



HGH Holdings Ltd.

(Company Registration No.: 200412064D)
(Incorporated in the Republic of Singapore)

Condensed interim financial statements For the six months and full year ended 31 December 2024

This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the "**Sponsor**"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms. Audrey Mok (Tel (65) 6232 3210), at 1 Robinson Road, #21-01 AIA Tower, Singapore 048542.

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

Table of Contents

A. Condensed interim consolidated statement of profit or loss and other comprehensive income.....	1
B. Condensed interim statements of financial position	2
C. Condensed interim statements of changes in equity	4
D. Condensed interim consolidated statement of cash flows.....	6
E. Notes to the condensed interim consolidated financial statements	7
F. Other information required by Appendix 7C of the Catalist Rules	18
1. Review	18
2. Review of performance of the Group.....	18
3. Variance from prospect statement.....	20
4. Commentary of Group's significant trends and competitive conditions	20
5. Dividend Information	21
6. Interested person transactions	21
7. Confirmation pursuant to Catalist Rule 720(1).....	21
8. Disclosure in relation to Catalist Rule 706A.....	21
9. Negative Confirmation pursuant to Catalist Rule 705(5)	21
10. Disclosure in relation to Catalist Rule 704(10).....	22

HGH HOLDINGS LTD.
 UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

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

	Group						
	Note	Unaudited			Unaudited		Audited
		6 months ended		%	12 months ended		%
		31 Dec 2024	31 Dec 2023		31 Dec 2024	31 Dec 2023	
		S\$'000	S\$'000	S\$'000	S\$'000	Change + / (-)	
Revenue		12,812	8,951	43.1	21,322	20,034	6.4
Cost of sales		(9,230)	(6,941)	33.0	(15,215)	(16,253)	(6.4)
Gross profit		3,582	2,010	78.2	6,107	3,781	61.5
Other income		114	599	(81.0)	186	1,064	(82.5)
Distribution costs		(403)	(354)	13.8	(702)	(798)	(12.0)
Administrative expenses		(2,343)	(1,895)	23.6	(5,290)	(4,695)	12.7
Other expenses		-	(53)	n.m.	-	(53)	n.m.
(Provision)/reversal of impairment loss on financial assets, net		(350)	121	n.m.	(350)	121	n.m.
Finance income		28	85	(67.1)	75	134	(44.0)
Finance costs		(204)	(83)	n.m.	(277)	(160)	73.1
Profit/(loss) before tax	5	424	430	(1.4)	(251)	(606)	(58.6)
Tax credit	6	363	429	(15.4)	99	282	(64.9)
Profit/(loss) for the financial period/year		787	859	(8.4)	(152)	(324)	(53.1)
Other comprehensive income							
<u>Items that may be reclassified subsequently to profit or loss:</u>							
Currency translation differences on consolidation of foreign entities (net)		(44)	43	n.m.	(75)	46	n.m.
Total comprehensive income/(loss) for the period/year		743	902	(17.6)	(227)	(278)	(18.3)
Total profit/(loss) attributable to:							
- Equity holders of the Company		814	874		(125)	(307)	
- Non-controlling interests		(27)	(15)		(27)	(17)	
Total comprehensive income/(loss) attributable to:							
- Equity holders of the Company		770	917		(200)	(261)	
- Non-controlling interests		(27)	(15)		(27)	(17)	
Profit/(loss) per share for the period/year attributable to equity holders of the Company:							
Basic (SGD in cent)		0.05	0.05		(0.01)	(0.02)	
Diluted (SGD in cent)		0.05	0.05		(0.01)	(0.02)	

n.m. = not meaningful

B. Condensed interim statements of financial position

	Note	Group		Company	
		Unaudited 31 Dec 2024	Audited 31 Dec 2023	Unaudited 31 Dec 2024	Audited 31 Dec 2023
		S\$'000	S\$'000	S\$'000	S\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	9	9,872	3,706	-	-
Investment properties	10	44,162	47,290	-	-
Right-of-use assets		1,701	12	-	-
Intangible assets	8	45	41	-	-
Subsidiaries		-	-	25,600	25,600
Total non-current assets		55,780	51,049	25,600	25,600
Current assets					
Cash and bank balances	11	4,554	8,781	72	118
Trade and other receivables		3,958	3,569	-	-
Other current assets		1,426	683	26	7
Contract assets		2,806	144	-	-
Inventories		298	211	-	-
Total current assets		13,042	13,388	98	125
Total assets		68,822	64,437	25,698	25,725
LIABILITIES					
Non-current liabilities					
Lease liabilities from financial institutions		957	455	-	-
Lease liabilities		5,934	4,770	-	-
Deferred tax liabilities		6,655	7,128	-	-
Other liabilities		867	867	-	-
Total non-current liabilities		14,413	13,220	-	-
Current liabilities					
Trade and other payables		6,844	4,167	12,578	12,228
Lease liabilities from financial institutions		403	219	-	-
Lease liabilities		615	303	-	-
Provision for defect liability		63	50	-	-
Income tax payable		499	266	-	-
Total current liabilities		8,424	5,005	12,578	12,228
Total liabilities		22,837	18,225	12,578	12,228
Net assets		45,985	46,212	13,120	13,497

