CH OFFSHORE LTD.

(UEN 197600666D)

(Incorporated in Singapore)

Unaudited Condensed Interim Financial Statements

For the six months ended 30 June 2026

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A. Condensed interim consolidated statement of comprehensive income

	Note	Group 6 months ended 30 June 2026	 6 months ended 30 June 2025	Change
		US$'000	US$'000	%
Revenue	4	9,103	10,818	(15.9)
Cost of sales		(5,708)	(4,492)	27.1
Gross profit before direct depreciation		3,395	6,326	(46.3)
Direct depreciation		(2,500)	(2,683)	(6.8)
Gross profit after direct depreciation		895	3,643	(75.4)
Other income		180	69	160.9
Other expenses		(58)	(110)	(47.3)
Indirect depreciation		(141)	(116)	21.6
Administrative expenses		(2,125)	(1,716)	23.8
Finance cost		(95)	(137)	(30.7)
(Loss)/profit before income tax and results of associated company		(1,344)	1,633	n.m.
Share of results of associated company		–	–	n.m.
(Loss)/profit before income tax	6	(1,344)	1,633	n.m.
Income tax expense	7	(235)	(589)	(60.1)
(Loss)/profit for the period representing total comprehensive income for the period		(1,579)	1,044	n.m.
Attributable to:				
Equity holders of the Company		(1,228)	236	n.m.
Non-controlling interests		(351)	808	n.m.
Total comprehensive income for the period		(1,579)	1,044	n.m.
(Loss)/profit per share:				
Basic and fully diluted (US cents)		(0.06)	0.03	

B. Condensed interim statements of financial position

	Note	Group 30 Jun 2026 US$'000	Group 31 Dec 2025 US$'000	Company 30 Jun 2026 US$'000	Company 31 Dec 2025 US$'000
ASSETS					
Current assets					
Cash and cash equivalents		19,053	19,086	13,170	13,644
Trade and other receivables	5	3,369	2,626	20,329	18,122
Inventories		508	229	12	12
Loan to associated company		1,935	2,155	–	–
Prepayments		1,036	1,149	40	26
Total current assets		25,901	25,245	33,551	31,804
Non-current assets					
Other receivables		–	–	4,320	5,564
Subsidiary companies		–	–	12,461	12,461
Associated company		–	–	–	–
Deferred tax assets		549	383	–	–
Fixed assets	9	34,558	36,553	2,335	2,471
Right-of-use assets		679	773	662	750
Total non-current assets		35,786	37,709	19,778	21,246
Total assets		61,687	62,954	53,329	53,050
LIABILITIES AND EQUITY					
Current liabilities					
Payables and accruals		6,458	6,103	31,740	31,170
Borrowings	10	3,862	3,887	3,862	3,887
Income tax payable		273	406	–	–
Lease liabilities		161	157	148	144
Total current liabilities		10,754	10,553	35,750	35,201
Non-current liabilities					
Deferred tax liabilities		433	244	–	–
Lease liabilities		476	554	471	542
Total non-current liabilities		909	798	471	542
Capital and reserves					
Issued capital	11	66,148	66,148	66,148	66,148
Treasury shares		(46)	(46)	(46)	(46)
Accumulated losses		(17,434)	(16,206)	(48,994)	(48,795)
		48,668	49,896	17,108	17,307
Non-controlling interests		1,356	1,707	–	–
Total equity		50,024	51,603	17,108	17,307
Total liabilities and equity		61,687	62,954	53,329	53,050

C. Condensed interim statements of changes in equity

	Issued capital US$'000	Treasury shares US$'000	Accumulated losses US$'000	Total US$'000	Non-controlling Interest US$'000	Total equity US$'000
<u>Group</u>						
2026						
Balance at 1 January 2026	66,148	(46)	(16,206)	49,896	1,707	51,603
Loss for the period, representing total comprehensive income for the period	–	–	(1,228)	(1,228)	(351)	(1,579)
Balance at 30 June 2026	66,148	(46)	(17,434)	48,668	1,356	50,024
2025						
Balance at 1 January 2025	55,379	(46)	(14,303)	41,030	580	41,610
Profit for the period, representing total comprehensive income for the period	–	–	236	236	808	1,044
Total comprehensive income	55,379	(46)	(14,067)	41,266	1,388	42,654
Net proceeds from rights issue	10,769	–	–	10,769	–	10,769
Balance at 30 June 2025	66,148	(46)	(14,067)	52,035	1,388	53,423

