NEW WAVE HOLDINGS LTD.

Unaudited Half Year Financial Statement for the Period Ended 30/09/2026

A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income for the half year ended 30 September 2026

	Note	Group Half year ended 30 September 2026 S$'000	2025 S$'000	Increase/ (Decrease) %
Revenue	4	13,352	9,689	37.8
Cost of sales		(10,368)	(8,044)	28.9
Gross profit		2,984	1,645	81.4
Interest income		3	3	-
Other income		150	167	(10.2)
Distribution costs		(178)	(188)	(5.3)
Administrative expenses		(1,934)	(2,036)	(5.0)
Loss allowance reversed/(made) for trade receivables	11	31	(41)	NM
Other expenses		(124)	(265)	(53.2)
Finance costs		(221)	(221)	-
Profit/(Loss) before income tax	5	711	(936)	NM
Income tax expense	6	(331)	(54)	513.0
Profit/(Loss) for the financial period		380	(990)	NM
Other comprehensive income for the financial period that may subsequently be reclassified to profit or loss:				
Foreign currency translation		(192)	145	NM
Total comprehensive income for the financial period		188	(845)	NM
Profit/(Loss) after tax attributable to:				
Owners of the parent		238	(997)	NM
Non-controlling interest		142	7	1,928.6
		380	(990)	NM
Total comprehensive income attributable to:				
Owners of the parent		56	(855)	NM
Non-controlling interest		132	10	1,220.0
		188	(845)	NM
Profit/(Loss) per share (Cents)				
- Basic and diluted	7	0.01	(0.06)	

NM = Not Meaningful

B. Condensed Interim Consolidated Statements of Financial Position as at 30 September 2026

	Note	Group		Company	
		As at 30/09/2026 S$'000	As at 31/03/2026 S$'000	As at 30/09/2026 S$'000	As at 31/03/2026 S$'000
Non-current assets					
Property, plant and equipment		1,837	1,847	-	-
Right-of-use assets		277	343	-	-
Investments in subsidiaries		-	-	5,582	5,582
Deferred tax asset		5	5	-	-
		2,119	2,195	5,582	5,582
Current assets					
Inventories		7,328	6,537	-	-
Trade and other receivables	11	7,588	7,143	72	72
Prepayments		82	99	14	10
Income tax recoverable		-	144	-	-
Cash and cash equivalents		1,059	1,145	30	13
		16,057	15,068	116	95
Assets held for sale	10	5,040	5,040	-	-
		21,097	20,108	116	95
Less:-					
Current liabilities					
Trade and other payables		7,129	7,006	3,612	3,547
Lease liabilities		132	136	-	-
Interest-bearing liabilities	12	4,072	3,432	-	-
Income tax payable		53	-	-	-
		11,386	10,574	3,612	3,547
Net current assets/(liabilities)		9,711	9,534	(3,496)	(3,452)
Non-current liabilities					
Interest-bearing liabilities	12	2,431	2,452	-	-
Lease liabilities		120	185	-	-
Deferred tax liabilities		19	20	-	-
		2,570	2,657	-	-
Net assets		9,260	9,072	2,086	2,130
Capital and reserves					
Share capital	9	27,460	27,460	27,460	27,460
Asset revaluation reserve		315	315	-	-
Share-based payment reserve		31	31	31	31
Foreign currency translation reserve		(2,567)	(2,385)	-	-
Accumulated losses		(16,457)	(16,695)	(25,405)	(25,361)
Equity attributable to owners of the parent		8,782	8,726	2,086	2,130
Non-controlling interest		478	346	-	-
Total equity		9,260	9,072	2,086	2,130