B. Condensed interim statements of financial position (cont'd)

	Note	Group		Company	
		Unaudited	Audited	Unaudited	Audited
		31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
		S\$'000	S\$'000	S\$'000	S\$'000
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital	12	35,225	35,225	35,225	35,225
Reserves		10,854	11,054	(22,105)	(21,728)
		46,079	46,279	13,120	13,497
Non-controlling interests		(94)	(67)	-	-
Total equity		45,985	46,212	13,120	13,497

HGH HOLDINGS LTD.
 UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

C. Condensed interim statements of changes in equity

	Attributable to equity holders of the Company						Non-controlling interests S\$'000	Total equity S\$'000
	Share capital S\$'000	Merger reserve S\$'000	Translation reserve S\$'000	Fair value reserve S\$'000	Retained earnings S\$'000	Total S\$'000		
Group Unaudited								
Balance at 1 January 2024	35,225	(6,478)	111	(150)	17,571	46,279	(67)	46,212
Loss for the year	-	-	-	-	(125)	(125)	(27)	(152)
Other comprehensive income, net of tax:								
- Currency translation differences arising from consolidation	-	-	(75)	-	-	(75)	-	(75)
Total comprehensive loss for the year	-	-	(75)	-	(125)	(200)	(27)	(227)
Balance at 31 December 2024	35,225	(6,478)	36	(150)	17,446	46,079	(94)	45,985
Group Audited								
Balance at 1 January 2023	35,225	(6,478)	65	(150)	17,878	46,540	(50)	46,490
Loss for the year	-	-	-	-	(307)	(307)	(17)	(324)
Other comprehensive income, net of tax:								
- Currency translation differences arising from consolidation	-	-	46	-	-	46	-	46
Total comprehensive income/(loss) for the year	-	-	46	-	(307)	(261)	(17)	(278)
Balance at 31 December 2023	35,225	(6,478)	111	(150)	17,571	46,279	(67)	46,212

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

	Share capital	Accumulated losses	Total
	S\$'000	S\$'000	S\$'000
Company Unaudited			
Balance at 1 January 2024	35,225	(21,728)	13,497
Total comprehensive loss for the year	-	(377)	(377)
Balance at 31 December 2024	35,225	(22,105)	13,120
Company Audited			
Balance at 1 January 2023	35,225	(21,357)	13,868
Total comprehensive loss for the year	-	(371)	(371)
Balance at 31 December 2023	35,225	(21,728)	13,497

D. Condensed interim consolidated statement of cash flows

Note	Group	
	Unaudited 12 months ended 31 December 2024 S\$'000	Audited 31 December 2023 S\$'000
Cash flows from operating activities		
	(251)	(606)
Loss before tax		
Adjustments for:		
Depreciation of property, plant and equipment	523	465
Depreciation of right-of-use assets	384	389
Depreciation of investment properties	3,128	3,109
Amortisation of intangible assets	5	5
Deposit received written off	-	(748)
Gain on disposal of property, plant and equipment	-	(30)
Net foreign exchange (gain)/loss-unrealised	(75)	45
Provision/(reversal) of impairment loss on financial assets, net	350	(121)
Provision for defects liability	13	-
Provision for obsolete stock	8	-
Interest income	(75)	(134)
Interest expense	275	158
Operating profit before working capital changes	4,285	2,532
(Increase)/decrease in inventories	(95)	15
(Increase)/decrease in trade and other receivables and other current assets	(1,482)	106
(Increase)/decrease in contract assets	(2,662)	827
Increase/(decrease) in trade and other payables	2,677	(219)
Cash generated from operations	2,723	3,261
Income tax paid	(308)	(179)
Income tax refund	166	42
Net cash generated from operating activities	2,581	3,124
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,768)	(413)
Purchase of intangible asset	(9)	-
Proceeds from disposal of property, plant and equipment	-	30
Interest received	75	134
Net cash used in investing activities	(5,702)	(249)
Cash flows from financing activities		
Principal repayment of lease liabilities	(596)	(796)
Principal repayment of lease liabilities from financial institutions	(235)	(219)
Interest paid	(275)	(158)
Withdrawal of bank deposit pledged	-	200
Net cash used in financing activities	(1,106)	(973)
Net (decrease)/ increase in cash and cash equivalents	(4,227)	1,902
Cash and cash equivalents at beginning of the year	8,781	6,879
Cash and cash equivalents at end of the year	11 4,554	8,781

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

HGH Holdings Ltd. (the "Company") is a limited liability company domiciled and incorporated in Singapore and is listed on the Singapore Exchange Securities Trading Limited ("SGX-ST"). The address of the Company's registered office and its principal place of business is located at 60 Benoi Road #03-02, Singapore 629906.

