



iWOW Technology Limited

(Company Registration No.: 199905973K)
(Incorporated in the Republic of Singapore on 1 October 1999)

Unaudited Condensed Interim Financial Statements

**For The Half Year
Ended 30 September 2024**

*This announcement has been prepared by iWOW Technology Limited (the “**Company**”) and its contents have been reviewed by the Company’s sponsor, Evolve Capital Advisory Private Limited (the “**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”).*

This announcement has not been examined or approved by the SGX-ST. The SGX-ST 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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Certain numerical figures set out in this Announcement, including financial data presented in millions or thousands and percentages, have been subject to rounding adjustments, and, as a result, the totals of the data in this Announcement may vary slightly from the actual arithmetic totals of such information.

Percentages and amounts reflecting changes over time periods relating to financial and other data set forth in this Announcement are approximate figures and have been calculated using the numerical data in our consolidated financial statements or the tabular presentation of other data (subject to rounding) contained in this Announcement, as applicable, and not using the numerical data in the narrative description thereof.

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

	Note	Group		+ / (-) %
		1st Half Ended		
		30/9/2024	30/9/2023	
		S\$'000	S\$'000	
Revenue	4	17,070	17,266	(1)
Other operating income	5	266	242	10
Changes in inventories & raw materials used		(4,659)	(5,190)	(10)
Employee benefits expense		(6,465)	(5,919)	9
Amortisation and depreciation expense		(850)	(846)	–
Other operating expenses		(5,350)	(5,197)	3
Finance costs	6	(36)	(27)	33
(Loss) / profit before income tax	7	(24)	329	(107)
Income tax credit / (expense)	9	146	(45)	424
Profit for the financial period		122	284	(57)
Other comprehensive income:				
Items that may be reclassified subsequently to profit or loss				
Exchange differences on translating foreign operations		117	(43)	372
Other comprehensive income / (loss) for the financial period		117	(43)	372
Total comprehensive income for the financial period		239	241	(1)
Earnings per share attributable to owners of the Company				
Basic (cents per share)	11	0.05	0.11	
Diluted (cents per share)	11	0.05	0.11	

B. Condensed interim statements of financial position

	Note	Group		Company	
		30/9/2024	31/3/2024	30/9/2024	31/3/2024
		S\$'000	S\$'000	S\$'000	S\$'000
ASSETS					
Non-current assets					
Investment in subsidiaries	13	–	–	11,395	11,395
Property, plant and equipment	14	3,600	1,545	1,505	595
Intangible assets	15	3,999	4,107	122	129
Total non-current assets		7,599	5,652	13,022	12,119
Current assets					
Inventories	18	1,966	3,888	268	398
Trade receivables	16	15,079	22,670	1,700	1,203
Other receivables	17	668	807	7,456	6,544
Fixed deposit pledged		61	54	–	–
Cash and cash equivalents		6,780	6,327	895	1,733
Total current assets		24,554	33,746	10,319	9,878
Total assets		32,153	39,398	23,341	21,997
EQUITY AND LIABILITIES					
Equity					
Share capital	20	31,019	31,019	31,019	31,019
Treasury shares	20	(36)	(36)	(36)	(36)
Foreign currency translation reserve		10	(107)	–	–
Share-based compensation reserve	21	34	–	34	–
Accumulated losses		(10,005)	(9,548)	(15,350)	(14,995)
Total equity		21,022	21,328	15,667	15,988
Non-current liabilities					
Deferred tax liabilities		2	2	–	–
Borrowings	19	–	111	–	111
Other payables	13	1,900	1,900	1,900	1,900
Lease liabilities		819	122	56	101
Total non-current liabilities		2,721	2,135	1,956	2,112
Current liabilities					
Borrowings	19	242	259	242	259
Lease liabilities		563	285	129	171
Trade payables		3,577	6,951	69	104
Other payables		2,935	7,019	5,221	3,330
Contract liabilities		734	777	57	33
Provision for taxation		359	644	–	–
Total current liabilities		8,410	15,935	5,718	3,897
Total liabilities		11,131	18,070	7,674	6,009
Total equity and liabilities		32,153	39,398	23,341	21,997

C. Condensed interim statements of changes in equity

<u>Group</u>	Note	Share capital S\$'000	Treasury shares S\$'000	Share-based compensation reserve S\$'000	Foreign currency translation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Balance at 1 April 2023		31,019	–	–	(34)	(11,590)	19,395
Profit for the financial period		–	–	–	–	284	284
<i>Other comprehensive loss:</i>							
Exchange differences on translating foreign operations		–	–	–	(43)	–	(43)
Total comprehensive income		–	–	–	(43)	284	241
Tax-exempt (one-tier) dividend	10	–	–	–	–	(737)	(737)
Balance at 30 September 2023		<u>31,019</u>	<u>–</u>	<u>–</u>	<u>(77)</u>	<u>(12,043)</u>	<u>18,899</u>
Balance at 1 April 2024		31,019	(36)	–	(107)	(9,548)	21,328
Profit for the financial period		–	–	–	–	122	122
<i>Other comprehensive income:</i>							
Exchange differences on translating foreign operations		–	–	–	117	–	117
Total comprehensive income		–	–	–	117	122	239
Tax-exempt (one-tier) dividend	10	–	–	–	–	(579)	(579)
Cost of share-based compensation	21	–	–	34	–	–	34
Balance at 30 September 2024		<u>31,019</u>	<u>(36)</u>	<u>34</u>	<u>10</u>	<u>(10,005)</u>	<u>21,022</u>

