



POLARIS E&M LIMITED

Company registration number – 201401201N

Condensed Interim Financial Statements For the Six Months Ended 30 June 2026

This announcement in respect of the Company's financial results for the six months ended 30 June 2026 is released pursuant to the SGX-ST's requirement for the Company to perform quarterly financial reporting pursuant to Rule 705(2)(e) of the Catalist Rules. The requirement is in view of the Material Uncertainty Related to Going Concern section issued by the Company's statutory auditor ("**Auditor**") for the financial year ended 31 December 2025. Pursuant to the Company's announcement dated 14 June 2026, a non-modified opinion was issued by the Auditor for the financial year ended 31 December 2025.

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Evolve Capital Advisory Private Limited (the "**Sponsor**"), for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

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CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		The Group		
		Six Months Ended		
		30 June		
Note		2026 US\$'000	2025 US\$'000	Change %
Continuing operations				
	Revenue	68	1,212	(94)
	Cost of sales	-	(2,642)	(100)
	Gross profit/(loss)	68	(1,430)	N.M.
	Gain on disposal of subsidiaries	3,904	-	N.M.
	Other income and gains	71	703	(90)
	Interest income	15	25	(40)
Expenses				
	Selling expenses	(2)	(14)	(83)
	General and administrative expenses	(237)	(404)	(41)
	Finance costs	(12)	(29)	(59)
	Other expenses	(715)	(11)	N.M.
	Share of results of associate	107	(1,181)	N.M.
	Profit/(loss) before tax	3,199	(2,341)	N.M.
	Tax expense	-	-	
	Profit/(loss) for the financial period	3,199	(2,341)	N.M.
Discontinued operations				
	Profit/(loss) after tax for the period from discontinued operations	-	-	
	Profit/(loss) for the financial period	3,199	(2,341)	N.M.
Profit/(loss) for the period attributable to:				
	Equity holders of the Company			
	-Continuing operations	3,199	(2,341)	N.M.
	-Discontinued operations	-	-	
		3,199	(2,341)	N.M.
Non-controlling interests				
	-Discontinued operations	-	-	
	Profit/(loss) for the financial period	3,199	(2,341)	N.M.
Earnings/(loss) per share attributable to equity holders of the Company (cents per share)				
	Basic and diluted			
	-Continuing operations	17.42	(12.75)	
	-Discontinued operations	-	-	
	Continuing and discontinued operations	17.42	(12.75)	

N.M. – Not meaningful

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)

	The Group		
	Six Months Ended		
	30 June		
	2026	2025	Change
	US\$'000	US\$'000	%
Other comprehensive income/(loss)			
<u>Items that are or may be reclassified subsequently to profit or loss:</u>			
Currency translation difference arising from consolidation	(278)	(666)	(58)
Share of other comprehensive (loss)/income of associated company	(201)	175	N.M.
<u>Items that will not be reclassified subsequently to profit or loss:</u>			
Currency translation difference arising from consolidation	-	-	
Total comprehensive income/(loss) for the period	2,720	(2,832)	N.M.
Total comprehensive income/(loss) attributable to:			
Equity holders of the Company			
-Continuing operations	2,720	(2,832)	N.M.
-Discontinued operations	-	-	
	2,720	(2,832)	N.M.
Non-controlling interests			
- Discontinued operations	-	-	
Total comprehensive income/(loss) for the period	2,720	(2,832)	N.M.