These condensed interim consolidated financial statements as at and for the six and twelve months ended 31 December 2024 comprise the Company and its subsidiaries (collectively, the Group). The principal activity of the Company is investment holding.

The principal activities of the Group are:

- (a) Leasing and service income;
- (b) Supply and manufacturing ready-mix concrete, precast component and related products;
- (c) Supply of precast concrete products; and
- (d) Provision of underground cable installation and road reinstatement services.

2. Basis of Preparation

The condensed interim financial statements for the six and twelve months ended 31 December 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual consolidated financial statements for the year ended 31 December 2023.

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 and all values are rounded to the nearest thousand ("S\$'000"), except when otherwise indicated.

2.1 New and amended Standards adopted by the Group

The adoption of the various new/revised SFRS(I) effective for the financial year beginning on 1 January 2024 does not have a material financial effect on the Group and the Company.

2.2 Uses of judgement and estimates

The preparation of the Group's consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. 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 judgement, assumptions and estimation uncertainties that could require a material adjustment on the amounts recognised in the financial statements is included in the following notes:

(a) Impairment of investments in subsidiaries

The Company assesses at each reporting date whether there is any objective evidence that the investments in subsidiaries are impaired. To determine whether there is objective evidence of impairment, the Company considers factors such as the subsidiaries' financial performance and financial position and the overall economic environment.

2.2 Uses of judgement and estimates (Continued)

(b) Impairment of non-financial assets

Non-financial assets are tested for impairment annually and whenever there is indication that the intangible assets may be impaired. The recoverable amount of the CGU to which intangible assets has been allocated is based on value in use ("VIU") calculation. VIU is based on cash flow forecast, the preparation of which requires management to use assumptions and estimates relating budgeted growth margin, revenue growth rate, perpetual growth rate and discount rate of each CGU. Changes to the assumptions and estimates used could result in changes in the carrying amount of the intangible assets.

3. Segment and revenue information

The Group is organised into the following main business segments:

- (a) Engineering Manufacturing Services Pte. Ltd. ("EMS") and Germaxco Pte. Ltd. ("Germaxco")
 - Leasing and service income
- (b) W&P Precast Pte. Ltd. ("WPP") and W&P Precast Sdn. Bhd. ("WPP(M)")
 - Supply of precast concrete products
- (c) Premium Concrete Pte. Ltd. ("PC")
 - Supply and manufacturing of ready-mix concrete products
- (d) Poh Huat Heng Corporation Pte. Ltd. ("PHH")
 - Provision of underground cable installation and road reinstatement services

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

3.1 Reportable segments

Group	Leasing and service income	Manufacturing of precast concrete products	Supply and manufacturing of ready-mix concrete products	Provision of underground cable installation and road reinstatement	Corporate	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
1 July 2024 to 31 December 2024						
Revenue						
Total revenue	5,810	1,711	3,327	3,224	-	14,072
Inter-segment sales	(629)	(608)	(14)	(9)	-	(1,260)
Sales to external parties	5,181	1,103	3,313	3,215	-	12,812
Results:						
Segment gross profit	2,864	156	225	337	-	3,582
Allocated operating expenses – net	(858)	(217)	(800)	(909)	(198)	(2,982)
Finance income	28	-	-	-	-	28
Finance costs	(62)	-	(141)	(1)	-	(204)
Profit/(loss) before income tax	1,972	(61)	(716)	(573)	(198)	424
Income tax credit	363	-	-	-	-	363
Profit/(loss) for the period	2,335	(61)	(716)	(573)	(198)	787
Segment assets	50,230	487	13,397	4,609	99	68,822
Segment liabilities	13,965	303	6,382	2,145	42	22,837
Other material non-cash items						
Provision of impairment loss on financial assets, net	13	21	271	45	-	350
Depreciation of property, plant and equipment and investment properties	1,639	(1)	97	105	-	1,840
Depreciation of right-of-use assets	-	-	372	-	-	372
Amortisation of intangible assets	-	-	3	-	-	3