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

<u>Company</u>	Note	Share capital S\$'000	Treasury shares S\$'000	Share-based compensation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Balance at 1 April 2023		31,019	–	–	(15,718)	15,301
Profit for the financial period, representing total comprehensive income		–	–	–	829	829
Tax-exempt (one-tier) dividend	10	–	–	–	(737)	(737)
Balance at 30 September 2023		31,019	–	–	(15,626)	15,393
Balance at 1 April 2024		31,019	(36)	–	(14,995)	15,988
Profit for the financial period, representing total comprehensive income		–	–	–	224	224
Tax-exempt (one-tier) dividend	10	–	–	–	(579)	(579)
Cost of share-based compensation	21	–	–	34	–	34
Balance at 30 September 2024		31,019	(36)	34	(15,350)	15,667

D. Condensed interim consolidated statement of cash flows

		Group	
		1 st Half Ended	
Note		<u>30/9/2024</u>	<u>30/9/2023</u>
		S\$'000	S\$'000
OPERATING ACTIVITIES			
	(Loss) / profit before income tax	(24)	329
<u>Adjustments for:</u>			
	Depreciation of property, plant and equipment	639	712
15	Amortisation of intangible assets	211	134
18	Reversal of inventories obsolescence	(16)	(2)
	Property, plant and equipment written off	97	–
	Unrealised exchange loss / (gain)	83	(49)
	Cost of shared-based compensation	34	–
5	Interest income	(75)	(94)
6	Interest expense	32	24
	Operating cash flows before working capital changes	981	1,054
	Inventories	1,938	(574)
	Trade and other receivables	7,730	(2,053)
	Trade payables, other payables and contract liabilities	(7,501)	489
	Cash generated from / (used in) operations	3,148	(1,084)
	Income tax paid	(139)	(381)
	Cash flows generated from / (used in) operating activities	3,009	(1,465)
INVESTING ACTIVITIES			
	Addition of property, plant and equipment	(1,509)	(83)
	Interest received	75	94
15	Addition of intangible assets	(103)	(321)
	Cash flows used in investing activities	(1,537)	(310)
FINANCING ACTIVITIES			
	Interest paid	(6)	(10)
	Repayment of borrowing	(128)	(124)
	Repayment of lease liabilities	(334)	(302)
10	Dividend paid	(579)	(735)
	Cash flows used in financing activities	(1,047)	(1,171)
	Net increase / (decrease) in cash and cash equivalents	425	(2,946)
	Cash and cash equivalents at beginning of financial period	6,327	9,856
	Net effect of exchange rate changes on cash and cash equivalents	28	7
	Cash and cash equivalents at end of financial period	6,780	6,917

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

The Company was incorporated in Singapore on 1 October 1999 as a private limited company, under the name of "iWOW Technology Pte Ltd". The Company was converted into a public limited company on 27 December 2021 and its name was changed to "iWOW Technology Limited".

The Company was listed on the Catalist Board of Singapore Exchange Securities Trading Limited on 14 April 2022 and its registered office and principal place of business is at 1004 Toa Payoh North, #02-17, Singapore 318995.

These condensed interim consolidated financial statements as at and for the six months ended 30 September 2024 comprise the Company and its subsidiaries (collectively, the "**Group**"). The principal activity of the Company is that of investment holding company and research and development as well as provision of engineering, design and consultancy services.

The principal activities of the Group include:

- (a) Research and development on telecommunication software;
- (b) Provision of IoT services and Smart City Solutions;
- (c) Manufacturing of wireless communications devices and equipment;
- (d) Provision of Smart Metering Services; and
- (e) Provision of engineering services relating to communication solutions.

2. Basis of preparation

The condensed interim financial statements for the six months ended 30 September 2024 ("**1H2025**") have been prepared in accordance with Singapore Financial Reporting Standards (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 the Group's performance since the last annual financial statements for the year ended 31 March 2024 ("**FY2024**").

The Group's 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 ("**S\$**"), which is the Company's functional currency. All values in the tables are rounded to the nearest thousand ("**S\$'000**") except when otherwise indicated.

2.1 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) that are mandatory for application from 1 April 2024:

- Amendments to SFRS(I) 1-1: Classification of liabilities as current or non-current
- Amendments to SFRS(I) 1: Non-current liabilities with covenants
- Amendment to SFRS(I) 16: Lease liability in a sale and leaseback
- Amendments to SFRS(I) 1-7 and SFRS(I) 7: Supplier finance arrangements

The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

2. Basis of preparation (Cont'd)

2.2 Use of judgement 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 financial year ended 31 March 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.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial period are included in the following notes:

- Note 13 – Contingent consideration
- Note 15 – Impairment test of goodwill: key assumptions underlying recoverable amounts
- Note 16 – Provision for expected credit losses of trade debtors
- Note 18 – Allowance for slow-moving and obsolete inventory

3. Seasonal operations

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

However, as disclosed in the offer document, project gestation periods can be long, ranging from between one (1) and three (3) years.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

4. Revenue and segment information

	Group	
	1st Half Ended	
	<u>30/9/2024</u>	<u>30/9/2023</u>
	S\$'000	S\$'000
Revenue from contract with customers		
- Sale of goods and services rendered	1,103	2,126
- Silver generation solutions	500	489
- Provision of electronic monitoring services	2,249	2,154
- Maintenance and subscription fee	1,563	1,025
- Contract revenue	7,157	5,584
- Term contract	4,498	5,888
	<u>17,070</u>	<u>17,266</u>