C. Condensed Interim Consolidated Statement of Cash Flows for the half year ended 30 September 2026

	Group Half year ended 30 September 2026 S$'000	 2025 S$'000
Operating activities		
Profit/(Loss) before income tax	711	(936)
Adjustments for:-		
Loss allowance (reversed)/made for trade receivables	(31)	41
Amortisation of right-of-use assets	67	218
Depreciation of property, plant and equipment	40	46
Gain on disposal of plant and equipment	(13)	(23)
Interest expense	221	221
Interest income	(3)	(3)
Unrealised foreign exchange (gain)/loss	(3)	84
Operating cash flows before working capital changes	989	(352)
Working capital changes:-		
Inventories	(892)	987
Trade and other receivables	(520)	(520)
Trade and other payables	150	(190)
Prepayments	17	32
Cash used in operations	(256)	(43)
Income taxes paid, net	(135)	(40)
Net cash used in operating activities	(391)	(83)
Investing activities		
Proceeds from disposal of plant and equipment	14	44
Purchase of property, plant and equipment	(59)	(25)
Interest received	3	3
Net cash (used in)/from investing activities	(42)	22
Financing activities		
Proceeds from trust receipts	2,573	2,145
Repayment of trust receipts	(2,107)	(2,885)
Proceeds from term loans	107	2,600
Repayment of term loans	(44)	(865)
Repayment of principal of lease liabilities	(70)	(184)
Interest paid	(221)	(221)
Net cash from financing activities	238	590
Net change in cash and cash equivalents	(195)	529
Cash and cash equivalents at the beginning of the financial period	1,071	882
Effects of currency translation on cash and cash equivalents	(6)	(2)
Cash and cash equivalents at the end of the financial period (Note A)	870	1,409

C. Condensed Interim Consolidated Statement of Cash Flows for the half year ended 30 September 2026 (Continued)

Note A:

Cash and cash equivalents comprised:

	As at 30/09/2026 S$'000	As at 30/09/2025 S$'000
Fixed deposits with banks	290	276
Cash and bank balances	769	1,195
	1,059	1,471
Less: Bank overdraft	(189)	(62)
	870	1,409

D. Condensed Interim Consolidated Statements of Changes in Equity for the half year ended 30 September 2026

	Equity attributable to owners of the parent							
The Group	Share capital S$'000	Asset revaluation reserve S$'000	Share-based payment reserve S$'000	Foreign currency translation reserve S$'000	Accumulated losses S$'000	Total S$'000	NCI S$'000	Total Equity S$'000
Balance at 1 April 2026	27,460	315	31	(2,385)	(16,695)	8,726	346	9,072
Profit for the financial period	-	-	-	-	238	238	142	380
Other comprehensive income for the financial period								
Exchange differences on translating foreign operations	-	-	-	(182)	-	(182)	(10)	(192)
Total comprehensive income for the financial period	-	-	-	(182)	238	56	132	188
Balance at 30 September 2026	27,460	315	31	(2,567)	(16,457)	8,782	478	9,260

D. Condensed Interim Consolidated Statements of Changes in Equity for the half year ended 30 September 2026 (Continued)

	Equity attributable to owners of the parent							
The Group	Share capital S$'000	Asset revaluation reserve S$'000	Share-based payment reserve S$'000	Foreign currency translation reserve S$'000	Accumulated losses S$'000	Total S$'000	NCI S$'000	Total Equity S$'000
Balance at 1 April 2025	27,460	315	31	(2,643)	(15,277)	9,886	184	10,070
Loss for the financial period	-	-	-	-	(997)	(997)	7	(990)
Other comprehensive income for the financial period								
Exchange differences on translating foreign operations	-	-	-	142	-	142	3	145
Total comprehensive income for the financial period	-	-	-	142	(997)	(855)	10	(845)
Balance at 30 September 2025	27,460	315	31	(2,501)	(16,274)	9,031	194	9,225

The Company	Share capital S$'000	Share-based payment reserve S$'000	Accumulated losses S$'000	Total S$'000
Balance at 1 April 2026	27,460	31	(25,361)	2,130
Loss for the financial period, representing total comprehensive income for the financial period	-	-	(44)	(44)
Balance at 30 September 2026	27,460	31	(25,405)	2,086
Balance at 1 April 2025	27,460	31	(20,393)	7,098
Loss for the financial period, representing total comprehensive income for the financial period	-	-	(218)	(218)
Balance at 30 September 2025	27,460	31	(20,611)	6,880

E. Notes to the Condensed Interim Consolidated Financial Statements

1. Corporate Information

New Wave Holdings Ltd. (the "**Company**") is a public company limited by shares, incorporated and domiciled in the Republic of Singapore. The Company is listed on the Catalist board of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**").