N.M. – Not meaningful

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION (GROUP AND COMPANY)

	Note	Group		Company	
		30 June 2026	31 December 2025	30 June 2026	31 December 2025
		US\$'000	US\$'000	US\$'000	US\$'000
Assets					
Property, plant and equipment	10	13	96	9	12
Intangible assets	9	194	204	–	–
Film production inventories		352	363	–	–
Investment in associated companies		7,449	7,543	7,543	7,543
Trade and other receivables		–	52	–	–
Total non-current assets		8,008	8,258	7,552	7,555
Film production inventories		1,087	1,517	–	–
Trade and other receivables		795	1,450	1,403	184
Cash and cash equivalents		251	84	251	2
Total current assets		2,133	3,051	1,654	186
Total assets		10,141	11,309	9,206	7,741
Liabilities					
Borrowings	11	–	963	325	325
Film obligations and production loans		–	697	–	–
Total non-current liabilities		–	1,660	325	325
Contract liabilities		–	235	–	–
Trade and other payables		283	1,591	256	782
Borrowings		1,099	868	1,445	528
Film Obligations and Production Loans		593	1,509	–	–
Total current liabilities		1,975	4,203	1,701	1,310
Total liabilities		1,975	5,863	2,026	1,635
Net assets		8,166	5,446	7,180	6,106
Share capital and reserves					
Share capital	12	70,007	70,007	70,007	70,007
Treasury shares	12	(915)	(915)	(915)	(915)
Other reserves		1,914	2,393	–	–
Accumulated losses		(62,840)	(66,039)	(61,912)	(62,986)
Equity attributable to equity holders of the Company, total		8,166	5,446	7,180	6,106
Total equity		8,166	5,446	7,180	6,106

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Group	
	Six Months Ended	
	30 June	
	2026	2025
Note	US\$'000	US\$'000
Cash flows from operating activities		
Profit/(loss) before tax from continuing operations	3,199	(2,341)
Profit/(loss) before tax from discontinued operations	–	–
Profit/(loss) before tax	3,199	(2,341)
Adjustments for:		
Depreciation of property, plant and equipment	8	50
Interest income	(15)	(25)
Interest expense	12	29
Share of results of associated company	(107)	1,181
Net allowance for impairment loss on financial assets	562	–
Gain on disposal of subsidiaries	(3,904)	–
Unrealised exchange losses	81	(689)
Operating loss before working capital changes	(164)	(1,795)
Working capital changes		
Film production inventories	–	1,410
Receivables and contract assets	18	3
Payables and contract liabilities	(511)	217
Currency translation adjustments	(16)	(17)
Cash used in operations	(673)	(182)
Interest received	–	–
Net cash used in operating activities	(673)	(182)

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)

	Group	
	Six Months Ended	
	30 June	
	2026	2025
Note	US\$'000	US\$'000
Investing activities		
Additional short-term loans	–	(32)
Repayment of short-term loans	7	230
Net cash outflow from disposal of subsidiaries	(89)	–
Net cash (used) in/generated from investing activities	(82)	198
Financing activities		
Interest paid	(12)	(29)
Repayment of borrowings	(321)	(28)
Proceeds from borrowings	1,231	–
Loan received from associated company	–	40
Loan received from director	26	28
Advances received from directors of subsidiaries	2	18
Repayment of advances received from directors of subsidiaries	(2)	(4)
Repayment of film obligations and production loans	–	(2)
Proceeds from film obligations and production loans	–	248
Repayment of lease liabilities	(3)	(40)
Net decrease/(increase) in leasehold deposits	1	(5)
Net cash generated from financing activities	922	226
Net change in cash and cash equivalents	167	242
Cash and cash equivalents at beginning of financial period	84	97
Cash and cash equivalents at end of the financial period	251	339

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

The Group	Share capital US\$'000	Treasury shares US\$'000	Other reserve US\$'000	Accumulated losses US\$'000	Total US\$'000	Non-controlling interests US\$'000	Total equity US\$'000
2026							
Balance as at 1 January 2026	70,007	(915)	2,393	(66,039)	5,446	—	5,446
Profit for the financial period	—	—	—	3,199	3,199	—	3,199
<u>Other comprehensive loss for the period</u>							
Share of other comprehensive loss of associated company	—	—	(201)	—	(201)	—	(201)
Currency translation difference on consolidation	—	—	(278)	—	(278)	—	(278)
	—	—	(479)	—	(479)	—	(479)
Balance as at 30 June 2026	70,007	(915)	1,914	(62,840)	8,166	—	8,166
2025							
Balance as at 1 January 2025	70,007	(915)	(76)	(48,484)	20,532	—	20,532
Loss for the financial period	—	—	—	(2,341)	(2,341)	—	(2,341)
<u>Other comprehensive income/(loss) for the period</u>							
Share of other comprehensive income of associated company	—	—	175	—	175	—	175
Currency translation difference on consolidation	—	—	(666)	—	(666)	—	(666)
	—	—	(491)	—	(491)	—	(491)
Balance as at 30 June 2025	70,007	(915)	(567)	(50,825)	17,700	—	17,700