The disaggregation of revenue from contracts with customers is as follows:

	Group	
	1st Half Ended	
	<u>30/9/2024</u>	<u>30/9/2023</u>
	S\$'000	S\$'000
<u>Geographical markets</u>		
Singapore	16,510	15,820
Hong Kong	10	-
Malaysia	200	965
Others	350	481
	<u>17,070</u>	<u>17,266</u>
 <u>Timing of revenue recognition</u>		
Goods transferred at point in time	6,101	8,503
Services transferred overtime	10,969	8,763
	<u>17,070</u>	<u>17,266</u>

The Group is organised into the following main business segments:

- Segment 1: Internet of Things-as-a-Service (“**laaS**”);
- Segment 2: Smart City Solutions (“**SCS**”);
- Segment 3: Trading & Others;
- Segment 4: Wireless Engineering Solutions (“**WES**”); and
- Segment 5: Datacomm & Enterprise Solutions (“**DES**”).

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

E. Notes to the condensed interim consolidated financial statements (Cont'd)

4. Revenue and segment information (Cont'd)

Group	laaS		SCS		WES		DES		Trading and Others		Unallocated		Total	
	1H2025 S\$'000	1H2024 S\$'000	1H2025 S\$'000	1H2024 S\$'000	1H2025 S\$'000	1H2024 S\$'000	1H2025 S\$'000	1H2024 S\$'000	1H2025 S\$'000	1H2024 S\$'000	1H2025 S\$'000	1H2024 S\$'000	1H2025 S\$'000	1H2024 S\$'000
Revenue:														
External customers	3,397	2,929	272	414	9,904	8,900	2,721	3,312	776	1,711	–	–	17,070	17,266
Other operating income	56	25	57	25	59	56	94	90	–	–	–	46	266	242
Changes in inventories & raw materials used	(153)	(172)	(128)	(374)	(2,904)	(2,213)	(812)	(1,026)	(662)	(1,405)	–	–	(4,659)	(5,190)
Employee benefits expense	(1,491)	(1,277)	(819)	(603)	(2,353)	(2,598)	(1,800)	(1,423)	(2)	(18)	–	–	(6,465)	(5,919)
Amortisation & depreciation expense	(479)	(519)	(111)	(96)	(173)	(150)	(87)	(81)	–	–	–	–	(850)	(846)
Reversal of inventories obsolescence	–	–	–	2	–	–	–	–	16	–	–	–	16	2
Other operating expenses	(539)	(532)	(368)	(501)	(3,799)	(2,972)	(563)	(1,192)	–	(2)	–	–	(5,269)	(5,199)
Property, plant & equipment written off	(97)	–	–	–	–	–	–	–	–	–	–	–	(97)	–
Finance costs	(9)	(11)	(8)	(11)	(14)	(4)	(5)	(1)	–	–	–	–	(36)	(27)
Segment profit/(loss) before income tax	685	443	(1,105)	(1,144)	720	1,019	(452)	(321)	128	286	–	46	(24)	329
Assets:														
Segment assets	5,403	4,509	927	1,115	11,296	10,035	2,727	6,122	1,184	1,821	10,616	10,293	32,153	33,895
Segment liabilities	(555)	(590)	(387)	(640)	(3,873)	(2,020)	(1,553)	(3,595)	(168)	(391)	(4,595)	(7,760)	(11,131)	(14,996)

E. Notes to the condensed interim consolidated financial statements (Cont'd)

5. Other operating income

	Group	
	1st Half Ended	
	<u>30/9/2024</u>	<u>30/9/2023</u>
	S\$'000	S\$'000
Government grants	115	75
Foreign exchange gain, net	42	10
Interest income	75	94
Others	34	63
	<u>266</u>	<u>242</u>

6. Finance costs

	Group	
	1st Half Ended	
	<u>30/9/2024</u>	<u>30/9/2023</u>
	S\$'000	S\$'000
Factoring charges	4	3
Interest on borrowings	6	10
Interest on lease liabilities	26	14
	<u>36</u>	<u>27</u>

E. Notes to the condensed interim consolidated financial statements (Cont'd)

7. (Loss) / profit before income tax

	Group	
	1st Half Ended	
	<u>30/9/2024</u>	<u>30/9/2023</u>
	S\$'000	S\$'000
Depreciation of property, plant and equipment	639	712
Amortisation of intangible assets	211	134
Directors' remuneration:		
i) Directors of the Company		
- Short-term benefits	217	210
- Employers' contribution to defined contribution plan	6	6
- Directors' fees	85	85
- Share-based compensation	4	-
ii) Directors of the subsidiaries		
- Short-term benefits	320	312
- Employers' contribution to defined contribution plan	22	21
- Directors' fees	3	3
- Share-based compensation	2	-
Reversal of inventories obsolescence	(16)	(2)
Property, plant & equipment written off	97	-
Cost of shared-based compensation	34	-
Sub-contracting costs	4,060	3,978
	<u>4,060</u>	<u>3,978</u>

8. Related party transactions

During the financial period, other than those disclosed elsewhere in the financial statements, the Group had no significant transactions with related parties.

