and right-of-use assets		(1,228)	(1,162)
Proceeds from disposal of property, plant and equipment		672	243
Net cash used in investing activities		(141)	(803)
Cash Flows from Financing Activities:			
Dividends paid	8	(2,259)	(4,517)
Interest paid		(302)	(210)
Proceeds from bank borrowings		4,000	—
Repayment of lease liabilities		(2,942)	(1,708)
Repayment of bills payable		—	(1,226)
Net cash used in financing activities		(1,503)	(7,661)

D. Condensed interim consolidated statement of cash flows (cont'd)

	The Group 6 Months Period ended	
	30-Sep-26	**30-Sep-25**
	S$'000	**S$'000**
Net decrease in cash and cash equivalents	(6,507)	(3,459)
Cash and cash equivalents at beginning of period	10,400	15,129
Exchange differences on translation of cash and cash equivalents	(2)	(6)
Cash and cash equivalents at end of period	3,891	11,664

Cash and cash equivalents

	30-Sep-26	**30-Sep-25**
	S$'000	**S$'000**
Cash at banks and cash on hand	3,891	3,664
Fixed deposits	20	8,020
	3,911	11,684
Less: Fixed deposits with maturity of more than three months	(20)	(20)
Cash and cash equivalents as per consolidated statement of cash flows	3,891	11,664

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

Ley Choon Group Holdings Limited (the "**Company**") is incorporated and domiciled in Singapore and whose shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at and for the six months ended 30 September 2026 comprise the Company and its subsidiaries (collectively, the "**Group**").

The principal activity of the Company is that of an investment holding company. The principal activities of the subsidiaries are as below:

- Underground utilities infrastructure construction and maintenance services, which include water pipes, NEWater pipes, high-pressure gas pipes, high-voltage power cables, fiber optic cables and sewer pipeline rehabilitation;

- Road and airfield pavement construction and maintenance services, which include the supplying and laying of graded stones, cement treated base and milling and laying of asphalt premix; and

- Construction materials supply services, which include production of asphalt premix and recycled aggregates from construction and demolition waste.

2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 September 2026 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore dollar which is the Company's functional currency.

2.1. New and amended standards adopted by the Group

A number of amendments to standards 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.

2.2. Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

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

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 March 2026.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about estimates, assumptions and judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements are as follows:

- Depreciation of property, plant and equipment and right-of-use assets
- Revenue recognition for long-term contracts

There were no significant changes in critical judgements, estimates and assumptions as compared to the consolidated financial statements as at and for the year ended 31 March 2026.

3. Seasonal operations

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

4. Segment and revenue information

The Group is organised into the following main business segments:

Segment 1: Pipes & roads;
Segment 2: Construction materials; and Others

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

4.1. Reportable segments

The Group	Pipes and roads		Construction materials		Others/Unallocated		Total	
	6 Months Period ended		6 Months Period ended		6 Months Period ended		6 Months Period ended	
	30-Sep-26 S$'000	30-Sep-25 S$'000	30-Sep-26 S$'000	30-Sep-25 S$'000	30-Sep-26 S$'000	30-Sep-25 S$'000	30-Sep-26 S$'000	30-Sep-25 S$'000
External revenue	79,971	63,600	1,234	804	—	—	81,205	64,404
Inter-segment revenue	27,691	16,334	18,893	12,661	—	—	46,584	28,995
Total revenue	107,662	79,934	20,127	13,465	—	—	127,789	93,399
Interest income	—	—	—	—	39	116	39	116
Interest expense	(302)	(208)	—	(2)	—	—	(302)	(210)
Depreciation of property, plant and equipment	(1,405)	(1,229)	(50)	(410)	(57)	(926)	(1,512)	(2,565)
Depreciation of right-of-use assets	(1,961)	(1,093)	—	—	—	(98)	(1,961)	(1,191)
Impairment losses on trade receivables reversed, net	—	24	—	—	—	—	—	24
Gain on disposal of property, plant and equipment	429	164	—	—	—	—	429	164
Reportable segment profit/(loss) before tax	11,032	10,970	226	111	(5,076)	(5,186)	6,182	5,895
Reportable segment assets	109,210	67,440	7,915	7,041	12,977	25,229	130,102	99,710
Capital expenditure	4,628	6,120	—	—	108	89	4,736	6,209
Reportable segment liabilities	31,649	18,682	3,466	624	15,646	8,110	50,761	27,416

