MATEX INTERNATIONAL LIMITED
(Registration Number 198904222M)
(Incorporated in Singapore)

and its subsidiaries

Condensed Interim Financial Statements

For the Six Months Ended

30 June 2025

*This announcement has been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (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.*

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AND ITS SUBSIDIARIES
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2025

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AND ITS SUBSIDIARIES
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 30 JUNE 2025

Condensed Interim Consolidated Statement of Comprehensive Income
For the Six Months Ended 30 June 2025

	Note	Group		
		6 Months Ended Jun-2025 S$'000	6 Months Ended Jun-2024 S$'000	Increase / (Decrease) %
Revenue	4	2,515	3,454	(27.19)
Cost of sales		(1,960)	(2,741)	(28.49)
Gross profit		555	713	(22.16)
Other income		90	35	157.14
Selling and distribution expenses		(442)	(490)	(9.80)
Administrative expenses		(2,482)	(1,868)	32.87
Other operating expenses		(21)	-	N.M
Finance income		60	148	(59.46)
Finance expenses		(27)	(27)	-
Finance income, net		33	121	(72.73)
Share of associate's loss		(46)	(34)	35.29
Loss before income tax		(2,313)	(1,523)	51.87
Income tax expenses		(5)	(5)	-
Loss for the period		(2,318)	(1,528)	51.70
Other comprehensive (loss)/income:				
Currency translation difference		(31)	27	N.M.
Other comprehensive (loss)/income, net of tax		(31)	27	N.M.
Total comprehensive loss		(2,349)	(1,501)	56.50
Loss attributable to				
Owners of the Company		(2,085)	(1,207)	72.74
Non-controlling interests		(233)	(321)	(27.41)
		(2,318)	(1,528)	51.77
Total comprehensive loss attributable to:				
Owners of the Company		(2,189)	(1,163)	88.22
Non-controlling interests		(160)	(338)	(52.66)
		(2,349)	(1,501)	56.50

N.M. – not meaningful

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Condensed Interim Statements of Financial Position
As at 30 June 2025

	Note	Group		Company	
		Jun-2025 S$'000	Dec-2024 S$'000	Jun-2025 S$'000	Dec-2024 S$'000
Non-Current Assets					
Property, plant and equipment		982	1,052	126	137
Right-of-use assets		234	515	167	178
Investment in subsidiaries	10	-	-	3,125	1,279
Investment in an associate	11	119	165	-	-
Other long-term investment		369	369	369	369
		1,704	**2,101**	**3,787**	**1,963**
Current Assets					
Inventories		2,322	1,551	-	-
Trade and notes receivables		1,823	1,819	446	570
Other receivables and deposits		941	882	3,715	2,856
Prepayment		58	35	40	16
Fixed deposits		3,823	2,702	3,823	2,702
Cash and bank balances		6,227	6,154	2,224	3,286
		15,194	13,143	10,248	9,430
Total Assets		**16,898**	**15,244**	**14,035**	**11,393**
Current Liabilities					
Trade payables		1,012	1,278	-	-
Other payables and accruals		4,043	4,390	285	386
Contract liabilities		8	32	-	-
Tax payables		-	4	-	-
Lease liabilities		58	205	18	18
Term loans		1,816	1,060	-	-
		6,937	**6,969**	**303**	**404**
Net Current Assets		**8,257**	**6,174**	**9,945**	**9,026**
Non-Current Liabilities					
Lease liabilities		101	226	74	83
Other long-term liabilities		14	14	-	-
Deferred tax liabilities		78	76	-	-
		193	**316**	**74**	**83**
Net Assets		**9,768**	**7,959**	**13,658**	**10,906**

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Condensed Interim Statements of Financial Position

As at 30 June 2025

	Note	Group		Company	
		Jun-2025 S$'000	Dec-2024 S$'000	Jun-2025 S$'000	Dec-2024 S$'000
Equity					
Share capital	7	30,011	25,853	30,011	25,853
Capital reserve	12	294	294	-	-
General reserve	13	4,349	4,349	-	-
Enterprise expansion reserve	13	4,349	4,349	-	-
Translation reserve	14	(107)	(3)	-	-
Fair value reserve		(1,065)	(1,065)	(1,065)	(1,065)
Accumulated losses		(26,813)	(24,728)	(15,288)	(13,882)
Equity attributable to owners of the Company		**11,018**	**9,049**	**13,658**	**10,906**
Non-controlling interests		(1,250)	(1,090)	-	-
Total Equity		**9,768**	**7,959**	**13,658**	**10,906**

Condensed Interim Statements of Changes in Equity
For the Six Months Ended 30 June 2025

	Attributable to owners of the Company									
	Share capital	Capital reserve	Enterprise expansion reserve	General reserve	Translation reserve	Fair value reserve	Accumulated losses	Equity attributable to owners of the Company, total	Non-controlling interests	Equity Total
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Group										
As at 1 January 2024	25,863	294	4,349	4,349	(70)	-	(22,074)	12,701	(455)	12,246
Loss for the period	-	-	-	-	-	-	(1,207)	(1,207)	(321)	(1,528)
Other comprehensive income/(loss) for the period	-	-	-	-	44	-	-	44	(17)	27
Total comprehensive income/(loss) for the period	-	-	-	-	44	-	(1,207)	(1,163)	(338)	(1,501)
As at 30 June 2024	**25,853**	**294**	**4,349**	**4,349**	**(26)**	**-**	**(23,281)**	**11,538**	**(793)**	**10,745**
As at 1 January 2025	25,853	294	4,349	4,349	(3)	(1,065)	(24,728)	9,049	(1,090)	7,959
Loss for the period	-	-	-	-	-	-	(2,085)	(2,085)	(233)	(2,318)
Other comprehensive (loss)/income for the period	-	-	-	-	(104)	-	-	(104)	73	(31)
Total comprehensive loss for the period	-	-	-	-	(104)	-	(2,085)	(2,189)	(160)	(2,349)
Issue of new ordinary shares	4,158	-	-	-	-	-	-	4,158	-	4,158
As at 30 June 2025	**30,011**	**294**	**4,349**	**4,349**	**(107)**	**(1,065)**	**(26,813)**	**11,018**	**(1,250)**	**9,768**