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

3.1 Reportable segments (Continued)

Group	Leasing and service income	Manufacturing of precast concrete products	Supply and manufacturing of ready-mix concrete products	Provision of underground cable installation and road reinstatement	Corporate	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
1 July 2023 to 31 December 2023						
Revenue						
Total revenue	5,204	1,310	2,404	922	-	9,840
Inter-segment sales	(593)	(294)	4	(6)	-	(889)
Sales to external parties	4,611	1,016	2,408	916	-	8,951
Results:						
Segment gross profit/(loss)	2,262	120	538	(910)	-	2,010
Allocated operating expenses – net	79	(281)	(862)	(326)	(192)	(1,582)
Finance income	85	-	-	-	-	85
Finance costs	(66)	(1)	(15)	(1)	-	(83)
Profit/(loss) before income tax	2,360	(162)	(339)	(1,237)	(192)	430
Income tax credit	429	-	-	-	-	429
Profit/(loss) for the period	2,789	(162)	(339)	(1,237)	(192)	859
Segment assets	56,913	594	4,104	2,686	140	64,437
Segment liabilities	14,329	279	2,344	1,230	43	18,225
Other material non-cash items						
(Reversal)/provision of impairment loss on financial assets, net	(222)	(62)	257	(94)	-	(121)
Depreciation of property, plant and equipment and investment properties	1,615	(2)	94	75	-	1,782
Depreciation of right-of-use assets	-	-	370	-	-	370
Amortisation of intangible assets	-	-	3	-	-	3
Deposit received written off	(748)	-	-	-	-	(748)

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

3.1 Reportable segments (Continued)

Group	Leasing and service income	Manufacturing of precast concrete products	Supply and manufacturing of ready-mix concrete products	Provision of underground cable installation and road reinstatement	Corporate	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
From 1 January 2024 to 31 December 2024						
Revenue						
Total revenue	11,378	3,017	5,313	3,773	-	23,481
Inter-segment sales	(1,256)	(858)	(20)	(25)	-	(2,159)
Sales to external parties	10,122	2,159	5,293	3,748	-	21,322
Results:						
Segment gross profit/(loss)	5,525	472	433	(323)	-	6,107
Allocated operating expenses – net	(1,713)	(508)	(1,704)	(1,841)	(390)	(6,156)
Finance income	75	-	-	-	-	75
Finance costs	(125)	-	(151)	(1)	-	(277)
Profit/(loss) before income tax	3,762	(36)	(1,422)	(2,165)	(390)	(251)
Income tax credit	99	-	-	-	-	99
Profit/(loss) for the year	3,861	(36)	(1,422)	(2,165)	(390)	(152)
Segment assets	50,230	487	13,397	4,609	99	68,822
Segment liabilities	13,965	303	6,382	2,145	42	22,837
Other material non-cash items						
Provision of impairment loss on financial assets, net	13	21	271	45	-	350
Depreciation of property, plant and equipment and investment properties	3,252	10	191	198	-	3,651
Depreciation of right-of-use assets	-	-	384	-	-	384
Amortisation of intangible assets	-	-	5	-	-	5

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

3.1 Reportable segments (Continued)

Group	Leasing and service income	Manufacturing of precast concrete products	Supply and manufacturing of ready-mix concrete products	Provision of underground cable installation and road reinstatement	Corporate	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
From 1 January 2023 to 31 December 2023						
Revenue						
Total revenue	9,857	2,711	6,945	2,383	-	21,896
Inter-segment sales	(1,121)	(629)	(97)	(15)	-	(1,862)
Sales to external parties	8,736	2,082	6,848	2,368	-	20,034
Results:						
Segment gross profit/(loss)	3,960	414	1,042	(1,635)	-	3,781
Allocated operating expenses – net	(816)	(399)	(1,433)	(1,331)	(382)	(4,361)
Finance income	134	-	-	-	-	134
Finance costs	(132)	(1)	(26)	(1)	-	(160)
Profit/(loss) before income tax	3,146	14	(417)	(2,967)	(382)	(606)
Income tax	282	-	-	-	-	282
Profit/(loss) for the year	3,428	14	(417)	(2,967)	(382)	(324)
Segment assets	56,913	594	4,104	2,686	140	64,437
Segment liabilities	14,329	279	2,344	1,230	43	18,225
Other material non-cash items						
(Reversal)/provision of impairment loss on financial assets, net	(222)	(62)	257	(94)	-	(121)
Depreciation of property, plant and equipment and investment properties	3,229	10	208	127	-	3,574
Depreciation of right-of-use assets	-	-	389	-	-	389
Amortisation of intangible assets	-	-	5	-	-	5
Gain on disposal of property, plant and equipment	-	-	(30)	-	-	(30)
Deposit received written off	(748)	-	-	-	-	(748)

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

3.2 Disaggregation of Revenue

6 months ended 31 December 2024

Group	Leasing and service income	Manufacturing of precast concrete products	Supply and manufacturing of ready-mix concrete products	Provision of underground cable installation and road reinstatement	Corporate	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Types of goods or service:						
Sale of goods	-	1,103	3,313	-	-	4,416
Service income	142	-	-	-	-	142
Rental income	5,039	-	-	-	-	5,039
Contract income	-	-	-	3,215	-	3,215
Total revenue	5,181	1,103	3,313	3,215	-	12,812
Timing of revenue recognition:						
At a point in time	-	1,103	3,313	-	-	4,416
Over time	5,181	-	-	3,215	-	8,396
Total revenue	5,181	1,103	3,313	3,215	-	12,812