These condensed interim consolidated financial statements as at and for the half year 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 subsidiaries' operations are primarily divided into two divisions, the principal activities of which are (i) the sale and distribution of aluminium alloy products and (ii) trading in cabling products, electrical and electronic equipment and components, hardware and software engineering in micro-computer and communication systems.

2. Basis of preparation

The condensed interim financial statements for the half year 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 since the last audited financial statements for the year ended 31 March 2026.

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

The Group has adopted the new or revised SFRS(I) and Interpretations to SFRS(I) ("**SFRS(I) INT**") that are relevant to its operations and are effective in the financial year ending 31 March 2027 ("**FY2027**"). The adoption of these new or revised SFRS(I) and SFRS(I) INT, where relevant has no material impact on the Group's accounting policies or the financial statements for the current financial period reported on.

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.

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 were applied to the audited annual consolidated financial statements as at 31 March 2026 ("**FY2026**").

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 interim period are as discussed below:

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

2. Basis of preparation (Continued)

2.2 Use of judgements and estimates (Continued)

(i) Fair value of investment properties classified as assets held for sale

Prior to FY2026, the Group held its investment properties, which comprise freehold shop units, for long-term rental yields and for capital appreciation. During FY2026, the Group reclassified its investment properties to assets held for sale, following management's commitment to a plan to sell the properties. The fair value of these properties as at the date of reclassification was $5.04 million as determined by an independent professional valuer, which also represented the fair value of investment properties classified as assets held for sale as at the end of FY2026. The management has made an estimate that the fair value remained unchanged at $5.04 million as at 30 September 2026. In making that decision, the management has assessed that market conditions have not changed much since the end of the previous year and has taken into consideration that the assumptions and valuation techniques used as at the previous year end are still appropriate. The management deems it appropriate to seek expert advice in six months' time, as at 31 March 2027.

(ii) Loss allowance for impairment of trade receivables

Management determines the expected credit loss arising from default for trade receivables by categorising them based on its historical loss pattern, historical payment profile, geographical risk as well as credit risk profile of customers. When management deems that there could be difficulties recovering past due amounts from customers, additional credit-impaired loss allowances are made. The management has reviewed the outstanding debts and deemed it unnecessary to make any loss allowance for the half year ended 30 September 2026 (30 September 2025: loss allowance of $101,000). The collections/reversals of debts previously impaired amounted to $31,000 (30 September 2025: $60,000).

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 two main business segments, namely:

(i) Components distribution; and
(ii) Aluminium products distribution

These operating segments are reported in a manner consistent with internal reporting provided to the chief operating decision maker who is responsible for allocating resources and assessing performance of the operating segments. The chief operating decision maker has been identified as the group of executive directors and the chief executive officer who make strategic decisions.

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

4. Segment and revenue information (Continued)

Business Segments

Half year ended 30 Sep 2026	Components Distribution	Aluminium Products Distribution	Unallocated	Consolidated
	S$'000	S$'000	S$'000	S$'000
Revenue				
External revenue	1,103	12,249	-	13,352
Results				
Segment results	54	1,409	(427)	1,036
Interest income	-	3	-	3
Finance costs	(163)	(58)	-	(221)
Amortisation of right-of-use assets	-	(67)	-	(67)
Depreciation expense	(14)	(26)	-	(40)
Profit/(Loss) before income tax	(123)	1,261	(427)	711
Income tax expense	-	(331)	-	(331)
Profit/(Loss) after income tax	(123)	930	(427)	380
Capital expenditure				
- Additions to non-current assets	-	59	-	59
Assets and Liabilities				
Segment assets	6,711	16,456	44	23,211
Current income tax recoverable and deferred tax asset	5	-	-	5
Total assets	6,716	16,456	44	23,216
Segment liabilities	5,310	8,114	460	13,884
Deferred tax liabilities and and current income tax payable	-	72	-	72
Total liabilities	5,310	8,186	460	13,956