9. Income tax expense

	Group	
	1st Half Ended	
	<u>30/9/2024</u>	<u>30/9/2023</u>
	S\$'000	S\$'000
Current income tax		
- Current	29	45
- Over provision in prior financial years	(175)	-
Total income tax (credit) / expense	<u>(146)</u>	<u>45</u>

E. Notes to the condensed interim consolidated financial statements (Cont'd)

10. Dividends

	Group & Company	
	1st Half Ended	
	30/9/2024	30/9/2023
	S\$'000	S\$'000
<u>Ordinary dividend:</u>		
Final exempt (one-tier) dividend in respect of FY2023	–	737
Final exempt (one-tier) dividend in respect of FY2024	579	–
	<u>579</u>	<u>737</u>

The Company has no unclaimed dividends as at 30 September 2024 and 31 March 2024.

11. Earnings per share (“EPS”)

The calculation of the basic and diluted earnings per share attributable to the ordinary equity holders of the Company are based on the following data:

	Group	
	1st Half Ended	
	30/9/2024	30/9/2023
Profit attributable to the ordinary shareholders (S\$'000)	122	284
Weighted average number of ordinary shares outstanding		
- Basic	263,213,160	263,390,260
- Diluted	<u>263,640,743</u>	<u>263,390,260</u>
EPS (basic) – (cents)	0.05	0.11
EPS (diluted) – (cents)	<u>0.05</u>	<u>0.11</u>

Number of shares used for the calculation of EPS

For the purpose of calculating the diluted EPS, the weighted average number of ordinary shares in issue is adjusted to take into account the dilutive effect arising from the dilutive share options granted in 1H2025, with the potential ordinary shares weighted for the period outstanding.

The Group did not have any dilutive instruments as at the end of 1H2024.

12. Net asset value (“NAV”)

	Group		Company	
	As at 30/9/2024	As at 31/3/2024	As at 30/9/2024	As at 31/3/2024
NAV - (S\$'000)	<u>21,022</u>	<u>21,328</u>	<u>15,667</u>	<u>15,988</u>
Number of ordinary shares outstanding	<u>263,213,160</u>	<u>263,213,160</u>	<u>263,213,160</u>	<u>263,213,160</u>
NAV per ordinary share – (cents)	<u>7.99</u>	<u>8.10</u>	<u>5.95</u>	<u>6.07</u>

Number of shares used for the calculation of NAV

NAV has been computed based on equity attributable to the ordinary equity holders of our Company at the respective financial period/year ended and the Company's share capital at the respective financial period/year ended.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

13. Investment in subsidiaries

Acquisition of ROOTS Communications Pte. Ltd. ("ROOTS Singapore")

In FY2023, the Company acquired the entire share capital of ROOTS Singapore.

The Company offered a purchase consideration which is calculated based on six (6) times multiple of the audited annual average consolidated net profit after tax of ROOTS Singapore and its subsidiary ROOTS Communications Sdn. Bhd. (collectively, the "**ROOTS Group**") for the period from 1 April 2023 to 31 March 2026 and capped at S\$18,000,000.

The consideration would be satisfied by a combination of cash and issuance of shares in the Company in 2 portions as follow:

1. Initial payment of S\$8,100,000 which consists of S\$4,860,000 in cash and S\$3,240,000 in shares in the Company which has been paid in FY2023;
2. Balance payment of up to S\$9,900,000 which consist of S\$5,940,000 in cash and S\$3,960,000 in shares in the Company will be determined after the financial year ended 31 March 2026.

The payments above represents the maximum amount payable by the Company and will be reduced accordingly based on the Post Completion Tranche Payment ("**PCTP**"). Based on management's estimate of the ROOTS Group's annual average consolidated net profit after tax for the period from 1 April 2023 to 31 March 2026, the total consideration for this acquisition would be S\$10,000,000.

As such, a contingent consideration of S\$1,900,000 has been recognised since the acquisition date, which has been recorded under "Other payables" in non-current liabilities.

14. Property, plant and equipment

During 1H2025, the Group acquired assets with an aggregate cost of S\$2,791,000 (1H2024: S\$124,000) of which approximately S\$1,282,000 (1H2024: S\$41,000) was acquired by means of leases. Cash payments of S\$1,509,000 (1H2024: S\$83,000) were made to purchase property, plant and equipment.

Approximately S\$97,000 (1H2024: S\$nil) of property, plant and equipment were disposed or written off during 1H2025, which mainly relate to spent electronic monitoring leasing assets.

15. Intangible assets

<u>Group</u>	Goodwill S\$'000	Development costs S\$'000	Trademarks S\$'000	Total S\$'000
Cost:				
At 1/4/2023	2,677	4,012	–	6,689
Additions for FY2024	–	511	5	516
At 31/3/2024 and 1/4/2024	2,677	4,523	5	7,205
Additions for 1H2025	–	103	–	103
At 30/9/2024	2,677	4,626	5	7,308

E. Notes to the condensed interim consolidated financial statements (Cont'd)

15. Intangible assets (Cont'd)

<u>Group</u>	Goodwill S\$'000	Development costs S\$'000	Trademarks S\$'000	Total S\$'000
Accumulated amortisation:				
At 1/4/2023	–	2,832	–	2,832
Amortisation for FY2024	–	266	–	266
At 31/3/2024 and 1/4/2024	–	3,098	–	3,098
Amortisation for 1H2025	–	210	1	211
At 30/9/2024	–	3,308	1	3,309
Net carrying value:				
At 30/9/2024	2,677	1,318	4	3,999
At 31/3/2024	2,677	1,425	5	4,107

<u>Company</u>	Development costs S\$'000
Cost:	
At 1/4/2023	1,059
Transfers for FY2024	(18)
At 31/3/2024, 1/4/2024 and 30/9/2024	1,041
Accumulated amortisation:	
At 1/4/2023	903
Amortisation charge for FY2024	9
At 31/3/2024 and 1/4/2024	912
Amortisation charge for 1H2025	7
At 30/9/2024	919
Net carrying value:	
At 30/9/2024	122
At 31/3/2024	129

During the financial year/period ended 31 March 2024 and 30 September 2024, the intangible assets mainly comprised of goodwill, platform development, module development and trademarks.