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)

The Company	Share capital US\$'000	Treasury shares US\$'000	Accumulated losses US\$'000	Total US\$'000
2026				
Balance as at 1 January 2026	70,007	(915)	(62,986)	6,106
Profit for the financial period	—	—	1,074	1,074
Balance as at 30 June 2026	70,007	(915)	(61,912)	7,180
2025				
Balance as at 1 January 2025	70,007	(915)	(49,444)	19,648
Loss for the financial period	—	—	(147)	(147)
Balance as at 30 June 2025	70,007	(915)	(49,591)	19,501

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. Corporate information

Polaris E&M Limited (formerly known as Spackman Entertainment Group Limited) (the “**Company**”) is incorporated and domiciled in Singapore and whose shares are publicly traded on the Catalist of the Singapore Exchange. The registered office of the Company is at 16 Collyer Quay, #17-00, Singapore 049318.

These condensed interim consolidated financial statements as at and for the six months ended 30 June 2026 comprise the Company and its subsidiaries (collectively, the “**Group**”). The principal activity of the Company is an investment holding company and its subsidiaries’ principal activities are film production, film distribution for post-theatrical market, film and talent management.

2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 June 2026 have been prepared in accordance with the 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 performance of the Group since the last annual financial statements for the year ended 31 December 2025.

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 of the Group and the Company are presented in United States dollar (“**US\$**”), which is the Company’s functional currency.

2.1 New and revised standards

In the current reporting period, the Group has adopted all new and revised SFRS(I) and SFRS(I) Interpretations (“**SFRS(I) INT**”) that are relevant to its operations and effective for the current financial year. The application of these new and revised SFRS(I) and SFRS(I) INT do not have a material effect on the financial statements.

New standards, amendments to standards and interpretations that have been issued at the balance sheet date but are not yet effective for the financial year ending 31 December 2026 have not been applied in preparing these financial statements. None of these are expected to have a significant effect on the financial statements of the Group and the Company.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

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 applied to the consolidated financial statements as at and for the year ended 31 December 2025.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Measurement of fair values

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Group regularly reviews significant unobservable inputs and valuation adjustments. If third party information is used to measure fair values, then the Group assesses and documents the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of SFRS(I)s, including the level in the fair value hierarchy in which the valuations should be classified.

When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. The tables below analyse the fair value measurements by the levels in the fair value hierarchy based on the inputs to the valuation techniques. The different levels are defined as follows:

- a) Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities.
- b) Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly (i.e., derived from prices).
- c) Level 3 - input for the asset or liability that are not based on observable market data (Unobservable inputs)

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

2.2 Use of judgements and estimates (Cont'd)**Measurement of fair values (Cont'd)**

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement (with Level 3 being the lowest).

The Group recognises transfers between levels of the fair value hierarchy as of the end of the reporting period during which the change has occurred.

3. Seasonal operations

Although the Group remains unaffected by seasonal or cyclical fluctuations throughout the financial year, the Group continues to face ongoing production and distribution delays for certain film and drama projects, which are further compounded by the broader South Korean film industry headwinds, including declining box office revenues, stiffer competition and rising production costs.