4.2. Disaggregation of Revenue

	6 Months Period ended 30 September 2026			6 Months Period ended 30 September 2025		
	Pipes and roads	Construction materials	Total	Pipes and roads	Construction materials	Total
The Group	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Revenue from contracts with customers						
- Rendering of services	79,515	—	79,515	62,971	—	62,971
- Sale of construction materials	—	1,234	1,234	—	804	804
	79,515	1,234	80,749	62,971	804	63,775
Rental of motor vehicles and machinery	456	—	456	629	—	629
	79,971	1,234	81,205	63,600	804	64,404
Timing of transfer of goods and services						
- Over time	30,350	—	30,350	17,562	—	17,562
- At a point in time	49,165	1,234	50,399	45,409	804	46,213
	79,515	1,234	80,749	62,971	804	63,775
Geographical information						
Singapore	79,971	1,234	81,205	63,598	804	64,402
Sri Lanka	—	—	—	2	—	2
	79,971	1,234	81,205	63,600	804	64,404

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 September 2026 and 31 March 2026:

	The Group		The Company	
	30 Sep 2026 $'000	31 Mar 2026 $'000	30 Sep 2026 $'000	31 Mar 2026 $'000
Financial assets				
Other investments	16	21	—	—
Cash and bank deposits and trade and other receivables(*) (Amortised cost)	18,903	23,208	2,455	5,214
	18,919	23,229	2,455	5,214
Financial liabilities				
Trade and other payables(#), borrowings and lease liabilities (Amortised cost)	46,713	39,258	238	448

* Excluding net input taxes
\# Excluding provision for retirement benefits and net output taxes

5.1 Fair value measurement

The carrying amount of financial assets and liabilities with a maturity of less than one year is assumed to approximate their fair values.

However, the Group and the Company do not anticipate that the carrying amounts recorded at the end of the reporting period would be significantly different from the values that would eventually be received or settled.

The face value less any estimated credit adjustments for financial assets and liabilities with a maturity of less than one year, comprising trade and other receivables (excluding net input taxes), cash and bank deposits, borrowings (which are short-term or repayable on demand), and trade and other payables (excluding net output taxes), are assumed to approximate their fair values. The fair value of financial liabilities is estimated by discounting the future contractual cash flows at the current market interest rate available to the Group and the Company for similar financial instruments.

Fair value hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as is prices) or indirectly (i.e. derived from prices); and

Level 3: inputs for the assets or liability that are not based on observable market data (unobservable inputs).

6. Profit before taxation

6.1. Significant items

	6 Months period ended	
	30 Sep 2026 S$'000	30 Sep 2025 S$'000
The Group		
Depreciation of property, plant and equipment	1,512	2,565
Depreciation of right-of-use assets	1,961	1,191
Fair value loss on other investments	5	1
Finance costs	302	210
Foreign exchange (gain)/loss, net	(18)	28
Gain on disposal of property, plant and equipment	(429)	(164)
Impairment losses on trade receivables reversed, net	—	(24)
Interest income	(39)	(116)
Operating lease expenses	1,704	867
Write-down on inventories	8	35

6.2. Related party transactions

There are no related party transactions apart from those disclosed elsewhere in the financial statements.

7. 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 expense in the condensed interim consolidated statement of profit or loss are:

	6 Months period ended	
The Group	30 Sep 2026 S$'000	30 Sep 2025 S$'000
Current income tax expenses		
- current period	808	—
- changes in estimates in respect of prior years	—	(189)
Deferred taxation relating to origination and reversal of temporary differences	—	—
	808	(189)

8. Dividends

The Group and the Company	6 Months period ended 30 Sep 2026 S$'000	6 Months period ended 30 Sep 2025 S$'000
Final tax-exempt (one-tier) dividend of S$0.0015 (31 March 2025: S$0.0030) per share in respect of the previous financial year	2,259	4,517

9. Net Asset Value

	Group		Company	
Net asset value (NAV in cents)	As at 30 Sep 2026	As at 31 Mar 2026	As at 30 Sep 2026	As at 31 Mar 2026
NAV per ordinary share	5.27	5.06	10.78	10.95
Number of shares	1,505,767,572	1,505,767,572	1,505,767,572	1,505,767,572

10. Property, plant and equipment

During the six months ended 30 September 2026, the Group acquired property, plant and equipment amounting to S$985,000 (30 September 2025: S$580,000) and disposed of property, plant and equipment amounting to S$243,000 (30 September 2025: S$79,000).

11. Borrowings

The Group	As at 30 Sep 26 S$'000	As at 31 Mar 26 S$'000
Amount repayable within one year or on demand		
Secured	4,000	–

The bank borrowings and credit facilities of the Group are secured by charge over accounts, subordination deed and corporate guarantees by the Company.