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

Company	**Issued capital** US$'000	**Treasury shares** US$'000	**Accumulated losses** US$'000	**Total equity** US$'000
2026				
Balance at 1 January 2026	66,148	(46)	(48,795)	17,307
Loss for the period, representing total comprehensive income for the period	–	–	(199)	(199)
Balance at 30 June 2026	66,148	(46)	(48,994)	17,108
2025				
Balance at 1 January 2025	55,379	(46)	(50,166)	5,167
Loss for the period, representing total comprehensive income for the period	–	–	(554)	(554)
Total comprehensive income	55,379	(46)	(50,720)	4,613
Net proceeds from rights issue	10,769	–	–	10,769
Balance at 30 June 2025	66,148	(46)	(50,720)	15,382

D. Condensed interim consolidated statement of cash flows

	Note	Group 6 months ended 30 June 2026 US$'000	2025 US$'000
Cash flows from operating activities			
(Loss)/profit before tax		(1,344)	1,633
Adjustments for:			
Depreciation of property, plant and equipment		2,549	2,705
Depreciation of right-of-use assets		94	95
Gain on sale of fixed assets		(1)	–
Interest income		(144)	(56)
Interest expense		95	137
Unrealised foreign exchange (gain)/loss, net		(45)	37
Operating cash flows before working capital changes		1,204	4,551
(Increase)/decrease in inventories		(279)	55
Decrease/(increase) in prepayments		113	(880)
Increase in trade and other receivables		(774)	(786)
Increase in payables and accruals		362	354
Cash flows generated from operations		626	3,294
Interest received		193	56
Interest paid		(109)	(157)
Income tax paid		(345)	(449)
Net cash flows generated from operating activities		365	2,744
Cash flows from investing activities			
Purchase of fixed assets		(553)	(3,083)
Repayment from loan to associate		220	–
Net cash flows used in investing activities		(333)	(3,083)
Cash flows from financing activities			
Repayment of bank loans		–	(1,238)
Net proceeds from rights issue		–	10,769
Payment of principal portion of lease liability		(70)	(34)
Net cash flows (used in)/generated from financing activities		(70)	9,497
Net (decrease)/increase in cash and cash equivalents		(38)	9,158
Effect of exchange rate changes on cash and cash equivalents		5	264
Cash and cash equivalents at beginning of financial period		19,086	7,847
Cash and cash equivalents at end of financial period		**19,053**	**17,269**

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

CH Offshore Ltd. (the "Company") is listed on the Singapore Exchange Securities Trading Limited and is incorporated and domiciled in the Republic of Singapore. These condensed interim consolidated financial statements as at and for the six months ended 30 June 2026 comprised the Company and its subsidiaries (collectively, the "Group").

The principal activities of the Company are that of investment holding and the owning and chartering of vessels. The principal activities of the Group are investment holding, ship management and the owning and chartering of vessels.

2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 June 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 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 are presented in United States Dollar (USD or US$), which is the Company's functional currency, and all values in the tables are rounded to the nearest thousand (US$'000), except when otherwise indicated.

2.1 New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

2.2 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. 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.

Estimates and underlying assumptions were 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.

Management is of the opinion that there were no significant judgements made in applying the accounting policies in the condensed interim financial statements.

2.2 Use of judgements and estimates (cont'd)

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 included in the following notes:

- Note 5 – provision for expected credit losses on trade receivables
- Note 9 – impairment test on vessels

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 operations of the Group are associated specifically with the support of offshore oil and gas industry which is the major operating segment of the group. The Chief Executive Officer ("CEO") is the Group's chief operating decision maker for the purposes of resource allocation and assessment of segment performance.

As the main focus is on the generation of revenue for the Group, the CEO makes decision to charter the vessels based on the charter rates, timing and availability of the vessels. Hence, vessels are deployed worldwide and wherever clients required them subject to safety factors, for example, war zones or areas prone to piracy. As a result, it is not meaningful to present the revenue by countries or geographical locations.

Disaggregation of revenue	**Group**	
	6M2026	**6M2025**
	US$'000	US$'000
Charter hire revenue	4,178	3,520
Other ancillary charter hire revenue	4,828	7,182
Management and agency fee	97	116
	9,103	10,818

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group and the Company as at 30 June 2026 and 31 December 2025:

	Group		Company	
	30 Jun 2026	**31 Dec 2025**	**30 Jun 2026**	**31 Dec 2025**
	US$'000	US$'000	US$'000	US$'000
Financial assets				
Trade and other receivables (excluding GST recoverable and income tax recoverable)	3,081	2,366	21,049	24,590
Cash and cash equivalents	19,053	19,086	13,170	13,644
Loan to associated company	1,935	2,155	–	–
Total undiscounted financial assets	24,069	23,607	34,219	38,234
Financial liabilities				
Payables and accruals	6,458	6,103	31,740	31,170
Borrowings	3,887	3,905	3,887	3,905
Lease liabilities	710	803	690	776
Total undiscounted financial liabilities	11,055	10,811	36,317	35,851
Total net undiscounted financial assets/(liabilities)	13,014	12,796	(2,098)	2,383