The addition in 1H2025 mainly relates to the capitalisation of module development costs for the Group's Electronic Monitoring solutions, which was internally generated.

The Group assesses goodwill for impairment annually, or more frequently when there is an indication for impairment. Determining whether goodwill is impaired requires an estimation of the value-in-use of the CGU to which goodwill has been allocated. Cash flow projections used in the value-in-use calculations were based on financial budgets covering a five-year period. The key assumptions for these value-in-use calculations are those regarding the discount rates, growth rates and expected changes to gross margins during the period. Management estimates discount rates using pre-tax rates that reflect current market assessments of the time value of money and the risks specific to the CGU. The growth rates are based on industry growth forecasts. Changes in gross margins are based on past practices and expectations of future changes in the market.

No impairment loss was recognised during the current financial period and prior financial year.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

16. Trade receivables

	Group		Company	
	As at 30/9/2024	As at 31/3/2024	As at 30/9/2024	As at 31/3/2024
	S\$'000	S\$'000	S\$'000	S\$'000
Trade receivables	3,674	11,566	1,236	788
Less: loss allowance	(14)	(14)	–	–
	3,660	11,552	1,236	788
Amount owing from subsidiaries	–	–	1	39
Accrued revenue	484	388	463	376
Contract revenue	10,935	10,730	–	–
	<u>15,079</u>	<u>22,670</u>	<u>1,700</u>	<u>1,203</u>

The accrued revenue relates to the revenue recognised to date for satisfied performance obligations but has not been invoiced to the customer as at 30 September 2024 and 31 March 2024. The accrued revenue is transferred to trade receivables at the point when it is invoiced to the customers.

The Group uses an allowance matrix to measure ECL for trade receivables. The ECL rates are based on the Group's historical loss experience of the customers, for the last 3 years prior to the reporting date for various customer groups that are assessed by geographical locations, adjusted for forward looking factors, specific to the debtors and the economic environment which could affect the ability of the debtors to settle the trade receivables. The Group adjusts, as necessary, the allowance matrix at each reporting date. Such estimation of the ECL rates may not be representative of the actual default in the future.

17. Other receivables

	Group		Company	
	As at 30/9/2024	As at 31/3/2024	As at 30/9/2024	As at 31/3/2024
	S\$'000	S\$'000	S\$'000	S\$'000
Amount due from subsidiaries	–	–	14,106	12,671
Less: loss allowance	–	–	(8,781)	(9,231)
	–	–	5,325	3,440
Deposits	329	263	59	55
Advances to supplier in relation to unsupplied goods	154	301	31	13
Prepayments	151	238	41	36
Others	34	5	–	–
Loan to a subsidiary	–	–	2,000	3,000
	<u>668</u>	<u>807</u>	<u>7,456</u>	<u>6,544</u>

E. Notes to the condensed interim consolidated financial statements (Cont'd)

18. Inventories

	Group		Company	
	As at 30/9/2024	As at 31/3/2024	As at 30/9/2024	As at 31/3/2024
	S\$'000	S\$'000	S\$'000	S\$'000
Raw materials	78	66	–	–
Work in progress	2	253	3	255
Finished goods	1,886	3,569	265	143
	<u>1,966</u>	<u>3,888</u>	<u>268</u>	<u>398</u>

Inventories are stated at net realisable value after providing the allowance for inventories obsolescence as follows:

	Group		Company	
	1st Half Ended		1st Half Ended	
	30/9/2024	30/9/2023	30/9/2024	30/9/2023
	S\$'000	S\$'000	S\$'000	S\$'000
At beginning of the financial period	96	97	–	–
Reversal of obsolescence	(16)	(2)	–	–
At end of the financial period	<u>80</u>	<u>95</u>	<u>–</u>	<u>–</u>

The Group reviews its inventory levels in order to identify slow-moving and obsolete inventory and identifies items of inventory which have a market price, being the selling price quoted from the market of similar items that is lower than its carrying amount. Management then estimates the amount of inventory loss as an allowance on inventory. Changes in demand levels, technological developments and pricing competition could affect the saleability and values of the inventory.

19. Borrowings

	Group & Company	
	As at 30/9/2024	As at 31/3/2024
	S\$'000	S\$'000
Bank loan	<u>242</u>	<u>370</u>

Borrowing is repayable over a period of 1 month to 5 years as follows:

Within one year	242	259
After one year but within five years	–	111
	<u>242</u>	<u>370</u>

The bank loan is secured by the following:

- (a) All sums in the Company's current account with DBS bank; and
- (b) Corporate guarantee by a subsidiary, iWOW Connections Pte. Ltd.