12. Share capital

	The Group		The Company	
	As at	As at	As at	As at
	30 Sep 2026 S$'000	31 Mar 2026 S$'000	30 Sep 2026 S$'000	31 Mar 2026 S$'000
Issued and fully paid, with no par value				
At beginning and end of year	97,889	97,889	164,108	164,108

The Group and the Company	30 Sep 2026	31 Mar 2026
Number of ordinary shares		
At beginning and end of year	1,505,767,572	1,505,767,572

The Company did not hold any treasury shares as at 30 September 2026 and 31 March 2026.

The Company's subsidiaries do not hold any shares in the Company as at 30 September 2026 and 31 March 2026.

F. Other information required by Appendix 7.2 of the Listing Manual

OTHER INFORMATION

1. Review

The condensed consolidated statement of financial position of Ley Choon Group Holdings Limited and its subsidiaries as at 30 September 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 first half year ended 30 September 2026 and certain explanatory notes have not been audited or reviewed.

1A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:
(a) Updates on the efforts taken to resolve each outstanding audit issue.
(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable. The Group's latest financial statements are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

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

The financial statements referred above were not reviewed or audited.

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

The current results are in line with the commentary disclosed in paragraph 4 of the announcement of condensed interim financial statements for the second half and full year ended 31 March 2026 dated 29 May 2026.

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 outlook for Singapore's construction sector remains positive. The Building and Construction Authority ("BCA") (vide their media release on 22 January 2026) expects construction demand to remain strong over the medium term, at an average of S$39 billion to S$46 billion a year from 2027 to 2030. Large projects such as Changi Airport Terminal 5, public housing and the redevelopment of the National University Hospital will support this demand. BCA has also noted that project schedules may change because of global economic risks.

However, the industry continues to face labour shortages and rising costs. Geopolitical tensions and supply chain disruptions may continue to push up energy and material costs. If these conditions persist, the Group's operating costs and margins may be affected in the next reporting period and the next 12 months. The Group will remain cautious. It will continue to control costs, improve efficiency and preserve cash flow, and will monitor developments closely.

Separately, the Group is also reviewing its lease arrangements for operating facilities in Singapore. While some adjustments may be required in the medium term, no significant disruption to

operations is anticipated. The Group is proactively preparing to ensure operational continuity and readiness for future growth over the next 12 months.

As at the date of this announcement, the Group's unfulfilled order book stands at approximately S$335.5 million, which the Group will progressively fulfil in the coming periods.

5. Dividend Information

5a. Current Financial Period Reported on

Any dividend recommended for the current financial period reported on?

No.

5b. Corresponding Period of the Immediate Preceding Financial Year

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

No.

5c. Date Payable

Not applicable.

5d. Books Closure Date

Not applicable.

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

No interim dividend has been recommended for the financial period ended 30 September 2026, primarily to preserve the Group’s working capital to support operational needs and sustain financial stability.

7. Interested person transactions

The Group has not obtained a general mandate from shareholders for interested party transactions. The Group had no interested party transactions during the period.

8. Review of performance of the Group

The Group's operations are organised into two reportable business segments, namely Pipes & Roads and Construction Materials. For the financial period under review, the Pipes & Roads segment remained the predominant contributor, accounting for approximately 98% of the Group's total revenue, with the Construction Materials segment contributing the balance of approximately 2%. The revenue mix was broadly in line with that of the corresponding period in the prior year.

Comprehensive income statement for the first half year ended 30 September 2026

Revenue

The Group's revenue increased by approximately S$16.8 million or 26.1%, from S$64.4 million for the six-month financial period ended 30 September 2025 ("**1HFY2026**") to S$81.2 million for the six-month financial period ended 30 September 2026 ("**1HFY2027**"). This growth was primarily driven by higher construction activities and progressive revenue recognition across road works, cable projects, and airport-related infrastructure works. The increase was partially offset by lower revenue contribution from certain pipe-laying projects that had either reached completion or were approaching substantial completion during the period under review.

Gross profit

The Group's gross profit rose slightly by S$0.2 million, or 1.8%, to S$11.6 million in 1HFY2027, compared with S$11.4 million in 1HFY2026. Gross profit margin, however, declined by 3.4 percentage points from 17.8% to 14.4%, as the 31.3% increase in cost of sales exceeded the 26.1% growth in revenue. The margin compression was mainly attributable to higher material cost, direct operating costs, including oil based materials and site support services, amid continued global geopolitical uncertainties and inflationary pressures and direct labour costs arising from the additional manpower deployed to support increased construction activities.