6 months ended 31 December 2023

Group	Leasing and service income	Manufacturing of precast concrete products	Supply and manufacturing of ready-mix concrete products	Provision of underground cable installation and road reinstatement	Corporate	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Types of goods or service:						
Sale of goods	-	1,016	2,408	-	-	3,424
Service income	(22)	-	-	-	-	(22)
Rental income	4,633	-	-	-	-	4,633
Contract income	-	-	-	916	-	916
Total revenue	4,611	1,016	2,408	916	-	8,951
Timing of revenue recognition:						
At a point in time	-	1,016	2,408	-	-	3,424
Over time	4,611	-	-	916	-	5,527
Total revenue	4,611	1,016	2,408	916	-	8,951

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

3.2 Disaggregation of Revenue (Continued)

12 months ended 31 December 2024

Group						Total S\$'000
	Leasing and service income	Manufacturing of precast concrete products	Supply and manufacturing of ready-mix concrete products	Provision of underground cable installation and road reinstatement	Corporate	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
Types of goods or service:						
Sale of goods	-	2,159	5,293	-	-	7,452
Service income	267	-	-	-	-	267
Rental income	9,855	-	-	-	-	9,855
Contract income	-	-	-	3,748	-	3,748
Total revenue	10,122	2,159	5,293	3,748	-	21,322
Timing of revenue recognition:						
At a point in time	-	2,159	5,293	-	-	7,452
Over time	10,122	-	-	3,748	-	13,870
Total revenue	10,122	2,159	5,293	3,748	-	21,322

12 months ended 31 December 2023

Group						Total S\$'000
	Leasing and service income	Manufacturing of precast concrete products	Supply and manufacturing of ready-mix concrete products	Provision of underground cable installation and road reinstatement	Corporate	
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	
Types of goods or service:						
Sale of goods	-	2,082	6,848	-	-	8,930
Service income	84	-	-	-	-	84
Rental income	8,652	-	-	-	-	8,652
Contract income	-	-	-	2,368	-	2,368
Total revenue	8,736	2,082	6,848	2,368	-	20,034
Timing of revenue recognition:						
At a point in time	-	2,082	6,848	-	-	8,930
Over time	8,736	-	-	2,368	-	11,104
Total revenue	8,736	2,082	6,848	2,368	-	20,034

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

A breakdown of sales:

	Group		
	Financial year ended 31 December 2024	Financial year ended 31 December 2023	Increase / (Decrease)
	\$'000	\$'000	%
Sales reported for the first half year	8,510	11,083	(23.2)
Operating loss after tax before deducting non-controlling interests reported for first half year	(939)	(1,183)	(20.6)
Sales reported for second half year	12,812	8,951	43.1
Operating profit after tax before deducting non-controlling interests reported for second half year	787	859	(8.4)

4. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 December 2024 and 31 December 2023:

	Group		Company	
	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Financial Assets				
Cash and bank balances, other current assets and trade and other receivables (Amortised cost)	12,177	12,907	72	118
Financial Liabilities				
Trade and other payables, lease liabilities from financial institutions and lease liabilities (Amortised cost)	14,753	10,564	12,578	12,228

5. Profit/(Loss) before tax

5.1 Significant items

	Group			
	6 months ended 31 December 2024	6 months ended 31 December 2023	12 months ended 31 December 2024	12 months ended 31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Income				
Government grants received	11	9	18	27
Gain on disposal of property, plant and equipment	-	-	-	30
Deposit received written off	-	748	-	748
Finance income	28	85	75	134
Expenses				
Interest on borrowings	204	83	277	160
Amortisation of intangible asset	3	3	5	5
Depreciation of property, plant and equipment and investment properties	1,840	1,782	3,651	3,574
Depreciation of right-of-use assets	372	370	384	389
Provision/(reversal) of impairment loss on financial assets, net	350	(121)	350	(121)
Provision for defects liability	13	-	13	-
Provision for obsolete stock	8	-	8	-
Net foreign exchange (gain)/loss-unrealised	(44)	42	(75)	45

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

5.2 Related party transactions

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

6. Taxation

The Group calculates the period income tax credit using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax credit in the condensed interim consolidated statement of profit or loss are:

	Group			
	6 months ended 31 December 2024	6 months ended 31 December 2023	12 months ended 31 December 2024	12 months ended 31 December 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Current income tax (credit)/expense	(214)	(191)	286	191
Deferred income tax credit relating to origination and reversal of temporary differences	(149)	(238)	(385)	(473)
	<u>(363)</u>	<u>(429)</u>	<u>(99)</u>	<u>(282)</u>

7. Net Asset Value

	Group		Company	
	31 Dec 2024	31 Dec 2023	31 Dec 2024	31 Dec 2023
	S\$ cents	S\$ cents	S\$ cents	S\$ cents
Net asset value attributable to equity holders of the Company per ordinary share	2.59	2.60	0.74	0.76