The bank loan will be fully repaid by July 2025.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

20. Share capital

Issued and fully paid:	Group & Company	
	No. of shares	Share capital
	'000	S\$'000
<u>Ordinary Shares</u>		
At 1/4/2023	263,390	31,019
Repurchase of treasury shares in FY2024	(177)	(36)
At 31/3/2024, 1/4/2024 and 30/9/2024	<u>263,213</u>	<u>30,983</u>
<u>Treasury Shares</u>		
At 1/4/2023	–	–
Repurchase in FY2024	177	36
At 31/3/2024, 1/4/2024 and 30/9/2024	<u>177</u>	<u>36</u>

Issuance of Ordinary Shares

During the current period and prior financial year, there were no allotment and issuance of ordinary shares.

Treasury Shares

In the prior financial year, the Company acquired 177,100 of its own shares through purchases on SGX. The total amount paid to acquire the shares was \$36,000 and has been deducted from shareholders' equity. The shares are held as treasury shares and the Company intends to reissue these shares to participants who exercise their share options under the iWOW Employee Share Option Scheme.

Accordingly, the percentage of the aggregate number of treasury shares held against the total number of shares outstanding is 0.07% (31 March 2024: nil) as at 30 September 2024.

There were no sale, transfer, cancellation or use of treasury shares in both the current period and prior financial year.

Subsidiary Holdings and Convertibles

As at 30 September 2024 and 31 March 2024, there were no subsidiary holdings and outstanding convertibles.

21. Share-based payment

iWOW (2021) Employee Share Option Scheme ("ESOS Scheme")

The ESOS Scheme was approved and adopted by the members of the Company at an Extraordinary General Meeting held on 22 December 2021. Please refer to Appendix G of the Company's Offer Document dated 6 April 2022, for details of the ESOS Scheme.

During 1H2025, options to subscribe for 7,593,000 ordinary shares at an exercise price of S\$0.16 per ordinary share were granted to 44 eligible participants pursuant to the ESOS Scheme. The options are valid for ten (10) years from the date of grant and the vesting period is two (2) years. Please refer to the announcements made by the Company on 31 July 2024 and 19 August 2024 for details.

No options were exercised in the current period or the prior financial year.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

21. Share-based payment (Cont'd)

iWOW (2021) Employee Share Option Scheme (Cont'd)

Date of grant of options	Vesting date of options	Expiry date of options	Exercise Price S\$	Group & Company	
				No. of share options outstanding 30/9/2024	No. of share options outstanding 31/3/2024
				'000	'000
31 Jul 2024	1 Aug 2026	30 Jul 2034	0.16	4,743	–
19 Aug 2024	20 Aug 2026	18 Aug 2034	0.16	2,850	–
				<u>7,593</u>	<u>–</u>
Share options exercisable				<u>–</u>	<u>–</u>

As at 30 September 2024, there were options outstanding for 7,593,000 (31 March 2024: nil) ordinary shares of the Company.

iWOW (2021) Performance Share Plan (“PSP”)

The PSP was approved and adopted by the members of the Company at an Extraordinary General Meeting held on 22 December 2021. Please refer to Appendix H of the Company’s Offer Document dated 6 April 2022, for details of the PSP.

No awards have been granted under the PSP since its adoption.

Share-based compensation reserve

The reserve comprises the cumulative value of employee services received for shares under the iWOW Share Incentive Schemes (“Schemes”) of the Company. When shares are issued pursuant to the Schemes, the related balance previously recognised in the reserve is transferred to share capital.

22. Subsequent events

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

F. Other information

1. Review

The condensed statements of financial position of iWOW Technology Limited and its subsidiaries as at 30 September 2024 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-month period then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

INCOME STATEMENT

Revenue decreased marginally by 1% from approximately S\$17.3 million in 1H2024 to approximately S\$17.1 million in 1H2025, mainly due to lower revenue from the Smart City Solutions (“**SCS**”), Datacomm & Enterprise Solutions (“**DES**”) and trading segments, which was partially offset by higher revenue contribution from the IoT-as-a-service (“**laaS**”) and Wireless Engineering Solutions (“**WES**”) segments.

- (a) revenue for laaS segment grew by 16% from approximately S\$2.9 million to approximately S\$3.4 million, mainly due to higher sales for Smart Metering Services and Electronic Monitoring Solutions (“**EMS**”);
- (b) revenue for SCS segment declined by 34% from approximately S\$0.4 million to approximately S\$0.3 million, due to lower sales for non-laaS Smart Metering and IoT installation works as customers’ preference shift towards the laaS model;
- (c) revenue for WES segment grew by 11% from approximately S\$8.9 million to approximately S\$9.9 million, mainly due to contributions from the approximately S\$20.0 million Smart City Infrastructure (“**SCI**”) contract announced in July 2023;
- (d) revenue for DES segment declined by 18% from approximately S\$3.3 million to approximately S\$2.7 million, due to lower sales for network infrastructure solutions; and
- (e) revenue for Trading & Others segment declined by 55% from approximately S\$1.7 million to approximately S\$0.8 million, mainly due to lower regional sales for Datacomm products.

Other operating income increased by 10% from approximately S\$0.2 million in 1H2024 to approximately S\$0.3 million in 1H2025, mainly due to higher government grants and foreign exchange gain. The increase was partially offset by lower interest income from short term deposits.