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

4. Segment and revenue information (Continued)

Business Segments

Half year ended 30 Sep 2025	Components Distribution	Aluminium Products Distribution	Unallocated	Consolidated
	S$'000	S$'000	S$'000	S$'000
Revenue				
External revenue	1,075	8,614	-	9,689
Results				
Segment results	(26)	20	(448)	(454)
Interest income	-	3	-	3
Finance costs	(128)	(93)	-	(221)
Amortisation of right-of-use assets	-	(218)	-	(218)
Depreciation expense	(15)	(31)	-	(46)
Loss before income tax	(169)	(319)	(448)	(936)
Income tax expense	-	(54)	-	(54)
Loss after income tax	(169)	(373)	(448)	(990)
Capital expenditure				
- Additions to non-current assets	22	3	-	25
Assets and Liabilities				
Segment assets	7,198	13,677	49	20,924
Current income tax recoverable and deferred tax asset	5	475	-	480
Total assets	7,203	14,152	49	21,404
Segment liabilities	5,280	6,509	390	12,179
Deferred tax liabilities and and current income tax payable	-	-	-	-
Total liabilities	5,280	6,509	390	12,179

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

4. Segment and revenue information (Continued)

Geographical information

The Group's business segments operate in three main geographical areas. Non-current assets consist primarily of property, plant and equipment and right-of-use assets, excluding deferred tax asset. Non-current assets are shown by the geographical areas in which the assets are located.

	Singapore	Malaysia	PRC	Consolidated
	S$'000	S$'000	S$'000	S$'000
Half year ended 30 September 2026				
Non-current assets	498	1,383	233	2,114
Half year ended 30 September 2025				
Non-current assets	5,743	1,379	201	7,323

Disaggregation of revenue

The Group has disaggregated revenue by business segment and in accordance with the countries in which goods are delivered:

	Components Distribution		Aluminium Products Distribution		Total	
Half year ended 30 September	2026	2025	2026	2025	2026	2025
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Primary geographical market						
Singapore	1,040	988	104	848	1,144	1,836
Malaysia	3	16	9,803	5,479	9,806	5,495
People's Republic of China	-	-	2,342	2,169	2,342	2,169
Others	60	71	-	118	60	189
	1,103	1,075	12,249	8,614	13,352	9,689
Timing of transfer of goods						
- Point in time	866	874	12,249	8,614	13,115	9,488
- Overtime	237	201	-	-	237	201

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

5. Profit/(Loss) before income tax – significant items

Profit/(Loss) before income tax is arrived at:	Group Half year ended 30 September 2026 S$'000	Group Half year ended 30 September 2025 S$'000	Increase/ (Decrease) %
After charging:			
Amortisation of right-of-use assets	67	218	(69.3)
Depreciation of property, plant and equipment	40	46	(13.0)
Interest expense	221	221	-
Foreign exchange loss, net	16	-	NM
and crediting:			
Gain on disposal of property, plant and equipment	13	23	(43.5)
Government grants	5	8	(37.5)
Rental income	31	31	-
Sale of recycled materials	88	50	76.0
Foreign exchange gain, net	-	53	NM

NM = Not Meaningful

6. Income tax expense

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:

	Group Half year ended 30 September 2026 S$'000	Group Half year ended 30 September 2025 S$'000
Current income tax payable	331	53
Income tax - under provision in prior periods	-	1
	331	54

7. Profit/(Loss) per Share

	Group Half year ended 30 September 2026	Group Half year ended 30 September 2025
Profit/(Loss) attributable to owners of the parent (SGD'000)	238	(997)
Profit/(Loss) per ordinary share after deducting any provision for preference dividends:-		
(a) Based on the weighted average number of ordinary shares in issue (SGD cents)	0.01	(0.06)
(b) On a fully diluted basis (SGD cents)	0.01	(0.06)

Profit/(Loss) per ordinary share for the financial period ended 30 September 2026 ("**1HFY27**") and for the financial period ended 30 September 2025 ("**1HFY26**") in Item 7(a) are computed based on the profit or loss attributable to owners of the parent for each respective financial period divided by the weighted average number of ordinary shares in issue of 1,727,469,695 shares.

Profit/(Loss) per ordinary share on a fully diluted basis for 1HFY27 and for 1HFY26 in Item 7(b) are the same as the basic earnings per ordinary share because the Company has no potentially dilutive ordinary securities during and as at the end of the said financial periods.

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

8. Net Asset Value

	Group		Company	
	As at 30/09/2026	As at 31/03/2026	As at 30/09/2026	As at 31/03/2026
Net asset value per ordinary share based on issued share capital (SGD cents)	0.54	0.53	0.12	0.12

Net asset value per ordinary share of the Group and the Company is computed based on the net assets of the Group and the Company respectively, divided by the number of issued ordinary shares of 1,727,469,695 shares as at 30 September 2026 and 31 March 2026.