4. Segment and revenue information

The Group is organised into the following business segments:

- Distribution of films;
- Production of films;
- Talent management;
- Consulting services; and
- Others

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

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.1 Reportable segments

In US\$'000	The Group					
	Six months ended 30 June 2026					
	Distribution of films	Production of films	Talent management	Consulting services	Others	Total
Revenue	1	–	–	67	–	68
Cost of sales	–	–	–	–	–	–
Share of results of associated companies	–	–	107	–	–	107
Gain on disposal of subsidiaries	–	3,904	–	–	–	3,904
Segment gross results	1	3,904	107	67	–	4,079
Selling and general & administrative expenses	(2)	–	–	(229)	–	(231)
Segment net results	(1)	3,904	107	(162)	–	3,848
Unallocated other income:						
Other income and gains						71
Interest income						15
Unallocated expenses:						
Depreciation and amortisation						(8)
Other expenses						(715)
Finance costs						(12)
Profit before tax						3,199
Tax expense						–
Profit for the period						3,199
Segment assets	8	1,633	7,449	787	13	9,890
Unallocated assets						251
Total assets						10,141
Segment liabilities	3	593	–	280	–	876
Unallocated liabilities						1,099
Total liabilities						1,975

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)

4.1 Reportable segments (Cont'd)

In US\$'000	The Group					
	Six months ended 30 June 2025					
	Distribution of films	Production of films	Talent management	Consulting services	Others	Total
Revenue	1,212	—	—	—	—	1,212
Cost of sales	—	(2,642)	—	—	—	(2,642)
Share of results of associated companies	—	—	(1,181)	—	—	(1,181)
Segment gross results	1,212	(2,642)	(1,181)	—	—	(2,611)
Selling and general & administrative expenses	(368)	—	—	—	—	(368)
Segment net results	844	(2,642)	(1,181)	—	—	(2,979)
Unallocated other income:						
Other income and gains						703
Interest income						25
Unallocated expenses:						
Depreciation and amortisation						(50)
Other expenses						(11)
Finance costs						(29)
Loss before tax						(2,341)
Tax expense						—
Loss for the period						(2,341)
Segment assets	2,220	196	17,757	—	543	20,716
Unallocated assets						14
Assets held for sale						2,564
Total assets						23,294
Segment liabilities	414	593	—	—	—	1,007
Unallocated liabilities						40
Liabilities held for sale						4,547
Total liabilities						5,594

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

4. Segment and revenue information (Cont'd)
4.2 Disaggregation of revenue

In US\$'000	The Group				
	Six months ended 30 June 2026				Total
	Distribution of films	Production of films	Consulting services	Others	
Type of revenue:					
Distribution of films and others	1	–	–	–	1
Consulting services	–	–	67	–	67
Total revenue	1	–	67	–	68
Timing of revenue recognition:					
Over time	1	–	67	–	68
Total revenue	1	–	67	–	68
Geographical information:					
Singapore	1	–	67	–	68
Total revenue	1	–	67	–	68

In US\$'000	The Group				
	Six months ended 30 June 2025				Total
	Distribution of films	Production of films	Consulting services	Others	
Type of revenue:					
Distribution of films and others	1,212	–	–	–	1,212
Total revenue	1,212	–	–	–	1,212
Timing of revenue recognition:					
Over time	1,212	–	–	–	1,212
Total revenue	1,212	–	–	–	1,212
Geographical information:					
South Korea	1,212	–	–	–	1,212
Total revenue	1,212	–	–	–	1,212

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group:

	Note	The Group		The Company	
		30 June 2026 US\$'000	31 December 2025 US\$'000	30 June 2026 US\$'000	31 December 2025 US\$'000
Financial Assets					
Cash and bank		251	84	251	2
Trade and other receivables (Amortised cost) #		763	1,466	1,380	148
		1,014	1,550	1,631	150
Financial liabilities					
Financial liabilities at fair value through profit or loss		593	1,509	–	–
Trade and other payables (Amortised cost) *		1,382	3,385	2,026	1,598
		1,975	4,894	2,026	1,598

Excludes prepayments and advance payments

* Excludes deferred income and advance received

6. Profit/(loss) before tax

The following significant items have been included in arriving at profit/(loss) before tax:

	Group Six Months Ended	
	30 June 2026 US\$'000	30 June 2025 US\$'000
Income		
Interest income	15	25
Gain on disposal of subsidiaries	3,904	–
Reversal of allowance for impairment for receivables	4	–
Expenses		
Depreciation on property, plant and equipment	8	50
Interest expense	12	29
Allowance for impairment for receivables	566	–
Foreign exchange loss/(gain), net	81	(689)

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

7. Earnings/(loss) per share

Basic and diluted earnings/(loss) per share is calculated by dividing the profit/(loss) for the period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period.

The following tables reflect the income and share data used in the computation of basic and diluted earnings/(loss) per share for the period.

	Group	
	Six Months Ended	
	30 June 2026 US\$'000	30 June 2025 US\$'000
Profit/(loss) for the period attributable to equity holders of the Company from		
- Continuing operations	3,199	(2,341)
- Discontinued operations	–	–
	3,199	(2,341)
Weighted average number of ordinary shares in issue applicable to basic and diluted earnings per share computation	18,363,903	18,363,903

8. Net asset value

	Group		Company	
	30 June 2026 US\$	31 December 2025 US\$	30 June 2026 US\$	31 December 2025 US\$
Net asset value	8,165,838	5,446,499	7,180,433	6,105,917
Net asset value per ordinary share	0.445	0.297	0.391	0.332

Net asset value per ordinary share is computed based on the number of shares in issue (excluding treasury shares) of 18,363,903 (FY2025: 18,363,903) following the completion of the Group's share consolidation as announced on 23 June 2025.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

9. Intangible assets

Group	Acquired libraries US\$'000	Software US\$'000	Goodwill US\$'000	Customer contracts US\$'000	Customer relationships US\$'000	Copyrights US\$'000	Total US\$'000
As at 30 June 2026							
Cost	28	21	11,535	693	244	681	13,202
Accumulated amortisation and disposal	(28)	(21)	(11,535)	(693)	(244)	(487)	(13,008)
Net book amount	–	–	–	–	–	194	194
As at 31 December 2025							
Cost	28	21	11,535	693	244	681	13,202
Addition	–	–	–	–	–	–	–
Accumulated amortisation and disposal	(28)	(21)	(11,535)	(693)	(244)	(477)	(12,998)
Net book amount	–	–	–	–	–	204	204

10. Property, plant and equipment

The Group's property, plant and equipment amounted to US\$13,525 (31 December 2025: US\$96,255) and the Company's plant and equipment amounted to US\$8,928 (31 December 2025: US\$11,451). The decrease was mainly attributable to the disposal of Studio Take and depreciation charged during 6M FY2026.

11. Borrowings

	Group		Company	
	30 June 2026 US\$'000	31 December 2025 US\$'000	30 June 2026 US\$'000	31 December 2025 US\$'000
Amount repayable within one year or less, or on demand				
Unsecured loans	1,099	292	1,445	528
Secured loans ⁽¹⁾	–	576	–	–
	1,099	868	1,445	528
Amount repayable after one year				
Unsecured loans	–	933	325	325
Secured loans	–	30	–	–
	–	963	325	325
Total loans and borrowings	1,099	1,831	1,770	853

Notes:

- (1) As at 31 December 2025, the Group's short-term borrowings are secured by guarantees from Korea Technology Finance Corporation and Korea Credit Guarantee Fund. The Group had no secured borrowings as at 30 June 2026.

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

12. Share capital and treasury shares

	Group and Company			
	Number of ordinary shares		Amount	
	Share capital	Treasury shares	Share capital	Treasury shares
2026				
Beginning and end of financial period	19,492,248	(1,128,345)	70,007,456	(914,566)
2025				
Beginning of financial year	1,949,225,819	(112,834,500)	70,007,456	(914,566)
Effect of share consolidation*	(1,929,733,571)	111,706,155	–	–
End of financial year	19,492,248	(1,128,345)	70,007,456	(914,566)

* As announced on 23 June 2025, the Group completed its share consolidation of every 100 existing ordinary shares into 1 consolidated ordinary share. The share movement above reflects the effect of the share consolidation, with no change to the share capital amount.