Changes in Inventory & raw materials used decreased by 10% from approximately S\$5.2 million in 1H2024 to approximately S\$4.7 million in 1H2025. This is mainly contributed by lower changes in inventories and raw materials used for SCS, DES and trading segments, which is in line with the lower revenue for these segments.

Employee benefits expense increased by 9% from approximately S\$5.9 million in 1H2024 to approximately S\$6.5 million in 1H2025, mainly due to (i) higher CPF contribution rates effected in 2024 and inflationary adjustments; (ii) lower capitalisation of R&D cost in 1H2025; and (iii) cost of share-based compensation incurred from the inaugural grant of options in 1H2025 pursuant to the ESOS Scheme.

F. Other information (Cont'd)

2. Review of performance of the Group (Cont'd)

INCOME STATEMENT (Cont'd)

Amortisation & depreciation expense remained unchanged at approximately S\$0.9 million. Additional depreciation expense from new leasing assets acquired in 1H2025 were offset by lower depreciation from fully depreciated / amortised assets and spent leasing assets disposed subsequent to 1H2024.

Other operating expenses increased by 3% from approximately S\$5.2 million in 1H2024 to approximately S\$5.4 million in 1H2025. The increase was mainly due to (i) the writing off of spent electronic monitoring leasing assets of S\$0.1 million in 1H2025; and (ii) increase of sub-contracting expenses by S\$0.1 million mainly driven by the S\$20.0 million SCI contract announced in July 2023.

Finance cost increased by 33% from approximately S\$27,000 in 1H2024 to approximately S\$36,000 in 1H2025, mainly due to higher interest expense attributable to new leases acquired in 1H2025. The increase was partially offset by lower interest expense from a reducing loan balance.

Profit for the year decreased by 57% from approximately S\$0.3 million in 1H2024 to approximately S\$0.1 million in 1H2025, as a result of the above, but was partially offset by the income tax credit.

Income tax credit of approximately S\$146,000 was recorded in 1H2025, as compared to an income tax expense of S\$45,000 in 1H2024. This was mainly due to tax discharged for prior year due to (i) successful application of M&A allowance, for the acquisition of ROOTS Singapore; and (ii) corporate tax rebates.

Other comprehensive income for 1H2025 consist currency translation differences attributed to the Group's Malaysian subsidiaries. The gain was mainly attributable to the appreciation of the Malaysian Ringgit in 1H2025.

GROUP'S FINANCIAL POSITION

Net asset decreased by S\$0.3 million from approximately S\$21.3 million as at 31 March 2024 to approximately S\$21.0 million as at 30 September 2024, mainly due to a final dividend of S\$0.6 million distributed to shareholders in 1H2025. The decrease was partially offset by (i) profits of 1H2025; (ii) foreign currency translation gains; and (iii) the increase in share-based compensation reserves.

Property, plant and equipment increased by 133% from approximately S\$1.5 million as at 31 March 2024 to approximately S\$3.6 million as at 30 September 2024, mainly due to (i) the purchase of IaaS leasing assets of approximately S\$1.5 million; and (ii) the capitalisation of new leases of approximately S\$1.3 million. The increase was partially offset by depreciation of approximately S\$0.6 million and the write-off of spent leasing assets of approximately S\$0.1 million in 1H2025.

Intangible assets decreased by 3% from approximately S\$4.1 million as at 31 March 2024 to approximately S\$4.0 million as at 30 September 2024, mainly due 1H2025 amortisation of approximately S\$0.2 million. The decrease was partially offset by the capitalisation of development costs for new products of approximately S\$0.1 million.

Inventories decreased by 49% from approximately S\$3.9 million as at 31 March 2024 to approximately S\$2.0 million as at 30 September 2024, mainly due to the sales of Datacomm products as well as the utilisation of work-in-progress inventory for on-going projects.

Trade receivables decreased by 33% from approximately S\$22.7 million as at 31 March 2024 to approximately S\$15.1 million as at 30 September 2024, mainly due to collection of SCI project billings.

F. Other information (Cont'd)

2. Review of performance of the Group (Cont'd)

GROUP'S FINANCIAL POSITION (Cont'd)

Other receivables decreased by 17% from approximately S\$0.8 million as at 31 March 2024 to approximately S\$0.7 million as at 30 September 2024, mainly due to the decrease of advances and prepayments made to suppliers as a result of orders fulfilment.

Foreign currency translation reserve arose from the consolidation of the Group's Malaysian subsidiaries. The reserve advanced from an approximately S\$0.1 million loss as at 31 March 2024 to an approximately S\$10,000 gain as at 30 September 2024, due to appreciation of the Malaysian Ringgit in 1H2025.

Share-based compensation reserve arose from the grant of share options in 1H2025, pursuant to the ESOS Scheme.

Borrowings decreased by 35% from approximately S\$0.4 million as at 31 March 2024 to approximately S\$0.2 million as at 30 September 2024, due to the periodic repayments of a bank loan in 1H2025.

Lease liabilities increased by 240% from approximately S\$0.4 million as at 31 March 2024 to approximately S\$1.4 million as at 30 September 2024, due to the renewal of leases amounting to approximately S\$1.3 million. This was partially offset by lease repayments totalling approximately S\$0.3 million in 1H2025.

Trade payables decreased by 49% from approximately S\$7.0 million as at 31 March 2024 to approximately S\$3.6 million as at 30 September 2024, mainly due to supplier payments for SCI project billings.