8. Intangible assets

	Group	
	Software	Total
	S\$'000	S\$'000
Cost		
Beginning of financial year	93	4,682
Addition	9	9
End of financial year	<u>102</u>	<u>4,691</u>
Accumulated amortisation		
Beginning of financial year	52	3,795
Charge for the year	5	5
End of financial year	<u>57</u>	<u>3,800</u>
Impairment loss		
Beginning/end of financial year	<u>-</u>	<u>846</u>
Net book value		
At 31 Dec 2024	<u>45</u>	<u>45</u>
At 31 Dec 2023	<u>41</u>	<u>41</u>

9. Property, plant and equipment

During the year ended 31 December 2024, the Group acquired assets amounting to S\$6,689,215 (31 December 2023: S\$413,163). The additions S\$921,697 (31 December 2023: S\$Nil) were financed by leasing from financial institution.

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

10. Investment properties

The Group's investment properties consist of leasehold industrial buildings, held for long-term rental yields and/or capital appreciation and are not substantially occupied by the Group. They are mainly leased to third parties under operating leases.

	31 Dec 2024	31 Dec 2023
	S\$'000	S\$'000
<i>Cost</i>		
Beginning/end of financial year	68,047	68,047
<i>Accumulated depreciation and impairment losses</i>		
Beginning of financial year	20,757	17,648
Depreciation charge for the year	3,128	3,109
End of financial year	<u>23,885</u>	<u>20,757</u>
<i>Net book value</i>		
At end of financial year	<u>44,162</u>	<u>47,290</u>

The Company's investment properties were appraised as at 26 September 2022 by an independent valuer, RHT Valuation Pte. Ltd., at a fair value of S\$60,000,000 (Level 3 fair value hierarchy). In accordance with the valuation report, the valuation methodology used in determining the fair value of the investment property is the "Comparable Sales Method". Under this approach, a comparison is made with sales of similar properties in the vicinity and adjustments are made for differences in location, land area, land shape, floor area, floor loading, ceiling height, age, condition, tenure, design and layout, dates of transaction and the prevailing market conditions etc. before arriving at the value of the subject property.

11. Cash and bank balances

	31 Dec 2024	31 Dec 2023
	S\$'000	S\$'000
Cash at bank balances per consolidated statement of cash flows	4,554	8,781

12. Share capital

	Group and Company			
	31 Dec 2024		31 Dec 2023	
	Number of shares	Amount	Number of shares	Amount
	'000	S\$'000	'000	S\$'000
Balance	1,780,861	35,225	1,780,861	35,225

The Company did not hold any treasury shares nor have outstanding options, convertibles or subsidiary holdings as at 31 December 2024 and 31 December 2023.

13. Subsequent events

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

F. Other Information Required by Appendix 7C of the Catalist Rules

1. Review

The condensed consolidated statements of financial position of HGH Holdings Ltd. and its subsidiaries as at 31 December 2024, and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statements of changes in equity and condensed consolidated statement of cash flows for the year then ended and certain explanatory notes have not been audited or reviewed by auditors.

The Group's latest financial statements for the financial year ended 31 December 2023 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

2. Review of performance of the Group

Statement of Comprehensive Income

Review of Statement of Comprehensive Income in relation to the six months period ended 31 December 2024 ("2H 2024") and full year ended 31 December 2024 ("FY 2024") compared to six months period ended 31 December 2023 ("2H 2023") and full year ended 31 December 2023 ("FY 2023").

Revenue

The Group's revenue for 2H 2024 recorded higher by S\$3.86 million while FY 2024 increased by S\$1.29 million as compared to 2H 2023 and FY 2023 respectively. The increase in 2H 2024 was attributable to higher revenue from EMS, PHH, PC and WPP by S\$0.57 million, S\$2.30 million, S\$0.90 million and S\$0.09 million respectively. In 2H 2024, higher revenue from EMS is attributable to revised rental rate while higher sales from PC, PHH and WPP are contributed by more projects completed during the period. While the increase in FY 2024 was attributable to higher revenue from EMS, PHH and WPP by S\$1.39 million, S\$1.38 million and S\$0.08 million respectively, partially offset by decreased revenue from PC by S\$1.56 million. Overall in FY 2024, the increase in revenue from PHH and EMS was due to the completion of more projects during the year and revised rental rates respectively, while lower sales from PC was attributed to new plant being built during the year.

Cost of sales

Cost of sales for 2H 2024 was higher by S\$2.29 million as compared to 2H 2023 while FY 2024 decreased by S\$1.04 million in comparison to FY 2023.

Gross profit

Gross profit in 2H 2024 and FY 2024 amounted to S\$3.58 million and S\$6.11 million respectively; increase of 78.2% and 61.5% respectively as compared to 2H 2023 and FY 2023. The gross profit margin in 2H 2024 and FY 2024 was both recorded at 28.0% and 28.6% as compared to 22.5% and 18.9% in 2H 2023 and FY 2023 respectively. The improved gross profit margin in 2H 2024 and FY 2024 was mainly contributed by EMS and PHH, partially offset by the decrease in gross profit margin in PC.