All issued shares are fully paid ordinary shares with no par value.

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares rank equally in regard to the Company's residual assets. All ordinary shares carry one vote per share without restrictions.

Treasury shares

The Company did not have any outstanding options or convertibles as at 30 June 2026 and 31 December 2025.

There are no subsidiary holdings during and as at end of the current financial period reported on.

13. Subsequent events

On 6 August 2026, the Company completed the disposal of its entire equity interest in its direct wholly owned subsidiary, Spackman Entertainment Korea Inc. ("SEKI").

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 statement of financial position of Polaris E&M Limited and its subsidiaries as at 30 June 2026 and the related condensed interim consolidated statement of profit or loss and other comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

- 2. 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.

- 3. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**

- a) 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; and
- b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES (CONT'D)

Consolidated Statement of Profit or Loss and Other Comprehensive Income

a) Revenue

	Group	
	6M Ended June 2026 US\$ million	6M Ended June 2025 US\$ million
Distribution of films and others	–	1.21
Consulting services	0.07	–
	0.07	1.21

Revenue decreased by US\$1.14 million year-on-year (“YoY”) to US\$0.07 million for the six months ended 30 June 2026 (“**6M FY2026**”). This was mainly due to a decrease of US\$1.21 million in revenue from the distribution of films and others, following the completion of the disposal of the Group’s indirect wholly owned subsidiary, Studio Take Co., Ltd. (“**Studio Take**”), in January 2026. The decrease was partially offset by US\$0.07 million in consulting services revenue generated during 6M FY2026.

b) Cost of sales

	Group	
	6M Ended June 2026 US\$ million	6M Ended June 2025 US\$ million
Production of films	–	2.64
	–	2.64

Cost of sales decreased by US\$2.64 million YoY to nil in 6M FY2026, mainly due to the absence of film production costs following the disposal of Studio Take. In 6M FY2025, the Group recorded US\$2.64 million in film production costs, primarily attributable to the theatrical release of *YOU ARE THE APPLE OF MY EYE*.

c) Gross profit

The Group recorded a gross profit of US\$0.07 million in 6M FY2026, an increase of US\$1.50 million compared to a gross loss of US\$1.43 million in 6M FY2025.

OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES (CONT'D)

Consolidated Statement of Profit or Loss and Other Comprehensive Income (cont'd)
d) Gain on disposal of subsidiaries

Gain on disposal of subsidiaries increased by US\$3.90 million in 6M FY2026, arising from the disposal of Studio Take. No such gain was recorded in 6M FY2025.

e) Other income and gains

Other income and gains decreased by US\$0.63 million YoY to US\$0.07 million in 6M FY2026. The decrease was due to lower foreign currency gain.

f) Selling expenses

Selling expenses decreased by US\$11,271 YoY to US\$2,266 in 6M FY2026. The decrease was not considered significant.

g) General and administrative expenses

General and administrative expenses decreased by US\$0.17 million or 41% YoY to US\$0.24 million in 6M FY2026. This was mainly attributable to a decrease of US\$0.17 million in employee-related costs following the disposals of certain subsidiaries during the second half of FY2025 and the first half of FY2026.

h) Other expenses

Other expenses increased by US\$0.70 million YoY to US\$0.71 million in 6M FY2026. The increase was mainly attributable to higher foreign currency losses of US\$0.14 million and an allowance for expected credit losses on receivables of US\$0.57 million.