Condensed Interim Statements of Changes in Equity
For the Six Months Ended 30 June 2025

	Share capital	Fair value reserve	Accumulated losses	Total
	S$'000	S$'000	S$'000	S$'000
Company				
As at 1 January 2024	25,853	-	(12,717)	13,136
Loss for the period	-	-	(433)	(433)
As at 30 June 2024	**25,853**	**-**	**(13,150)**	**12,703**
As at 1 January 2025	25,853	(1,065)	(13,882)	10,906
Loss for the period	-	-	(1,406)	(1,406)
Issue of new ordinary shares	4,158	-	-	4,158
As at 30 June 2025	**30,011**	**(1,065)**	**(15,288)**	**13,658**

Condensed Interim Consolidated Statement of Cash Flows
For the Six Months Ended 30 June 2025

	Note	6 Mths Ended Jun-2025 S$'000	6 Mths Ended Jun-2024 S$'000
Cash flow from operating activities			
Loss before income tax		**(2,313)**	**(1,523)**
Adjustments for:			
Depreciation of property, plant and equipment		45	46
Depreciation of right-of-use assets		123	293
Loss from disposal of property, plant and equipment		6	-
Bad debts written off		14	-
Reversal of allowance for inventory obsolescence		-	(19)
Interest expense on borrowings and lease liabilities		27	27
Interest income		(60)	(148)
Translation adjustments		(19)	114
Share of associate's loss		46	34
Operating loss before working capital changes		(2,131)	(1,176)
Increase in inventories		(819)	(72)
Increase in trade and note receivables		(120)	(1,584)
Increase in other receivables and prepayments		(89)	(59)
Decrease in trade and other payables		(302)	(153)
Decrease in contract liabilities		(24)	-
Cash used in operations		(3,485)	(3,044)
Interest received		60	148
Interest paid		(27)	(27)
Income tax paid		(3)	-
Net cash used in operating activities		(3,455)	(2,923)
Cash flow from investing activities			
Purchase of property, plant and equipment		(10)	(3)
Investing into an associate		-	(1,300)
Proceeds from disposal of property, plant and equipment		4	-
Net cash used in investing activities		(6)	(1,303)

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Condensed Interim Consolidated Statement of Cash Flows
For the Six Months Ended 30 June 2025

	Note	6 Mths Ended Jun-2025 S$'000	6 Mths Ended Jun-2024 S$'000
Cash flow from financing activities			
Proceeds from loans and borrowings		1,054	-
Repayment of loans and borrowings		(211)	(1,300)
Proceeds from issuance of ordinary shares from placement		4,158	-
Payment of principal portion of lease liabilities		(87)	(295)
Net cash generated from/(used in) financing activities		4,914	(1,595)
Net increase/(decrease) in cash and cash equivalents		**1,453**	**(5,821)**
Effect of exchange rate changes on cash and cash equivalents		(259)	41
Cash and cash equivalents at beginning of financial period		**8,856**	**16,369**
Cash and cash equivalents at end of financial period	A	**10,050**	**10,589**

Note A: Cash and cash equivalents

Cash and cash equivalents consist of bank balances and fixed deposits

Cash and cash equivalents included in consolidated statement of cash flows comprise the following balance sheet amounts:

	Jun-2025 S$'000	Jun-2024 S$'000
Cash and bank balances	6,227	5,189
Fixed deposits	3,823	5,400
Cash and cash equivalents	**10,050**	**10,589**

These notes form an integral part and should be read in conjunction with the accompanying financial statements.

1 General

Matex International Limited ("**Company**") is a limited liability company, which is incorporated and domiciled in the Republic of Singapore and publicly traded on the Singapore Exchange Securities Trading Limited.

The registered office and principal place of business of the Company is located at 1003, Bukit Merah Central, #01-10 Inno Centre, Singapore 159836.

The principal activities of the Company are the formulation, manufacturing and sale of specialty chemicals focusing on dyestuff and auxiliaries for the textile industry.

The principal activities of the subsidiaries are disclosed in Note 10 to these condensed interim consolidated financial statements.

These condensed interim financial statements as at and for the six months ended 30 June 2025 comprise the Company and its subsidiaries (collectively, the "**Group**").

2 Summary of significant accounting policies

2.1 Basis of preparation

The condensed interim financial statements of the Group for the six months ended 30 June 2025 have been prepared in accordance with Singapore Financial Reporting Standards (International) (the "**SFRS(I)**") 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and the Group's performance since the last audited consolidated financial statements of the Group for the financial year ended 31 December 2024.

The condensed interim financial statements are presented in Singapore Dollars (SGD or $ or S$) and all values are rounded to the nearest thousand ($'000) except when otherwise indicated.

The accounting policies and method of computations used in the condensed interim financial statements are consistent with those of the previous audited financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards.

2.2 Adoption of new and amended standards and interpretations

In the current financial year, the Group has adopted all the new and revised SFRS (I) that are relevant to its operations and effective for the current financial year.

The adoption of these new/revised SFRS(I)s did not result in material changes to the Group's accounting policies and has no material effect on the financial results or position of the Group and the Company.

3 Significant accounting judgements and estimates

The preparation of the Group's condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

3.1 Judgements made in applying accounting policies

Critical judgement is required in the application of accounting policies when preparing the Group's condensed interim financial statements. Management is of the opinion that the instances of application of judgement are not expected to have a significant effect on the amounts recognised in the financial statements, apart from those involving estimates.

3.2 Key sources of estimation uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

(a) *Allowance for expected credit losses ("**ECLs**") of trade receivables*

The Group determines ECLs and impairment of trade receivables by making debtor-specific assessment of expected impairment loss for long overdue trade receivables and using a provision matrix for the remaining trade receivables.

The provision matrix is based on the Group's historical observed default rates. The Group will calibrate the matrix 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 the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and forecast of economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future.