Other income

In 2H 2024, the Group's other operating income reduced by S\$0.48 million compared to 2H 2023 while in FY 2024, it was lower by S\$0.88 million compared to FY 2023. It was mainly due to decreased contribution from government grants received and written off of deposit received amounting to S\$0.75 million in prior year. The deposit was placed by potential buyers for the purchase of the Group's financial assets at FVOCI. Since there was no sale and purchase agreement signed for the transaction at the time the deposits were placed by these potential buyers and the Group has not been able to contact the potential buyers to date, a write-off in relation to the deposit has been recorded in FY 2023.

Distribution costs

Distribution costs included depreciation, diesel, upkeep or repair and maintenance of motor vehicles or trucks. In FY 2024, the Group's distribution cost decreased by S\$0.10 million as compared to FY 2023 while in 2H 2024, it increased marginally by S\$0.05 million. The decrease in FY 2024 was mainly due to lower expenses incurred by PC during the year, in tandem with the decrease in its revenue.

Administrative costs

The Group's administrative expenses in 2H 2024 increased by S\$0.45 million and in FY 2024, it was higher by S\$0.60 million. The increase was mainly due to increased staff costs in PC and PHH by S\$0.06 million and S\$0.37 million respectively and overall increase in other administrative costs.

Other expenses

The Group's other expenses reduced by S\$0.05 million in 2H 2024 and FY 2024, mainly due to foreign exchange differences incurred by WPP(M).

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

(Provision)/reversal of impairment loss on financial assets, net

The Group recorded net impairment loss of S\$0.35 million on the Group's financial assets for 2H 2024 and FY 2024 mainly due to the impairment of receivables in PC.

Finance income

The Group's finance income reduced slightly by S\$0.06 million for 2H 2024 and FY 2024 due to lower interest income arising from fixed deposits.

Finance costs

The Group's finance costs for 2H 2024 and FY 2024 were both increased by S\$0.12 million as compared to 2H 2023 and FY 2023. This was mainly attributed to the interest arising from the lease liabilities in PC amounting to S\$0.12 million.

Tax credit

The Group's income tax credit for 2H 2024 and FY 2024 was mainly due to the deferred tax assets arising from the fair value adjustment for the investment property of EMS.

Statements of Financial Position

Property, plant and equipment

As at 31 December 2024, the net book value of the Group's property, plant and equipment was S\$9.87 million. The foregoing constituted 17.7% of the Group's non-current assets as at 31 December 2024. The property, plant and equipment increased by S\$6.17 million from S\$3.71 million as at 31 December 2023. This was due to the acquisition of property, plant and equipment of S\$6.69 million, being offset by depreciation charged for the year of S\$0.52 million.

Investment properties

Investment properties decreased by S\$3.13 million to S\$44.16 million as at 31 December 2024 from S\$47.29 million as at 31 December 2023 due to the depreciation on the leasehold building of EMS amounting to S\$3.13 million for the year. Investment properties constituted 79.2% of the Group's non-current assets as at 31 December 2024.

Right-of-use assets

The Group's right-of-use assets relate to the lease of plants by PC for the purpose of office administration. As at 31 December 2024, it was higher due to renewal of concrete batching plant amounting to S\$2.07 million, being offset by the depreciation of right-of-use assets amounting to S\$0.38 million.

Intangible assets

The Group's intangible assets are in relation to the intangible asset acquired by PC. The slight increase in intangible assets was due to an addition of software, being offset by the amortisation charged for the year.

Inventories

As at 31 December 2024, the inventories remained relatively constant.

Trade and other receivables and other current assets

Trade and other receivables increased by S\$0.39 million in FY 2024, mainly due to construction contracts billed by PHH, offset by impairment loss on financial assets during the year. Other current assets increased by S\$0.74 million, mainly due to additional prepayments by PC.

Contract assets

The Group's contract assets are in relation to construction contracts yet to be billed by PHH. The contract assets increased by S\$2.66 million to S\$2.80 million as at 31 December 2024 from S\$0.14 million as at 31 December 2023 due to increased contracts yet to be billed by PHH.

Cash and bank balance

The Group's cash and bank balances was lower by S\$4.23 million. Please refer to the "Statement of Cash Flows" section below for more details on the cash flow movement.

Trade and other payables

Trade and other payables amounted to S\$6.84 million which constituted 81.2% of the Group's current liabilities. The increase in trade and other payables of S\$2.68 million as at 31 December 2024 compared to 31 December 2023 was due to increased projects commenced by PHH and PC near year end.

HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024

Provision for defect liability

The provision for defect liability amounted to S\$0.06 million as at 31 December 2024 was provided for the contracts delivered by PHH.