Provision for expected credit losses on trade receivables

The Group uses a provision matrix to calculate expected credit loss (ECL) for trade receivables. The provision matrix is initially derived based on the Group's historical observed default rates and calibrated to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed. The assessment of ECL is a significant estimate as it is sensitive to changes in circumstances and forecast economic conditions. For the six months ended 30 June 2026, there was no additional allowance for expected credit losses. The Group has assessed the new ECL provision recorded to be adequate.

6. (Loss)/profit before income tax

6.1 Significant items

	Group	
	6M2026	**6M2025**
	US$'000	US$'000
Income:		
Grant income	12	9
Expenses:		
Net foreign exchange loss	28	111

6.2 Related party transactions

In addition to the related party information disclosed elsewhere in the condensed interim financial statements, the following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period:

	Group	
	6M2026	**6M2025**
	US$'000	US$'000
Management and agency fee from associated companies	24	24
Transactions with related companies:		
- Rental paid	–	(26)
- Fees paid for services rendered to its vessels	(27)	(4)
- Management and agency fee earned	72	73

7. 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 comprehensive income are:

	Group	
	6M2026	**6M2025**
	US$'000	US$'000
Income tax:		
– Current	210	566
– Over provision in respect of prior years	1	–
Deferred income tax:		
– Origination and reversal of temporary differences	24	23
Income tax expense recognised in the statement of comprehensive income	235	589

8. Earnings Per Share and Net Asset Value Per Share

Basic earnings per ordinary share for the six months ended 30 June 2026 and 2025 are calculated by dividing profit for the financial period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial periods of 2,114,677,542 and 798,358,924 respectively.

The Group has no dilution in its earnings per share at 30 June 2026 and 30 June 2025.

	Group		Company	
	30 Jun 2026	**31 Dec 2025**	**30 Jun 2026**	**31 Dec 2025**
Net asset value per ordinary share based on issued share capital at the end of the period (in US cents)	2.30	2.36	0.81	0.82

Net asset value per ordinary share as at 30 June 2026 and 31 December 2025 are calculated based on the number of ordinary shares in issue of 2,114,677,542.

9. Fixed assets

During the six months ended 30 June 2026, the Group acquired assets amounting to US$553,000 (30 June 2025: US$3,083,000) mainly from dry-docking of 1 vessel and disposed assets amounting to US$12,000 (30 June 2025: US$2,000).

Impairment testing on vessels

As at 31 December 2025, the Group carried out a review of the recoverable amount of its vessels to determine whether there is any indication that those vessels have suffered an impairment loss or previously recognised impairment loss has reversed. The recoverable amount of the vessels was based on its value in use and the pre-tax discount rate of 12.0%.

The Company commenced arbitration proceedings in Singapore against its charterer for unpaid charter hire on one of the Company's vessels which the charterer filed a counterclaim and the legal proceedings is still in progress. Due to the unavailability of this vessel for chartering operations until completion of the legal proceedings, the Company has recorded an impairment charge of US$3.1 million for the year ended 31 December 2023.

In early 2026, the Company's legal counsel has further advised that it would take approximately another one to two years to complete the proceedings. Due to the unavailability of the vessel, a further impairment charge of US$1.5 million was recorded for the year ended 31 December 2025.

The Group has not performed any further review of the recoverable amount of its vessels during the six months ended 30 June 2026 because there were no significant impairment indicators at 30 June 2026.

10. Borrowings

	Group and Company	
	30 Jun 2026	**31 Dec 2025**
	US$'000	US$'000
Amount repayable within one year or on demand		
Secured	3,862	3,887

The secured bank borrowings are secured by a 12,000 BHP vessel.

11. Share capital

	Group and Company			
	30 Jun 2026		**31 Dec 2025**	
	No. of shares	US$'000	**No. of shares**	US$'000
Issued and fully paid:				
At 30 June 2026 and 31 December 2025	2,114,677,542	66,148	2,114,677,542	66,148

On 4 March 2025, the Company announced a renounceable non-underwritten rights issue of up to 1,409,785,028 new ordinary shares in the capital of the Company at an issue price of S$0.01 for each rights share, on the basis of 2 rights shares for every 1 existing ordinary share in the capital of the Company (the "**Rights Issue**").