3.2 ***Key sources of estimation uncertainty (cont'd)***

(a) *Allowance for expected credit losses ("**ECLs**") of trade receivables (cont'd)*

The carrying amount of the Group's and the Company's trade receivables as at 30 June 2025 is $598,000 (31 December 2024: $851,000) and $471,000 (31 December 2024: $570,000) respectively.

(b) *Allowance for slow-moving and obsolete inventories*

A review of the realisable value of the inventories is performed periodically for slow-moving, obsolete, and inventories which have a decline in net realisable value below cost. An allowance is recorded against the inventory balance for any such declines. These reviews require management to estimate future market demand for the products, pricing competitions, environmental regulations requirements and age of the inventories. Possible changes in these estimates could result in revisions to the valuation of inventories.

The carrying amount of the Group's inventories as at 30 June 2025 is $2,322,000 (31 December 2024: $1,551,000).

(c) *Impairment of non-financial assets (property, plant and equipment, and right-of-use assets)*

The recoverable amounts of the cash generating units ("**CGU**") are determined based on value in use, which are computed using a discounted cash flow model. This assessment required management to exercise significant judgement over various inputs and assumptions such as revenue growth rates, gross margins and discount rates.

The carrying amount of the Group's property, plant and equipment and right-of-use assets as at 30 June 2025 is $982,000 and $234,000 (31 December 2024: $1,052,000 and $515,000) respectively.

4 Revenue and segment information

(a) *Revenue by segments*

	Group	
	6 Mths Ended Jun-2025 $'000	6 Mths Ended Jun-2024 $'000
Primary geographical markets		
People's Republic of China ("**PRC**")	1,581	2,312
Malaysia	272	313
Singapore	662	829
Sale of goods at a point in time	2,515	3,454

4 Revenue and segment information (cont'd)

(b) *Segment Information*

A segment is a distinguishable component of the Group that is engaged either in providing products or services (business segment), or in providing products or services within a particular economic environment (geographical segment), which is subject to risks and rewards that are different from those of other segments.

Segment information is presented in respect of the Group's geographical segments only as it is not meaningful to present segmental reporting by business segments since the revenue of the Group is primarily derived from the manufacture and sale of dyestuffs and auxiliaries.

Inter-segment pricing is determined on an arm's length basis. The Group's operating businesses are organised and managed separately by geographical segments based on the location of assets. Revenue, assets and additions to property, plant and equipment are based on the location of those assets.

	PRC		Other Asia Pacific		Eliminations		Group	
	6 Mths Ended		6 Mths Ended		6 Mths Ended		6 Mths Ended	
	Jun-25 S$'000	Jun-24 S$'000	Jun-25 S$'000	Jun-24 S$'000	Jun-25 S$'000	Jun-24 S$'000	Jun-25 S$'000	Jun-24 S$'000
Segment revenue								
Sales to external customers	1,848	2,657	934	1,142	(267)	(345)	2,515	3,454
Inter-segment sales	1,245	888	-	6	(1,245)	(894)	-	-
Total revenue	3,093	3,545	934	1,148	(1,512)	(1,239)	2,515	3,454
Segment results	(573)	(689)	(1,735)	(920)	8	(1)	(2,300)	(1,610)
Finance income, net							33	121
Share of associate's loss							(46)	(34)
Loss before tax							(2,313)	(1,523)
Income tax expenses							(5)	(5)
Loss after tax							(2,318)	(1,528)
Non-controlling interests							233	321
Loss attributable to owners of the Company							(2,085)	(1,207)

5 Expenses by nature

	Group		Increase / (Decrease)
	6 Mths Ended Jun-2025	6 Mths Ended Jun-2024	%
Depreciation of property, plant and equipment	45	46	(2.17)
Depreciation of right-of-use assets	123	293	(58.02)
Cost of sales	1,960	2,741	(28.49)
Research and development	1	1	-
Loss from disposal of property, plant and equipment	6	-	N.M.
Bad debts written off	14	-	N.M.
Reversal of allowance for inventory obsolescence	-	(19)	(100.00)
Foreign exchange loss/(gain)	397	(196)	N.M.
Interest expense on borrowings and lease liabilities	27	27	-
Interest income	(60)	(148)	(59.46)

N.M. – not meaningful

6 Financial assets and financial liabilities

Financial assets carried at amortised costs comprise the following:

	Group	
	30-Jun-25 $'000	31-Dec-24 $'000
Trade receivables	598	851
Notes receivables	1,225	968
Total trade and notes receivables	1,823	1,819
Add:		
Other receivables	868	808
Deposit	38	41
Cash and cash equivalents	6,227	6,154
Fixed deposits	3,823	2,702
Total financial assets carried at amortised cost	12,779	11,524

Financial liabilities carried at amortised costs comprise the following:

	Group	
	30-Jun-25 $'000	31-Dec-24 $'000
Trade payables	1,012	1,278
Add:		
Other payables and accruals*	4,057	4,404
Lease liabilities	159	431
Term loans	1,816	1,060
Less:		
Provision for unutilised leave	(29)	(37)
Total financial liabilities carried at amortised cost	7,015	7,136

**breakdown of other payables and accruals*

	Group	
	30-Jun-25 $'000	31-Dec-24 $'000
Other payables	3,740	4,052
Accrued operating expenses	120	161
Accrued payroll related expenses	197	191
Total other payables and accruals	4,057	4,404

7 Share capital

	Group and Company			
	30 June 2025		31 December 2024	
	Number of shares '000	$'000	Number of shares '000	$'000
Issued and fully paid ordinary shares:				
At beginning of the year	361,698	25,853	361,698	25,853
Issuance of ordinary shares	154,000	4,158	-	-
At end of the period	515,698	30,011	361,698	25,853

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.

8 Loss per share

Loss per share is calculated by dividing the net loss attributable to owners of the Company of $2,085,000 (2024: loss of $1,207,000) by the weighted average number of ordinary shares outstanding during the year of 426,251,578 (2024: 361,698,153) shares.

Diluted loss per share is the same as basic loss per share as there were no dilutive potential ordinary shares as at 30 June 2025 and 2024.