Lease liabilities from financial institutions

The lease liabilities from financial institutions increased by S\$0.67 million due to additional equipment acquired during the year.

Lease liabilities

The lease liabilities increased by S\$1.48 million to S\$6.55 million as at 31 December 2024 from S\$5.07 million as at 31 December 2023 due to additional lease of concrete batching plant during the year.

Income tax payable

The current tax liabilities arose mainly from the net chargeable income generated by EMS for the financial year.

Deferred tax liabilities

The current tax liabilities reduced mainly due to the deferred tax assets arising from the fair value adjustment for the investment property of EMS.

Statement of Cash Flows

The net decrease in the Group's cash and cash equivalents amounted to S\$4.23 million was attributable to the following:

Net cash generated from operating activities of S\$2.58 million

The net cash generated from operating activities was contributed by the operating cash inflow before changes in working capital of S\$4.28 million and income tax refund of S\$0.17 million, partially offset by the net cash outflow arising from working capital changes of S\$1.56 million and income tax paid of S\$0.31 million. The net cash outflow arising from working capital changes was due to higher inventories, trade and other receivables and other current assets, and contract assets amounting to S\$0.09 million, S\$1.48 million and S\$2.66 million respectively, partially offset by increased trade and other payables of S\$2.68 million.

Net cash used in investing activities of S\$5.70 million

The net cash used in investing activities was mainly due to the addition of plants and equipment amounting to S\$5.77 million, partially offset by interest income received amounting to S\$0.07 million.

Net cash used in financing activities of S\$1.11 million

The net cash used in financing activities was mainly due to repayment of lease liabilities from financial institutions, lease liabilities and interest paid amounting to S\$0.23 million, S\$0.60 million and S\$0.27 million respectively.

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

The Company has not previously disclosed to shareholders any forecast or prospect statements.

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

The Building and Construction Authority (BCA) projects the total construction demand, i.e. the value of construction contracts to be awarded, to range between S\$47 billion and S\$53 billion in nominal terms in 2025 and outlook for construction demand in the medium-term expected to remain strong due to several large-scale developments, such as Changi Airport Terminal 5 (T5) and the expansion of the Marina Bay Sands Integrated Resort, alongside public housing development and upgrading works¹.

The Group is cautiously optimistic for the year 2025 and medium-term with the commencement of underground cable projects in late 2024, the start of operation of a newly built ready-mix plant in January 2025 together with the stable leasing and service revenue contribution from the industry property sector. The Group will continue to stay vigilant on managing its operation costs and is always constantly looking for new business opportunities.

¹ <https://www1.bca.gov.sg/about-us/news-and-publications/media-releases/2025/01/23/construction-demand-to-remain-strong-for-2025>

**HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024**

5. Dividend Information

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

The Company did not recommend any dividend for FY 2024.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

The Company did not recommend or declare any dividend for FY 2023.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated)

Not applicable.

(d) The date the dividend is payable

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined

Not applicable.

(f) If no dividend has been declared/recommended, a statement to that effect

Based on the Group and the Company's financial performance for FY 2024 and due to the uncertainty and challenging economic ahead, no dividend has been declared or recommended for the reporting period.

6. Interested person transactions

There was no interested person transaction which is S\$100,000 and above during the period under review. The Group has not obtained a general mandate from shareholders in respect of any interested person transactions.

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

The Company hereby confirms that it has procured signed undertakings from all its directors and relevant executive officers in the format as set out in Appendix 7H of the Catalist Rules in accordance with Catalist Rule 720(1).

8. Disclosure on Acquisitions and Realisation of Shares pursuant to Catalist Rule 706A

There were no acquisition or realisation of shares in any of the Group's subsidiary or associated company nor incorporation of any new subsidiary or associated company by the Company or any of the Group's entities during 2H 2024.

**HGH HOLDINGS LTD.
UNAUDITED RESULTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2024**

9. Negative Assurance Confirmation by Directors Pursuant to Catalist Rule 705(5)

We, Ng Chuan Heng and Tan Poh Guan, being the directors of the Company, do hereby confirm on behalf of the board of directors of the Company 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 interim financial statements of the Group for the year ended 31 December 2024 (comprising the comprehensive income statement, balance sheet, cash flow statement and statement of changes in equity, together with the accompanying notes) presented in this announcement to be false or misleading in any material respect.

On behalf of the Board

Ng Chuan Heng
Chairman and Executive Director

Tan Poh Guan
Executive Director and Chief Executive Officer

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 Catalist Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Jun Hao	36	Nephew of Executive Director, Tan Poh Guan	Director, Engineering Manufacturing Services (S) Pte. Ltd., January 2019 – Present Director, Premium Concrete Pte. Ltd. August 2014 – Present Director, Poh Huat Heng Corporation Pte. Ltd. November 2020 – Present	N.A.

BY ORDER OF THE BOARD

Tan Poh Guan
Executive Director and Chief Executive Officer