9. Share capital

	Group and Company			
	As at 30/09/2026	**As at 31/03/2026**	**As at 30/09/2026**	**As at 31/03/2026**
	Number of ordinary shares		**S$'000**	**S$'000**
Issued and fully paid up:				
As at the beginning and end of the interim period	1,727,469,695	1,727,469,695	27,460	27,460

There has been no change in the issued and paid-up share capital of the Company since the end of the previous period reported on.

There were no outstanding convertible instruments which may be converted to shares as at 30 September 2026 and 30 September 2025.

There were no subsidiary holdings as at 30 September 2026 and 30 September 2025.

The Company did not have any treasury shares as at 30 September 2026, 31 March 2026 and 30 September 2025.

10. Assets held for Sale

Prior to FY2026, the Group's investment properties, comprising freehold shop units, were held for long-term rental yields and for capital appreciation. During FY2026, the Group reclassified its investment properties to assets held for sale following management's commitment to a plan to sell the properties. The fair value of these properties as at the date of reclassification was $5.04 million as determined by an independent professional valuer. The estimation of the fair values of the properties is based on the highest and best use of the properties, which is in line with their current use. The management reviews the appropriateness of the valuation methodologies and assumptions adopted and evaluates the appropriateness and reliability of the inputs used in the valuations. Significant changes in fair value measurements from period to period are evaluated by the management for reasonableness. Key drivers of the changes are identified and assessed for reasonableness against relevant information from independent sources, or internal sources if necessary and appropriate.

The management has made an estimate that the fair value remained unchanged at $5.04 million as at 30 September 2026. In making that decision, the management has assessed that market conditions have not changed significantly since 31 March 2026, and has taken into consideration that the assumptions and valuation techniques used as at the previous year end are still appropriate. The management deems it appropriate to seek expert advice in six months' time, at the upcoming financial year end.

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

11. Trade and Other Receivables

	Group	
	As at 30/09/2026 S$'000	As at 31/03/2026 S$'000
Trade receivables	7,186	6,789
Loss allowance	(197)	(231)
	6,989	6,558
Notes receivable	11	32
Other receivables	588	553
	7,588	7,143

Movements in loss allowance for trade receivables during the half year (FY2026: financial year) were as follows:

	Group	
	As at 30/09/2026 S$'000	As at 31/03/2026 S$'000
Balance at the beginning of the period/year	231	229
Write-off against allowance	-	(6)
Loss allowance reversed during the period/year	(31)	(2)
Foreign currency translation differences	(3)	10
Balance at the end of the period/year	197	231

Reversal of loss allowance of $31,000 was recorded during the half year period ended 30 September 2026 upon collection of previously impaired debts. No further loss allowance was provided during this half year (30 September 2025: $101,000). Please refer to Note E.2.2 (ii).

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

12. Interest-bearing Liabilities

	Group	
	As at 30/09/2026 S$'000	As at 31/03/2026 S$'000
Amount repayable within one year or on demand		
Bank overdraft	189	73
Term loans – secured	2,246	2,172
Trust receipts – secured	959	491
Trust receipts – unsecured	678	696
	4,072	3,432
Amount repayable after one year		
Term loans – secured	2,431	2,452

The term loan to finance the purchase of the Malaysian factory is secured by a legal charge against the property. Term loans for working capital purposes for a subsidiary, as well as trade and overdraft facilities of another subsidiary, are secured by legal charges against various Group's properties. All loans and bank facilities, including trust receipts and bank overdraft facilities, are also supported by corporate guarantees provided by the Company.

13. Subsequent events

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

F. Other information required by Appendix 7C of the Catalist Rules

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

The condensed interim consolidated financial statements of the Group for the half year ended 30 September 2026 and the accompanying explanatory notes have not been audited or reviewed by the Company's auditors.

2. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

3. 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.

Not applicable. The Group's latest financial statements for the year ended 31 March 2026 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

4. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, asset or liabilities of the group during the current financial period reported on.