		Period ended 30 June	
		2025 Cents	2024 Cents
(a)	Based on weighted average number of ordinary shares	(0.49)	(0.33)
(b)	Based on a fully diluted basis	(0.49)	(0.33)
	Weighted average number of ordinary shares in issue	426,251,578	361,698,153

9 Net asset value per share

Net asset value per share (for the Group and the Company) as at the end of the:

(a) current financial period reported on; and
(b) immediately preceding financial year,

are as follows:

	Group		Company	
	30-Jun-25	31-Dec-24	30-Jun-25	31-Dec-24
Net asset value per share (cents)	2.14	2.50	2.65	3.02

Net asset value per share as at 30 June 2025 was computed based on the equity attributable to owners of the Company of $11,018,000 (31 December 2024: $9,049,000) and 515,698,153 ordinary shares (31 December 2024: 361,698,153 ordinary shares).

10 Investment in subsidiaries

	Company	
	30-Jun-25 $'000	31-Dec-24 $'000
Unquoted equity shares, at cost	4,733	4,733
Add: Additional investment for the financial period/year	1,846	-
Less: Accumulated impairment losses	(3,454)	(3,454)
	3,125	1,279

The Company had on 12 March 2025 approved an additional subscription of shares fully paid-up in the capital of Matex Chemicals Technologies (Shanghai) Co., Ltd. ("**MTL**"), a wholly owned subsidiary, for a total cash consideration of RMB 20,000,000. MTL will utilise the capital for working capital purposes.

10 Investment in subsidiaries (cont'd)

(a) *Composition of the Group*

The Group has the following investment in subsidiaries:

Name of subsidiaries	Principal activities	Country of incorporation	Proportion (%) of ownership interest	
			30-Jun-25	31-Dec-24
Held by the Company				
Matex Holdings Pte Ltd	General wholesale trading and dyestuffs manufacturing	Singapore	100	100
Shanghai Matex Chemicals Co., Ltd	Sale of dyestuffs	PRC	60	60
Unimatex Sdn Bhd	Formulating, manufacturing and sale of dyestuffs, auxiliaries and optical brighteners	Malaysia	100	100
Matex Chemicals Technologies (Shanghai) Co., Ltd	General wholesale trading	PRC	100	100
Held through a subsidiary (Matex Holdings Pte Ltd)				
Dedot Trading (Shanghai) Co., Ltd	Import, export and wholesale of all kinds of garments, textile products and chemical products	PRC	100	100
MatexMega Pte. Ltd.	Manufacture and repair of measuring devices, process control equipment and related products	Singapore	65	65
Matex Holding (HK) Limited	Wholesale trade of variety of goods without a dominant product	Hong Kong, PRC	100	100

Impairment on investment in subsidiaries

Management has performed an impairment assessment for subsidiaries with indicators of impairment based on their estimation of recoverable amount. For the six months ended 30 June 2025, there was no impairment on investment in subsidiaries.

10 Investment in subsidiaries (cont'd)

(b) *Interest in subsidiaries with material non-controlling interest ("NCI")*

The Group has the following subsidiaries that have NCI that are material to the Group.

Name of subsidiary	Principal place of business	Proportion of ownership interest held by NCI	Loss allocated to NCI during the reporting period	Accumulated NCI at the end of reporting period
30 June 2025:				
Shanghai Matex Chemicals Co., Ltd	PRC	40%	(230)	(1,270)
MatexMega Pte. Ltd.*	SGP	35%	(4)	20
31 December 2024:				
Shanghai Matex Chemicals Co., Ltd	PRC	40%	(626)	(1,114)
MatexMega Pte. Ltd.*	SGP	35%	(9)	24

(c) *Summarised financial information about subsidiaries with material NCI*

Summarised financial information including consolidation adjustments but before intercompany eliminations of subsidiaries with material non-controlling interests are as follows:

Summarised statements of financial positions

	Shanghai Matex Chemicals Co., Ltd	
	30-Jun-25 $'000	31-Dec-24 $'000
Current		
Assets	3,232	2,720
Liabilities	(7,059)	(6,297)
Net current liabilities	(3,827)	(3,577)
Non-current		
Assets	673	928
Liabilities	(21)	(135)
Net non-current assets	652	793
Net assets	(3,175)	(2,784)

** The summarised statements of financial figures of MatexMega Pte. Ltd. are immaterial to the Group and have therefore not been separately disclosed.*

10 Investment in subsidiaries (cont'd)

Summarised statement of comprehensive income

	Shanghai Matex Chemicals Co., Ltd	
	30-Jun-25	**30-Jun-24**
	$'000	**$'000**
Revenue	1,286	1,402
Loss before taxation	(575)	(798)
Income tax expense	-	-
Loss after tax	(575)	(798)
Other comprehensive income	182	-
Total comprehensive loss	(393)	(798)

11 Investment in an associate

The Company, through its wholly owned subsidiary, Matex Chemicals Technologies (Shanghai) Co., Ltd., has incorporated an associate company, Matex YG (Shanghai) Material Tech Ltd. in Shanghai, China on 3 January 2024, with a registered capital of RMB12,000,000, comprising 2 phases of paid-up capital; 1st phase of 40% had been fully paid up as at 31 December 2024 and 2nd phase of 60% to be paid-up by 31 December 2028. The Group has a 25% shareholding interest in Matex YG (Shanghai) Material Tech Ltd..

The summarised financial information of the Group's significant associate company, namely Matex YG (Shanghai) Material Tech Ltd., based on its financial statements and a reconciliation with the carrying amount of the investment in the consolidated financial statements was as follows:

	6 months ended	
	Jun'25	**Jun'24**
	S$'000	**S$'000**
Statement of comprehensive income		
Revenue	-	-
Loss for the period	(183)	-
Other comprehensive loss for the period	(3)	-
Total comprehensive loss for the period	(186)	-

11 Investment in an associate (cont'd)

	30-Jun-25 S$'000	31-Dec-24 S$'000
Current		
Assets	322	507
Liabilities	(3)	(3)
Net current assets	320	504
Non-Current		
Assets	156	157
Net assets	476	661
Proportion of the Group's ownership	25%	25%
Group's share of net assets	119	165
Carrying amount of the investment	**119**	**165**

12 Capital reserve

This pertains to a non-distributable capital income arising from the restructuring of subsidiary companies in prior years.