i) Share of results of associate

The share of results of associate recorded a profit of US\$0.11 million in 6M FY2026, compared to a loss of US\$1.18 million in 6M FY2025, reflecting the improved performance of the Group's 43.88% owned associated company, Spackman Media Group Limited ("SMGL"). At SMGL level, SMGL's talent management revenue increased in 6M FY2026 due to a higher percentage of completion in filming and endorsement projects for several artists, resulting in an increase of US\$0.58 million in gross profit. In addition, the impairment loss on receivables of US\$1.53 million and fair value loss on financial assets at FVTPL of US\$1.10 million recorded in 6M FY2025 did not recur in 6M FY2026. This was partially offset by the non-recurrence of a gain on disposal of subsidiaries of US\$0.49 million recorded in 6M FY2025.

j) Profit/(loss) after tax for the period

As a result of the above, the Group recorded a profit after tax of US\$3.20 million in 6M FY2026 as compared to a loss after tax of US\$2.34 million in 6M FY2025. The profit in 6M FY2026 was mainly attributable to the one-off gain of US\$3.90 million on the disposal of Studio Take.

OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES (CONT'D)

Consolidated Statement of Financial Position

The Group's non-current assets as at 30 June 2026 amounted to US\$8.01 million, representing a decrease of US\$0.25 million or 3% from US\$8.26 million as at 31 December 2025. This was mainly due to the following:

- i) decrease in property, plant and equipment by US\$0.08 million, mainly attributable to a decrease of US\$0.07 million following the disposal of Studio Take and depreciation charged during 6M FY2026;
- ii) decrease in investment in associated companies by US\$0.09 million. This was mainly due to exchange differences of US\$0.20 million recognised in other comprehensive loss, partially offset by the Group's share of profit of associated companies of US\$0.11 million; and
- iii) decrease in trade and other receivables by US\$0.05 million, mainly attributable to the disposal of Studio Take.

The Group's current assets decreased by US\$0.92 million or 30% from US\$3.05 million as at 31 December 2025 to US\$2.13 million as at 30 June 2026. This was mainly due to a decrease in trade and other receivables of US\$0.66 million, reflecting the recognition of an allowance for doubtful debts, and a decrease in film production inventories of US\$0.43 million following the disposal of Studio Take. This was partially offset by an increase in cash and cash equivalents of US\$0.17 million.

The Group's non-current liabilities decreased from US\$1.66 million as at 31 December 2025 to nil as at 30 June 2026. The decrease was attributable to the disposal of Studio Take, which resulted in the derecognition of non-current borrowings of US\$0.96 million and film obligations and production loans of US\$0.70 million.

The Group's current liabilities amounted to US\$1.98 million as at 30 June 2026 as compared to current liabilities of US\$4.20 million as at 31 December 2025. This was mainly due to a decrease in trade and other payables of US\$1.31 million, including US\$0.79 million arising from the disposal of Studio Take and US\$0.51 million due to the settlement of outstanding payables. In addition, film obligations and production loans and contract liabilities decreased by US\$0.92 million and US\$0.23 million, respectively, following the disposal of Studio Take. This was partially offset by an increase in borrowings of US\$0.23 million, as proceeds from borrowings of US\$1.23 million were partially offset by repayment of borrowings of US\$0.32 million and a US\$0.67 million decrease following the disposal of Studio Take.

OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES (CONT'D)

Consolidated Statement of Cash Flow

As at 30 June 2026, the Group had cash and cash equivalents amounting to US\$0.25 million as compared to cash and cash equivalents amounting to US\$0.34 million as of 30 June 2025.

The significant cash movements during 6M FY2026 as compared to 6M FY2025 can be summarised as follows:

Cash flow used in operating activities for 6M FY2026 amounted to US\$0.67 million as compared to cash flow used in operating activities of US\$0.18 million for 6M FY2025. The cash flow used in operating activities for 6M FY2026 was mainly attributable to the operating loss before working capital changes of US\$0.16 million, a decrease in payables and contract liabilities of US\$0.51 million and currency translation adjustments of US\$0.02 million. This was partially offset by a decrease in receivables and contract assets of US\$0.02 million.