Review of the Financial Performance of the Group – Six months ended 30 September 2026 ("1HFY27") vs. Six months ended 30 September 2025 ("1HFY26")

Turnover and Gross Profit

Group revenue increased by 37.8% from $9.69 million in 1HFY26 to $13.35 million in 1HFY27. The Malaysian segment contributed the highest growth of 78.5% in 1HFY27 over 1HFY26. The Malaysian operations have benefitted from the growth of manufacturing activities and higher exports from Malaysia, which have buoyed demand for our products. The global explosion of artificial intelligence (AI) technology and data centre infrastructure has triggered immense demand for semiconductors and other electronics products and has resulted in Malaysia's exports surging in this past year. Furthermore, the continuing US trade tariff issues have compelled international firms to diversify their manufacturing networks and Malaysia has emerged as a beneficiary, securing significant manufacturing investments from the PRC, Singapore and other countries. Meanwhile, our PRC segment also showed a moderate 8.0% growth in revenue despite the uncertainties caused by the continuing US trade tariffs policies and the ongoing Iran war.

The components distribution division recorded a small sales increase of 2.6% in 1HFY27 over 1HFY26. The bulk of this division's sales arose from the Singapore segment. Singapore's emphasis on a digital economy and the adoption of AI for business transformation have continued to boost the info-comms sector, and the demand for our test instruments and technical support has continued.

Due to the shift to Johor Bahru of the Singapore metal service centre operations at the start of FY2027, the Singapore segment recorded a decrease in revenue of 37.7% for 1HFY27.

Gross margins improved in 1HFY27 to 22.3% compared to 17.0% in 1HFY26. With improved sales and stronger demand for our products, the Group was able to push up the Group's margins. Faster delivery turnaround time was the key for the improved gross margins.

The business segments report indicated that both our operating divisions made profits before finance costs and depreciation expenses. However, the components distribution division recorded a final loss before tax of $0.12 million; whereas the aluminium products distribution division registered profits before tax of $1.26 million.

Profit/(Loss) Before Income Tax

Other income in 1HFY27 was approximately $150,000, slightly less when compared to $167,000 for 1HFY26. Proceeds from sales of recycled materials totalled $88,000, higher than the $50,000 recorded for 1HFY26. However, this increase was offset by foreign exchange gains of approximately $53,000 in 1HFY26, compared to foreign exchange losses of approximately $16,000 in 1HFY27 recorded under other operating expenses.

Total operating expenses in 1HFY27 decreased when compared to 1HFY26. With the shifting of the metal service centre from Singapore to Malaysia for the aluminium products distribution division and the subsequent closure of the Singapore factory, the Group was able to enjoy savings from leased factory rentals, employment costs, freight and transport costs, and other expenses.

Distribution costs decreased by 5.3% in 1HFY27 though sales commission increased two-fold while freight costs across all operating centres, excluding Singapore, increased 33.8% in 1HFY27 as compared to 1HFY26. These increases were offset by a reduction in expenses due to the shift of the Singapore metal service centre operations to Malaysia. Similarly administrative expenses decreased by 5.0% due mainly to an 83.0% in savings from reduced employment costs, upon the closure of the Singapore factory.

Other operating expenses decreased by 53.2% in 1HFY27 mainly due to the decrease of amortisation of right-of-use assets from approximately $218,000 in 1HFY26 to $67,000 in 1HFY27, after the cessation of leased rentals of the Singapore factory. Depreciation expense decreased by 13.0% from approximately $46,000 in 1HFY26 to $40,000 in 1HFY27 as the plant and equipment located at the Singapore factory were disposed upon its closure.

During 1HFY26, the Group registered a net allowance for impairment of trade receivables of $41,000. Sales were gradually improving over the period, but collections had then not caught up; hence management deemed it appropriate to make additional allowance for impairment. For 1HFY27, both sales and receivables increased, however, collections too were relatively up-to-date and no further allowance for impairment was deemed necessary. The reversal of $31,000 in 1HFY27 represented collections of previously impaired amounts.

Finance costs were kept constant at approximately $221,000 for both half year periods under consideration, despite increased sales and purchases, as management focused on improved management of inventory levels and monitored closely all fund flows to maximise utilisation of internally generated working capital.