13 Enterprise expansion reserve and general reserve

These pertain to reserve funds set up by the Group's subsidiaries in the PRC, in accordance with local laws and regulations, by way of appropriation from their net profits at a rate determined by the subsidiaries. The respective board of directors of the subsidiaries have decided that 20% of the profit after taxation be appropriated each year, of which 10% be appropriated to the general reserve and 10% be appropriated to the enterprise expansion reserve.

The general reserve and the enterprise expansion reserve may be used to offset accumulated losses or increase the registered capital of the subsidiaries, subject to approval from the authorities of the PRC. The reserves are not available for dividend distribution to the shareholders.

14 Translation Reserve

The foreign currency translation reserve represents exchange differences arising from the translation of the financial statements of foreign operations whose functional currencies are different from that of the Group's presentation currency.

15 Fair value of financial instruments

Fair value is defined as the amount at which the financial instruments could be exchanged in a current transaction between knowledgeable willing parties in an arm's length transaction, other than in a forced or liquidation sale.

Fair value of financial instruments that are carried at fair value

	Level 1 S$'000	Level 2 S$'000	Level 3 S$'000	Total S$'000
Group				
31.12.2024				
Unquoted equity security	-	-	369	369
30.06.2025				
Unquoted equity security	-	-	369	369

16 Events occurring after the reporting period

On 7 July 2025, the Company announced that it had received a requisition notice pursuant to Section 176 of the Companies Act 1967 of Singapore from the Company's controlling shareholder, Nanyang Commercial Management Pte. Ltd. ("**Nanyang**"), which holds approximately 29.86% of the issued and paid-up share capital of the Company. The requisition sought to convene an Extraordinary General Meeting ("**EGM**") to consider and, if thought fit, approve the following resolutions:

(i) the removal of Dr Tan Pang Kee as Director with effect from the date of the EGM;

(ii) the removal of Mr Tan Guan Liang as Director with effect from the date of the EGM;

(iii) the appointment of Mr Liu Shen as Executive Director; and

(iv) the appointment of Mr Kok Jun Yan as Director.

Subsequently, on 15 August 2025, Nanyang issued and published the formal Notice of EGM, convening the EGM to be held on 11 September 2025 at 9:30 a.m. at Suntec Singapore Convention & Exhibition Centre, Room 300.

On 11 July 2025, the Company entered into two subscription agreements with Ms Lim Yan Peng and Ms Gan Peiling for an aggregate of 210,000,000 new ordinary shares in the capital of the Company at an issue price of S$0.0171 per share (representing a gross consideration of approximately S$3.59 million) ("**Subscription Agreements**"). The proposed allotments comprised 108,000,000 shares to Ms Lim Yan Peng and 102,000,000 shares to Ms Gan Peiling.

On 15 July 2025, the Company announced that it had been served with Originating Application HC/OA 733/2025, filed by Nanyang, seeking declaratory reliefs that the aforesaid subscription agreements were invalid, or alternatively, to restrain the completion of the said subscriptions pending the outcome of the requisitioned EGM. The Company has engaged legal counsel in respect of these proceedings.

16 Events occurring after the reporting period (cont'd)

On 16 July 2025, the Company requested a trading halt on its securities pending the release of material announcements. On 21 July 2025, the Company announced that it had received approval from SGX RegCo for an extension of the trading halt for a further two market days, to allow the incoming continuing sponsor to complete its due diligence review. On 23 July 2025, the Company announced that it had requested suspension of trading, citing the transition to a new continuing sponsor and the need to ensure that all material developments were appropriately disclosed.

On 28 July 2025, the Company announced that it had received a further originating application, HC/OA 790/2025, filed by Dr Tan Pang Kee and Mr Tan Guan Liang. The application sought an injunction to restrain Nanyang from proceeding with or taking steps to implement the proposed resolutions relating to their removal as Directors at the requisitioned EGM until after 24 January 2028.

On 4 August 2025, the Company submitted an application to SGX RegCo for an extension of time to release its unaudited half-year financial statements for the six months ended 30 June 2025. The application cited the abrupt cessation of employment of the former Chief Financial Officer on 25 June 2025, which resulted in the need for additional time for management to reconcile, validate and complete the interim financial close. A replacement announcement correcting typographical errors was published later the same day.

On 6 August 2025, the Company announced that it had received the Notice of EGM from Nanyang.

On 8 August 2025 and 11 August 2025, the Company released further updates with respect to the requisitioned EGM to be convened by Nanyang, providing clarifications on the agenda and confirming that the resolutions would be tabled for shareholders' consideration.

On 15 August 2025, the Company (i) published the Notice of EGM dated 15 August 2025 issued by Nanyang to convene the EGM on 11 September 2025, and (ii) separately announced that it had received another requisition notice from CSF Fund I Pte. Ltd. and DBS Nominees Pte. Ltd., acting on the instructions of Mr Khua Kian Keong ("**New Requisitionists**"), to convene an EGM. The proposed resolutions included the removal of Dr Tan Pang Kee and Mr Tan Guan Liang as Directors, the appointment of Dr Danny Oh Beng Teck as Executive Director, and the appointment of Mr Tan Chong Huat as Non-Executive Director, with the stated intention that Mr Tan Chong Huat would be elected Chairman of the Board if appointed. The Company has sought legal advice in relation to this requisition.

On 19 August 2025, the Company released a further update on the Nanyang EGM, confirming that the meeting was scheduled to take place on 11 September 2025.

On 20 August 2025, the Company announced the appointment of ZICO Capital Pte. Ltd. ("**ZICO Capital**") as its new continuing sponsor under the SGX Catalist Rules with effect from 21 August 2025. The registered professional responsible for the Company at ZICO Capital is Ms Goh Mei Xian.

On 22 August 2025, the Company announced that it had received a notice of EGM from the New Requisitionists, which state that the EGM will be held on 16 September 2025 at 9:30 a.m. at Suntec Singapore Convention & Exhibition Centre, Room 308. The agenda and proxy forms were from the New Requisitionists and it had published together with the notice of meeting. This announcement in relation to the receipt of notice of EGM from the New Requisitionists was reviewed by ZICO Capital, the Company's continuing sponsor.