On 19 June 2025, the Company completed the allotment and issuance of 1,409,785,028 new ordinary shares for the Rights Issue. The Company received a cash consideration of S$14,097,850.28 from the Rights Issue, before deducting related expenses incurred.

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restriction. The ordinary shares have no par value.

The Company held 198,000 treasury shares as at 30 June 2026 and 31 December 2025.

The Company's subsidiaries do not hold any shares in the Company as at 30 June 2026 and 31 December 2025.

There was no sale, transfer, cancellation and/or use of treasury shares during the current reported financial period.

There was no sale, transfer, cancellation and/or use of subsidiary holdings during the current reported financial period.

F. Other information required by Listing Rule Appendix 7.2

1. Review

The condensed consolidated statement of financial position of CH Offshore Ltd. and its subsidiaries (collectively, the "Group") as at 30 June 2026 and the related condensed consolidated statement of comprehensive income, condensed consolidated statement 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

The Group incurred a loss after income tax of $1.58 million in the six months ended 30 June 2026 ("1H2026") compared to the net profit after income tax of $1.04 million earned in the six months ended 30 June 2025 ("1H2025"). The loss after income tax was mainly due to lower gross profits in 1H2026 compared to 1H2025.

Revenue

Revenue decreased by 15.9% from $10.82 million for 1H2025 to $9.10 million for 1H2026. The decrease was due to a decrease in revenue generated from lower utilisation of owned vessels. This is offset slightly by higher revenue from third-party chartered vessel.

Cost of sales and Direct depreciation

Cost of sales for 1H2026 of $5.71 million was higher than 1H2025 of $4.49 million due to higher repair and maintenance costs and bunker costs. Direct depreciation for 1H2026 of US$2.50 million is lower than direct depreciation for 1H2025 of $2.68 million.

Administrative expenses and other expenses

Corporate overheads and other administrative expenses increased by 23.8% from $1.72 million in 1H2025 to $2.13 million in 1H2026 mainly due to higher salaries from an increase in headcount. Other expenses decreased from $0.11 million in 1H2025 to US$0.06 million in 1H2026 mainly due to lower foreign exchange losses. The Group reported tax expenses of $0.24 million mainly due to profit and income of certain subsidiaries being subject to the tax laws and regulations of the respective countries in which they operate.

Financial position and Cash Flow

The Group's shareholders' equity decreased from $49.90 million as at 31 December 2025 to $48.67 million as at 30 June 2026 due to the losses incurred in 1H2026.

Cash and cash equivalents decreased from $19.09 million as at 31 December 2025 to $19.05 million as at 30 June 2026 mainly due to the dry-docking costs of 1 vessel but partially offset by postitive cashflows generated from operating activites.

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

The Group's unaudited results for 1H2026 are broadly in line with the Company's profit guidance announced on 15 July 2026.

4. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months

The ongoing conflicts in the Middle East and heightened geopolitical tensions have disrupted oil trade flows and causing oil prices to remain volatile. Coupled with evolving trade policies among major economies, supply chains may be disrupted. These factors may have an impact on the Group's operations. As such, the Group will continue to manage its operations conservatively to adapt to the rapidly evolving environment.

5. Dividend information

5a. Current Financial Period Reported on

Any dividend recommended for the current financial period reported on? No

5b. Corresponding Period of the Immediate Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

5c. Date Payable

Not applicable

5d. Book Closure Date

Not applicable

No dividend has been declared or recommended in view of the Group's operational and financial cash needs.

6. Interested person transactions

The Company has obtained a general mandate from shareholders for interested person transactions with Baker Technology Group of Companies during the Annual General Meeting held on 24 April 2026. The following are details of the interested person transactions entered into by the Group in 1H2026:

	Nature of relationship	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)
		(US$'000)	(US$'000)
Baker Technology Group of Companies	Associates of Company's Controlling Shareholder	–	72

7. Use of proceeds from rights issue

The Company has raised net proceeds of S$13.89 million from the Rights Issue. As at the date of this announcement, the Company has not utilised the net proceeds. The allocation of the net proceeds is as follows:

Use of net proceeds	**Amount (S$'million)**
General working capital requirements	2.78 to 13.89
Acquisition of vessels/vessel enhancement	Up to 11.11
Total	**13.89**

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

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

9. Confirmation pursuant to Rule 705(5) of the Listing Manual

The Board of Directors hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial statements of the Company and of the Group for the half year ended 30 June 2026 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Lee Gee Aik Board Chairman	Dr Benety Chang CEO

BY ORDER OF THE BOARD
Lim Mee Fun
Company Secretary
29 July 2026