Assets and Liabilities

Assets

Additions to property, plant and equipment totalled $59,000 and comprised two forklifts costing $53,000 for the Malaysian metal service centre at Johor Bahru, an air-conditioning unit for one of the PRC subsidiaries and other sundry equipment. These additions were offset against a depreciation expense of $40,000.

Right-of-use assets decreased due to amortisation of $67,000.

Inventories increased from $6.54 million as at 31 March 2026 to $7.33 million as at 30 September 2026 to cater for the increased sales volume.

Trade and other receivables increased from $7.14 million at the end of FY2026 to $7.59 million at the end of 1HFY27, in tandem with increased sales.

Prepayments decreased slightly during 1HFY27 as deferred expenses were paid down.

Liabilities

Trade payables decreased from $4.35 million at 31 March 2026 to $4.03 million at 30 September 2026 despite increased sales due to stringent management of inventory levels. Other payables, however, increased from $2.65 million at 31 March 2026 to $3.10 million at 30 September 2026 due mainly to increased advanced billings under the components distribution division, as well as increased customers' deposits received at the PRC subsidiaries as sales improved.

Current lease liabilities decreased slightly while non-current lease liabilities decreased through instalment payments made on other finance leases as well as payments made in accordance with the various rental lease agreements.

Current interest-bearing liabilities increased from $3.43 million as at end of FY2026 to $4.07 million as at end of 1HFY27 due mainly to increased usage of trust receipts for inventory purchases to cater for the increased sales. Non-currrent interest-bearing liabilities decreased following repayment of the term loan instalments.

The Group had a positive working capital of $9.71 million as at the end of 1HFY27.

Cash Flow and Working Capital

The Group recorded a profit before tax of $0.71 million. After adjustments for non-cash items and working capital changes, the net cash outflow from operating activities was $0.39 million. Working capital changes comprised outflows arising from increases in inventories and trade and other receivables of $0.89 million and $0.52 million respectively, and an inflow of $0.15 million from an increase in trade and other payables. The Group also made net income tax payments totalling $0.14 million.

Net cash used in investing activities was mainly used for purchase of new plant and equipment totalling approximately $59,000, partially offset by proceeds from disposal of plant and equipment of $14,000 and interest earned of $3,000.

Net cash from financing activities was mainly from proceeds of $2.57 million from trust receipts and a new term loan of $0.11 million. These funds were used to settle maturing trust receipts of $2.11 million, as well as for repayments of term loan, lease payments and the interests thereon.

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

Not applicable as no forecast or prospect statement has been disclosed previously to shareholders.

6. **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.**

Despite the continued uncertainties caused by the US trade tariff policies and the Iran war, the operating environment for the Group's businesses continued to show positive trends. Malaysia and Singapore continued to benefit from the expansion of and new investments in the local semi-conductors industry and data centres infrastructure, thus generating business opportunities for the Group's products. The Group's China market remained resilient but very competitive, which creates challenges for our products in terms of pricing and delivery logistics.

Barring unforeseen circumstances, the Group is expecting the demand for our products to remain in the positive trend as the Group will continue to leverage on its existing market networks and supply sources to capture opportunities as and when they occur.

7. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Date payable

Not Applicable.

(d) Books closure date

Not Applicable.

8. 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 1HFY27 as the Company has accumulated losses.

9. If the group has obtained a general mandate from shareholders for Interested Person 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 does not have a general mandate for interested person transactions. There was no interested person transaction during 1HFY27.

10. Negative Confirmation by the Board Pursuant to Rule 705(5)

We confirm that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited half year results for the financial period ended 30 September 2026 to be false or misleading in any material aspect.

Ong Kian Soon Chief Executive Officer	Choo Tung Kheng Non-Executive Director

11. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the form set out in Appendix 7H) under Rule 720(1) of the Catalist Rules

The Company confirms that it has procured undertakings from all its directors and executive officers (in the form set out in Appendix 7H) under Rule 720(1) of the Catalist Rules.

12. Disclosures on Acquisition and Realisation of Shares pursuant to Catalist Rule 706A

There were no acquisitions or realisation of shares by the Company or any of the Group entities during 1HFY27. The Company and the Group entities did not incorporate any new subsidiary or associated company during 1HFY27.

BY ORDER OF THE BOARD

Ong Kian Soon
Chief Executive Officer
11 November 2026

*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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