On 25 August 2025, the Company issued an update to its earlier announcement on the receipt of the Notice of EGM, providing further clarification on procedural matters.

16 Events occurring after the reporting period (cont'd)

On 3 September 2025, the Company issued a response to SGX's Queries regarding the EGMs convened by (i) Nanyang; and (ii) the New Requisitionists.

On 4 September 2025, the Company issued an update regarding the receipt of originating application HC/OA/790/2025, the High Court had, at the hearing for HC/OA/790/2025 held on 4 September 2025, adjourned the matter to 05 September 2025.

On 6 September 2025, the Company issued an update regarding the receipt of originating application HC/OA/790/2025, at the hearing for HC/OA/790/2025, the Honourable Justice Hoo Sheau Peng granted an interim injunction to enjoin Nanyang Commercial Management Pte. Ltd. from holding an extraordinary general meeting of the Company on 11 September 2025. The interim injunction will remain in place pending the final disposal of HC/OA/790/2025, including any appeals arising therefrom, or until further notice.

On 10 September 2025, the Company issued a cancellation of extraordinary general meeting convened by Nanyang Commercial Management Pte. Ltd. and intended to be held on 11 September 2025.

On 12 September 2025, the Company issued a clarification announcement in relation to the Company's responses on 3 September 2025 to queries raised by SGX RegCo on 1 September 2025.

On 12 September 2025, the Company issued a response to SGX's queries regarding the extraordinary general meetings convened by (i) Nanyang; and (ii) the New Requisitionists.

On 16 September 2025, the Company issued an announcement in relation to resignation of Chief Executive Officer / Managing Director, Dr Tan Pang Kee.

On 16 September 2025, the Company issued an announcement in relation to resignation of Executive Director, Mr. Tan Guan Liang.

On 16 September 2025, the Company issued an announcement of the results of EGM held on 16 September 2025.

On 16 September 2025, the Company issued an announcement in relation to resignation of Non-Executive Chairman and Independent Director, Mr. Wang Daofu.

On 16 September 2025, the Company issued an announcement in relation to appointment of Non-Executive Non-Independent Director, Mr. Tan Chong Huat.

On 16 September 2025, the Company issued an announcement in relation to appointment of Executive Director, Dr Danny Oh Beng Teck.

On 16 September 2025, the Company issued an announcement in relation to changes of the Board and Board Committees.

16 Events occurring after the reporting period (cont'd)

On 19 September 2025, the Company issued an announcement to update shareholders that the Company has entered into a settlement agreement with Dr Tan Pang Kee, Mr Tan Guan Liang, Ms Grace Lok, Nanyang and the New Requisitionists ("**Settlement Agreement**").

On 22 September 2025, the Company issued an announcement to update shareholders that pursuant to the Settlement Agreement, the Company has, on 21 September 2025, terminated the Subscription Agreements with Ms Gan and Ms Lim with their consent.

On 26 September 2025, the Company issued an announcement to update shareholders that OA 790 has been discontinued after a hearing on 22 September 2025, and the judgement in relation to OA 733 was released on 24 September 2025, pursuant to which, permission for the discontinuance of OA 733 was granted. In the judgment of OA 733, the Court held that an injunction against the completion of the Subscription Agreements would have been granted, had OA 733 not been discontinued, as the board resolution purporting to sanction the Subscription Agreements failed to comply with the requirements in the Company's constitution. The Board wishes to also clarify that Mr James Kho Chung Wah, Mr Chng Hee Kok and Mr Yeo Hock Huat (who are incumbent Directors of the Company) were not part of the board of directors of the Company that approved the Company's entry into the Subscription Agreements in the Company's announcement of 12 July 2025.

On 28 September 2025, the Company issued an announcement in relation to appointment of Chief Financial Officer, Mr Seow Han Khye.

On 29 September 2025, the Company issued an announcement in relation to re-designation of Non-Executive Non-Independent Chairman, Mr. Tan Chong Huat, to Non-Executive Independent Chairman.

On 29 September 2025, the Company issued an announcement in relation to changes of the Board and Board Committees.

For more information, please refer to the respective announcements.

Save for the foregoing, there are no other known subsequent events which have led to adjustments to this set of interim financial statements.

Other Information Required by Catalist Rule Appendix 7C
For the Six Months Ended 30 June 2025

1(a) A comprehensive income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Please refer to Page 2 of these condensed interim financial statements.

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Please refer to Pages 3 and 4 of these condensed interim financial statements.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30 June 2025		As at 31 December 2024	
Secured S$'000	**Unsecured S$'000**	**Secured S$'000**	**Unsecured S$'000**
1,835	39	1,081	184

Amount repayable after one year

As at 30 June 2025		As at 31 December 2024	
Secured S$'000	**Unsecured S$'000**	**Secured S$'000**	**Unsecured S$'000**
80	21	91	135

Details of any collateral

Secured borrowings

As at 30 June 2025, our Group's borrowings are secured by the following:

(i) Term loan and bills payable to banks of approximately S$1,816,000 (31 December 2024: S$1,060,000) were granted to the subsidiaries of the Company and were used mainly as working capital and for financing of purchases made in the ordinary course of business; and

(ii) The lease liabilities under the hire purchase is approximately S$99,000 (31 December 2024: S$112,000) secured by the underlying assets (i.e. motor vehicles and copier machine) acquired with total net book value of approximately S$174,000 as at 30 June 2025 (31 December 2024: S$186,000).

Unsecured borrowings

The unsecured debts (i.e. lease liabilities) comprise office rental which arises from the adoption of SFRS(I) 16 Leases.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Please refer to Pages 7 and 8 of these condensed interim financial statements.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Please refer to Pages 5 and 6 of these condensed interim financial statements.

1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and subsidiary holdings held against the total percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Please refer to Page 15, Note 7, of these condensed interim financial statements.