Other income

Other income for 1HFY2027 increased by approximately S$0.4 million, or 29.2%, to S$1.6 million, compared to S$1.2 million in 1HFY2026, mainly due to gain on disposal of property, plant and equipment and higher income from scrap sales.

Selling and distribution expenses

Selling and distribution expenses for 1HFY2027 decreased by 17.0% to S$0.07 million, compared to 1HFY2026, mainly due to lower travelling expenses incurred during the period.

Administrative expenses

Administrative expenses for 1HFY2027 increased marginally by approximately S$0.2 million, or 3.4%, to S$6.6 million, compared to S$6.4 million in 1HFY2026, mainly due to higher staff-related costs and certain office expenses incurred during period. This was partially offset by lower depreciation of property, plant and equipment.

Other operating expenses

Other operating expenses for 1HFY2027 decreased by 72.3% to $0.02 million compared to $0.07 million in 1HFY2026 due to absence of foreign exchange losses and lower inventory write off during the period.

Finance costs

Finance costs increased by approximately S$0.1 million, or 43.8%, from S$0.2 million in 1HFY2026 to S$0.3 million in 1HFY2027. The increase was primarily attributable to higher interest expenses on lease liabilities, arising from new lease arrangements entered into during the period.

Profit before tax

Profit before tax for 1HFY2027 increased by 4.9% to $6.2 million compared to $5.9 million in 1HFY2026. The increase was primarily attributable to higher gross profit and other income.

Taxation

Income tax expense increased by approximately S$1.0 million from a tax credit of S$0.2 million in 1HFY2026 to a tax expense of S$0.8 million in 1HFY2027. The increase was primarily attributable to the provision for income tax for current year taxation.

Net profit

The Group reported net profit after tax of S$5.4 million for 1HFY2027, a decrease of S$0.7 million or 11.7% compared to S$6.1 million in 1HFY2026, primarily due to the various reasons as explained above.

Consolidated statements of financial position

Non-current assets

The Group's non-current assets increased by S$1.1 million from S$28.5 million as at 31 March 2026 to S$29.6 million as at 30 September 2026, primarily attributable to the following:

(a) Right-of-use assets increased by S$1.8 million to S$17.5 million as at 30 September 2026 compared to S$15.8 million as at 31 March 2026, mainly attributable to additions of right-of-use assets amounting to S$3.8 million, partially offset by depreciation of S$2.0 million; and

which were partially offset by:

(b) Property, plant and equipment decreased by S$0.7 million to S$11.3 million as at 30 September 2026 compared to S$12.0 million as at 31 March 2026, due mainly to depreciation of S$1.5 million and disposal of plant and equipment of S$0.2 million, partially offset by additions of plant and equipment amounting to S$1.0 million.

Current assets

The Group's current assets increased by S$9.8 million from S$90.8 million as at 31 March 2026 to S$100.6 million as at 30 September 2026, primarily attributable to the following:

(a) Contract assets increased by approximately S$14.1 million or 25.9%, from S$54.5 million as at 31 March 2026 to S$68.6 million as at 30 September 2026. The increase was primarily attributable to higher volumes of work executed on ongoing projects that were pending certification by clients at the close of the reporting period. The increase was predominantly concentrated in a specific operating segment where progress claims are subject to stringent client verification protocols and a multi-tiered approval framework, leading to longer administrative lead times for the issuance of payment certificates. Based on management's assessment, the contract assets recognised correspond to actual work performed to date and are fully recoverable upon completion of the respective certification procedures. The Group remains in active engagement with the relevant client representatives to expedite the verification and certification of our progress claims.

(b) Trade and other receivables increased by S$2.4 million to S$15.1 million as at 30 September 2026 compared to S$12.6 million as at 31 March 2026 due mainly to higher billings arising from increased work done on projects during the period; and

(c) Inventories increased by S$1.2 million to S$8.5 million as at 30 September 2026 compared to S$7.3 million as at 31 March 2026 due mainly to the purchase of materials for ongoing projects;

which were partially offset by:

(d) Cash and bank balance decreased by S$6.9 million to S$3.9 million as at 30 September 2026 compared to S$10.8 million as at 31 March 2026 due mainly to net cash used in operating activities of S$4.9 million arising from the increase in working capital as explained in (a) to (c) above. The Group also used net cash of S$1.5 million in financing activities and S$0.1 million in investing activities, including dividend payments to shareholders, capital expenditure on plant and equipment and repayment of lease liabilities.; and

(e) Prepayment decreased by S$1.1 million to S$4.5 million as at 30 September 2026 compared to S$5.6 million as at 31 March 2026 due mainly to lower advance payments made to suppliers for the purchase of materials.