Other payables decreased by 46% from approximately S\$8.9 million as at 31 March 2024 to approximately S\$4.8 million as at 30 September 2024, mainly due to (i) settlement of prior year's balances; (ii) lower accruals and GST payable; and (iii) lower bonus provisions.

Provision for taxation decreased by 44% from approximately S\$0.6 million as at 31 March 2024 to approximately S\$0.4 million as at 30 September 2024, mainly due to tax repayments during the period.

CASHFLOW

The Group's cash and cash equivalents increased by approximately S\$0.5 million from end FY2024 to end 1H2025. Net cash of S\$3.0 million generated from operating activities were mainly offset by (i) CAPEX investment in IaaS leasing assets of approximately S\$1.5 million; (ii) dividend payment of approximately S\$0.6 million; and (iii) cash used in other financing activities.

Operating activities

The Group's net cash generated from operating activities was a result of operating cash flow before movement in working capital of approximately S\$1.0 million and net working capital inflows of approximately S\$2.1 million, partially offset by tax paid of approximately S\$0.1 million.

The Group's net working capital inflow was mainly due to a decrease in inventories of approximately S\$1.9 million from end FY2024, due to the sales of Datacomm products as well as the utilisation of work-in-progress inventory for on-going projects.

F. Other information (Cont'd)

2. Review of performance of the Group (Cont'd)

CASHFLOW (Cont'd)

Investing activities

The Group used approximately S\$1.5 million in investing activities for (i) the purchase of plant and equipment of approximately S\$1.5 million which comprise mainly Electronic Monitoring devices and other IaaS leasing assets; and (ii) the capitalisation of development costs for new products of approximately S\$0.1 million. These were partially offset by interest income.

Financing activities

The Group used approximately S\$1.0 million in financing activities mainly for (i) the distribution of dividends of approximately S\$0.6 million; (b) the repayment of obligations under leases of approximately S\$0.3 million; and (c) the partial repayment of a bank loan of approximately S\$0.1 million.

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 was previously disclosed to shareholders.

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 reporting period and the next 12 months.

The demand for eldercare solutions continues to rise, and the launch of the BOP Button in 1H2025 will be pivotal in enabling iWOW to capture new opportunities in both the public sector and consumer markets, locally and internationally. Our ongoing commitment to invest in R&D will ensure a continuous pipeline of innovative Eldercare IoT solutions, positioning us to capitalise on the expanding silver economy to strengthen this growth pillar.

While global financial and geopolitical uncertainties persist, we remain cautiously optimistic about iWOW's long-term prospects. We remain focused on strengthening our order book, which stood at S\$83.5 million as of 31 October 2024, through product portfolio expansion by capitalising on upcoming opportunities stemming out of the aging population, urbanisation, sustainability, and digitalisation megatrends.

F. Other information (Cont'd)

5. Dividend information

- i. Whether an interim / final ordinary dividend has been declared and/or recommended.**

No.

- ii. Current financial period reported on.**

Not applicable.

- iii. Corresponding period of the immediate preceding financial year.**

No dividend was declared in 1H2024.

- iv. The date the dividend is payable.**

Not applicable.

- v. The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements to the dividend are determined.**

Not applicable.

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

No dividend has been recommended for 1H2025. The Group intends to recommend a final dividend for FY2025 instead.

- 7. If the group has obtained a general mandate from shareholders for Interested Persons Transactions ("IPTs"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.**

The Group has not obtained a general mandate from shareholders of the Company for IPTs. There were no transactions entered into between our Group and interested persons of S\$100,000 or more for the current financial period under review.

- 8. Negative confirmation pursuant to Rule 705(5)**

The Board of Directors of the Company confirmed that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited interim financial statements for the six-months ended 30 September 2024 to be false or misleading in any material aspect.

The confirmation was signed by Soo Kee Wee, Chairman of the Board, and Bo Jiang Chek Raymond, Executive Director and CEO, on behalf of the board of directors of the Company.

F. Other information (Cont'd)

9. 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 confirms that it 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.

10. Use of Initial Public Offering (“IPO”) proceeds as at date of this announcement.

Pursuant to the IPO on 14 April 2022, the Company received gross proceeds of S\$6.5 million from the placement of new shares.

As at the date of this announcement, the status on the use of the proceeds is as follows:

	Amount allocated <small>(1)</small>	Amount utilised	Balance
	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
Enlarging our customer base by engaging both existing B2B customers and expanding our offerings to the B2C segments	1,000	(1,000)	–
Expanding our market reach by offering out IoT solutions in overseas markets	500	(156)	344
Enhancing our research and solution development activities to bolster our IoT offerings	1,250	(867)	383
Expanding our business through, <i>inter alia</i> , investments, mergers and acquisitions, joint ventures and/or strategic collaborations	1,000	(1,000)	–
Working capital ⁽²⁾	1,437	(1,437)	–
Listing expenses	1,313	(1,313)	–
	<u>6,500</u>	<u>(5,773)</u>	<u>727</u>

Notes:

⁽¹⁾ As disclosed in the Offer Document dated 6 April 2022.

⁽²⁾ Subsequent to the acquisition of ROOTS Singapore, as disclosed in Note 13 of the Notes to the condensed interim consolidated financial statements, the Company extended a S\$3.0 million loan to ROOTS Singapore for its working capital requirements. The loan was funded by internal resources and the S\$1.4 million IPO proceed designated for working capital purposes.

BY ORDER OF THE BOARD

Raymond Bo
 CEO and Executive Director

11 November 2024