As at 30 June 2025, the share capital of the Company comprises 515,698,153 ordinary shares (31 December 2024: 361,698,153 ordinary shares). The Company had on 24 January 2025 completed a private placement exercise and issued 154,000,000 ordinary shares in the capital of the Company. There were no outstanding convertibles, treasury shares or subsidiary holdings held by the Company as at 30 June 2025, 31 December 2024 and 30 June 2024.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

There were no treasury shares as at 30 June 2025 and 31 December 2024. The share capital of the Company comprises 515,698,153 ordinary shares as at 30 June 2025 (31 December 2024: 361,698,153 ordinary shares). The Company had on 24 January 2025 completed a private placement exercise and issued 154,000,000 ordinary shares in the capital of the Company.

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

The Company does not have any treasury shares as at 30 June 2025.

1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

The Company does not hold any subsidiary holdings as at 30 June 2025.

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

The figures have not been audited or reviewed by the Company's auditors.

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

Not applicable.

3A 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.

The Group's latest audited consolidated financial statements for the financial year ended 31 December 2024 ("**FY2024**") were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group and Company have applied the same accounting policies and methods of computation for the current reporting period as compared with the audited financial statements for FY2024.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not applicable.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

Please refer to page 15, Note 8, of these condensed interim financial statements.

7 Net asset value (for the issuer and group) per ordinary share based on the total number of shares excluding treasury shares of the issuer at the end of the:

(a) current financial period reported on; and

(b) immediately preceding financial year.

Please refer to page 16, Note 9, of these condensed interim financial statements.

8 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.

Review of financial performance of the Group

Revenue

The Group recorded a decrease in revenue of 27.19%, from S$3.5 million in six months ended 30 June 2024 ("**1H2024**") to S$2.5 million in six months ended 30 June 2025 ("**1H2025**"). The decline was mainly attributable to inflation and economic uncertainty hurting consumer demand leading to reduced volumes and trimmed production runs. Furthermore, the intense competition and price sensitivity further contributed to the decrease in revenue.

Cost of sales

Cost of sales reduced by 28.49% to S$2.0 million (1H2024: S$2.7 million). The reduction was mainly attributable to decrease in revenue.

Gross profit and gross profit margin

Despite a decline in revenue, the gross profit margin improved to 22.07% from 20.64%, primarily driven by lower purchase costs through more cost-effective sourcing. Nevertheless, due to the overall revenue contraction, gross profit decreased by 22.16% to S$0.6 million (1H2024: S$0.7 million).

Review of financial performance of the Group (cont'd)

Other income

Other income rose by 157.14% to S$90,000 (1H2024: S$35,000), mainly attributable to a one-off back-to-back transaction involving the trading of chromite ore during the period under review.

Selling and distribution expenses

Selling and distribution expenses decreased by 9.80% to S$442,000 (1H2024: S$490,000), mainly due to lower promotional and entertainment expenses in line with the Group's ongoing cost rationalisation initiatives.

Administrative expenses

Administrative expenses increased by 32.87% to S$2.5 million in 1H2025 (1H2024: S$1.9 million). The increase was mainly due to net foreign exchange loss of approximately S$0.4 million arising from the depreciation of RMB against SGD during the period under review, as compared to a net foreign exchange gain of S$0.2 million in 1H2024. Higher compliance and professional expenses of S$66,000 relating to corporate exercises also contributed to the increase, partially offset by lower depreciation of the right-of-use assets mainly as a results of a subsidiary relocating to an office with a lower lease rental.

Finance income, net

Finance income decreased by 59.46% to S$60,000 (1H2024: S$148,000), mainly due to lower interest yields on deposits and a reduction in funds placed in fixed deposits during the financial period under review. Finance expenses remained stable at S$27,000. Consequently, net finance income declined to S$33,000 (1H2024: S$121,000).

Income tax expenses

Taxation is in accordance with applicable tax rates on the taxable profits made by the profitable subsidiaries in the PRC. Income tax expenses remain stable for 1H2025 and 1H2024.

Net results

As a result of the above movements, the Group recorded a net loss of S$2.3 million in 1H2025, an increase of 52.90% as compared with a net loss of S$1.5 million in 1H2024. Loss attributable to owners of the Company amounted to S$2.1 million (1H2024: S$1.2 million), while loss attributable to non-controlling interests narrowed to S$0.2 million (1H2024: S$0.3 million).

Review of financial position of the Group

Non-current assets

Non-current assets decreased from S$2.1 million as at 31 December 2024 to S$1.7 million as at 30 June 2025, mainly due to the derecognition of approximately S$0.15 million of right-of-use assets following the termination of the Shanghai office lease, which correspondingly reduced lease liabilities. The decrease also reflected depreciation of right-of-use assets and property, plant and equipment, as well as a reduction in investment in associate arising from the Group's share of results and foreign currency translation effects.

Current assets

Current assets increased from S$13.1 million as at 31 December 2024 to S$15.2 million as at 30 June 2025.

Inventories rose from S$1.6 million to S$2.3 million, in line with higher sales momentum and to support committed deliveries scheduled for second half year of 2025.

Trade and notes receivables remained broadly stable at S$1.8 million, reflecting consistent credit terms and collection patterns.

Other receivables and deposits remained at S$0.9 million, mainly comprising operational deposits, advances and input tax recoverables, with no significant change from prior year-end.

Fixed deposits increased from S$2.7 million to S$3.8 million as surplus liquidity was placed into term deposits to optimise yield while maintaining flexibility.

Cash and bank balances remained stable at S$6.2 million. Taken together, cash and fixed deposits increased by S$1.2 million, reflecting treasury placements and net proceeds from borrowings during the period, partially offset by operational cash usage, as further explained in the statement of cash flows below.

Current liabilities

Current liabilities remained stable at S$6.9 million, although the composition changed. The decrease mainly arose from trade payables, which decreased from S$1.3 million to S$1.0 million due to the timing of supplier settlements, as well as from other payables and accruals, which decreased from S$4.4 million to S$4.0 million following settlement of accrued operating expenses and a refund made to the purchaser of the Group's former subsidiary, Matex Chemicals (Taixing) Co., Ltd., in respect of an earlier overpayment on the settlement of outstanding intercompany balances. In addition, lease liabilities (current) decreased from S$0.2 million to S$58,000, reflecting repayments of lease obligations and the derecognition

Review of financial position of the Group (cont'd)

arising from the Shanghai office lease termination. These decreases were offset by an increase in term loans (current), which increased from S$1.1 million to S$1.8 million, mainly due to additional drawdowns of short-term bank borrowings by the Group's subsidiaries in China to fund working capital and inventory build-up, partially offset by scheduled repayment.