Cash flow used in investing activities for 6M FY2026 was US\$0.08 million as compared to cash flow generated from investing activities of US\$0.20 million for 6M FY2025. The cash flow used in investing activities was mainly due to the net cash outflow from disposal of subsidiary of US\$0.09 million. This was partially offset by repayment of short-term loans of US\$0.01 million.

Cash flow generated from financing activities was US\$0.92 million for 6M FY2026 as compared to cash flow generated from financing activities of US\$0.23 million for 6M FY2025. The cash flow generated from financing activities for 6M FY2026 was mainly due to the proceeds from borrowings of US\$1.23 million and loan received from director of US\$0.02 million. This was partially offset by the repayment of borrowings of US\$0.32 million and interest paid of US\$0.01 million.

4. 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 has been previously disclosed to shareholders.

OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES (CONT'D)

5. 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.

Following the Group's Annual General Meeting and Extraordinary General Meeting convened on 29 June 2026, the Group sought shareholder approval to change its name in line with a new brand identity. As announced on 30 June 2026, the Group officially changed its name from Spackman Entertainment Group Limited to Polaris E&M Limited.

Building on this foundation, the Group is embarking on a strategic business diversification plan. During the year, the Group has continued to streamline its operations and divest non-performing entities to reduce losses, optimize its portfolio, and strengthen its financial standing. The Group completed the disposal of its entire shareholding interest in its direct wholly owned subsidiary, Spackman Entertainment Korea Inc. ("**SEKI**"), on 6 August 2026, and its indirect wholly owned subsidiary, Studio Take Co., Ltd. ("**Studio Take**"), on 26 January 2026. Furthermore, the entry of a new strategic shareholder brings fresh insights to the Group's business, particularly regarding the application of AI technologies to content development and talent management, with a core focus on the entertainment and marketing sectors.

The movie industry in the Republic of Korea ("**Korea**") has experienced prolonged challenges due to the growing popularity of over-the-top ("**OTT**") platforms, as consumers have grown accustomed to watching content at home and on personal devices. This shift toward streaming services has created ongoing headwinds for the theatrical motion picture sector in Korea, including lower box office revenues and stiffer competition. These challenges have been aggravated by rising production costs and declining investments, adversely affecting Korea film industry's overall performance.

While the Group remains committed to its core film development and production activities, it is currently well-positioned to expand into emerging segments within the content, entertainment, and technology sectors by leveraging AI expertise. By capitalizing the business units and networks of the new controlling shareholder, the Group aims to drive higher shareholder value. Additionally, the Company is exploring avenues to raise capital and funding. Further material information regarding such exercises will be announced in due course once definitive agreements or proposals are finalized, as and when required.

OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES (CONT'D)

6. Dividend Information

- a) *Current Financial Period Reported on:* Any dividend declared for the current financial period reported on?
No dividend is declared.
- b) *Corresponding Period of the Immediately Preceding Financial Year:* Any dividend declared for the corresponding period of the immediately preceding financial year?
No.
- c) Date payable: Not applicable
- d) Record date: Not applicable

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

No dividend is recommended for the half year ended 30 June 2026 (30 June 2025: Nil) as the Group intends to conserve cash for working capital use.

8. If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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 for interested person transactions.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and conducted under shareholders' mandate pursuant to Rule 920) (S\$'000)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) (S\$'000)
None	Not applicable	Not applicable

OTHER INFORMATION REQUIRED BY APPENDIX 7C OF THE CATALIST RULES (CONT'D)

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

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

10. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement

Pursuant to Rule 704(10) of the Listing Manual Section B: Rules of Catalist of SGX-ST, the Company confirms that there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a Director, Chief Executive Officer or substantial shareholder of the Company.

11. Negative Assurance Confirmation on Interim Financial Results Pursuant to Rule 705(5) of the Listing Manual

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

BY ORDER OF THE BOARD

Lau Rui Sheng, Ian
Non-Executive & Independent Chairman

Na Kyoungwon
Non-Executive & Non-Independent Director

Date: 14 August 2026