Current liabilities

The Group's current liabilities increased by S$7.3 million from S$34.8 million as at 31 March 2026 to S$42.1 million as at 30 September 2026, attributable mainly to:

(a) Borrowings increased to S$4.0 million as at 30 September 2026 (31 March 2026: Nil), primarily attributable to the drawdown of short-term bank facilities to bridge interim working capital requirements. This temporary financing requirement was largely attributable to the longer lead times for the certification and billing of contract assets highlighted above;

(b) Trade and other payables increased by S$3.0 million to S$31.1 million as at 30 September 2026 compared to S$28.1 million as at 31 March 2026. The increase was principally driven by higher procurement of construction materials to support the ongoing projects as well as prudent cash flow and working capital management in alignment with the extended collection cycles arising from the aforementioned interim payment certification lead times;

(c) Lease liabilities increased by S$0.2 million to S$5.3 million as at 30 September 2026 compared to S$5.1 million as at 31 March 2026 due mainly to new lease arrangements entered into during the period, corresponding to the additions to right-of-use assets as mentioned above; and

(d) Current tax payable marginally increased to S$1.7 million as at 30 September 2026 compared to S$1.6 million as at 31 March 2026 due mainly to the provision for current period taxation of S$0.8 million, partially offset by income tax paid of S$0.7 million.

Non-current liabilities

The Group's non-current liabilities increased by S$0.4 million from S$8.3 million as at 31 March 2026 to S$8.7 million as at 30 September 2026 due mainly to additional lease liabilities arising from new lease arrangements entered into during the period.

Consolidated statement of cash flow

The Group's cash and cash equivalents stood at S$3.9 million as at 30 September 2026, as compared to S$11.7 million as at 30 September 2025.

Net cash used in operating activities

Net cash used in operating activities was S$4.9 million, comprising operating profit before working capital changes of S$9.5 million, net working capital outflow of S$13.6 million and income taxes paid of S$0.8 million.

The net working capital outflow of S$13.6 million was due mainly to the following:

(a) Contract assets increased by S$14.1 million as explained above;

(b) Trade and other receivables increased by S$2.5 million due mainly to higher billings arising from increased work done on projects during the period;
(c) Trade and other payables increased by S$3.1 million due mainly to higher payables arising from materials purchased for ongoing projects during the period;

(d) Inventories increased by S$1.2 million due mainly to the purchase of materials for ongoing projects; and

(e) Prepayments decreased by S$1.1 million due mainly to lower advance payments made to suppliers for the purchase of materials.

Net cash used in investing activities

Net cash used in investing activities amounted to S$0.1 million, primarily due to the purchase of property, plant and equipment and right-of-use assets, partially offset by proceeds from the disposal of property, plant and equipment and a decrease in fixed deposits with maturity of more than three months.

Net cash used in financing activities

Net cash used in financing activities amounted to S$1.5 million, primarily due to repayment of lease liabilities, dividend payments to shareholders and interest payments, partially offset by proceeds from bank borrowings during the period.

9. Disclosure on Acquisitions and Realisations of Shares pursuant to Rule 706A

The Company announced the incorporation of Ley Choon TTC (Aust) Tunnelling International Pte. Ltd. arising from the entry into a joint venture agreement with The Tunnel Company (Aust) Pty Ltd on 8 June 2026. For more information, please refer to the Company's announcement on 9 June 2026.

Save for the above, during 1HFY2027, there were no acquisitions or realisations of shares resulting in a company becoming or ceasing to be a subsidiary or associated company of the Company, or resulting in the Company increasing or reducing its shareholding percentage in a subsidiary or associated company.

10. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

11. Negative Confirmation by the Board pursuant to Rule 705(5) of the Mainboard Rules

Having considered, including but not limited to, the following:

- whether the financial statements provide a balanced and fair view of any material factors that have affected the Company's business conditions and financial position; and

- all material information has been assessed to ensure reliability of the financial statements.

The Board of Directors of the Company confirms, to the best of their knowledge, nothing has come to their attention which may render the first half yearly financial results for the period ended 30 September 2026 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Toh Choo Huat
Executive Chairman and Chief Executive Officer

William Tan Kwang Hwee
Lead Independent Director

13 November 2026