Non-current liabilities

Non-current liabilities decreased from S$0.3 million as at 31 December 2024 to S$0.2 million as at 30 June 2025, mainly due to the reduction in lease liabilities arising from the lease termination, while deferred tax liabilities remained unchanged.

Equity

Share capital increased from S$25.8 million to S$30.0 million, following the completion of the share placement in January 2025.

As a result of the above, the Group's total equity increased from S$7.9 million as at 31 December 2024 to S$9.8 million as at 30 June 2025. After excluding non-controlling interests, equity attributable to owners of the Company increased from S$9.0 million to S$11.0 million.

Working Capital

The Group reported a positive working capital position of S$8.3 million as at 30 June 2025, as compared to a positive working capital position of S$6.2 million as at 31 December 2024, mainly attributable to the increase of cash and fixed deposits of S$1.2 million.

Review of cash flows

Net cash used in operating activities

In 1H2025, the Group recorded net cash used in operating activities of S$3.5 million (1H2024: S$2.9 million). This was mainly attributable to an operating loss before working capital changes of S$2.1 million, together with net cash used in working capital changes of approximately S$1.4 million, driven by increases in inventories and trade and note receivables as well as a reduction in trade and other payables, partially offset by the receipt of interest income.

Net cash used in investing activities

In 1H2025, the Group recorded net cash used in investing activities of S$6,000 (1H2024: S$1.3 million), mainly due to capital expenditure of S$10,000 for property, plant and equipment, partially offset by proceeds of S$4,000 from the disposal of property, plant and equipment.

Review of cash flow (cont'd)

Net cash generated from financing activities

In 1H2025, the Group recorded net cash generated from financing activities of S$4.9 million (1H2024: net cash used in S$1.6 million). The inflows were mainly attributable to net proceeds of S$4.2 million from the placement of ordinary shares in January 2025 and drawdowns of loans and borrowings of S$1.1 million, partially offset by repayments of S$0.2 million of borrowings and S$0.1 million of lease liabilities.

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

No forecast or prospect statement in relation to the Group's results was previously disclosed to shareholders.

10 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 Group operates largely in the global textile dyes and chemicals industry, which is experiencing rising demand for sustainable and cost-effective products and process solutions. However, market conditions remain highly competitive, with Asia-Pacific as the dominant region with manufacturing hubs in China and India. Stricter environmental regulations and shifting preferences toward biodegradable and eco-friendly solutions are reshaping industry standards. In addition, competition within the industry is intensifying. Environmental factors including ongoing geopolitical tensions, the tariff war, volatile energy and raw material costs have an impact on the Group's businesses.

In the coming reporting period and barring unforeseen circumstances, the Group is expected to incur additional expenditure due to the settlement agreement (for more information, please refer to the Company's announcements) and higher professional fees.

11 Dividend

(a) Current Financial Period Reported On

Any dividend declared/(recommended) for the current financial period reported on?

None.

11 Dividend (cont'd)

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared/(recommended) for the corresponding period of the immediately preceding financial year?

None.

(c) Whether the dividend is before tax, net of tax or tax exempt

Not applicable.

(d) Date payable

Not applicable.

(e) Record date

Not applicable.

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

No dividend has been declared/(recommended) as the Group is in an operational loss position.

13 Use of proceeds

The Company raised net proceeds of S$3.9 million from the placement of 154,000,000 shares completed on 24 January 2025 ("**Proposed Subscription**"). As disclosed in the Company's circular dated 23 December 2024 in relation to the Proposed Subscription, the net proceeds will be used on the following (i) 30% for market expansion of existing and new products in respect of its core business activities ("**Market Expansion**"); (ii) 20% for low cost sourcing strategies of existing and new products in respect of its core business activities ("**Low Cost Sourcing**"); (iii) 30% for identifying potential new businesses other than its existing principal business activities ("**Potential New Business**"); and (iv) 20% for the purposes of working capital of the Group ("**Working Capital**").

13 Use of proceeds (cont'd)

As of the date of this announcement, the net proceeds have been utilized and the balance is as follows:

	S$'000
Gross proceeds received	4,158
Less: Share issuance expenses	(217)
Net proceeds available	3,941

	Allocation of net proceeds	Amount utilized	Balance
	S$'000	S$'000	S$'000
Market Expansion	1,182	-	1,182
Low Cost Sourcing	788	788	-
Potential New Business	1,182	-	1,182
Working Capital	789	789*	-
Total	**3,941**	**1,577**	**2,364**

* The breakdown of the use of net proceeds for working capital of the Group is as follows:-

	Amount S$'000
Trade receivable and note receivables	120
Other receivables and prepayment	89
Trade and other payables	302
General and administrative expenses	278
Total	789

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

The Group has not obtained a general mandate from shareholders for interested person transactions for the six months ended 30 June 2025.

15 Disclosures on acquisition and realisation of shares pursuant to Catalist Rule 706A

There was no acquisition or realisation of shares in any of the Group's subsidiaries or associated companies, nor any incorporation of new subsidiaries or associated companies by the Company or any of the Group's entities since the end of the previous reporting period, up to 30 June 2025.

16 Negative confirmation pursuant to the Rule 705(5)

The Board of Directors of the Company hereby confirms, to the best of their knowledge, nothing has come to its attention which may render the condensed interim financial results for 1H2025 of the Group and the Company to be false or misleading in any material aspect.

ON BEHALF OF THE BOARD OF DIRECTORS

Mr Tan Chong Huat Non-Executive Independent Chairman	Dr Danny Oh Beng Teck Executive Director

17 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 procured undertakings from all its directors and executive officers in the format as set out in Appendix 7H of the Catalist Rules, in accordance with Rule 720(1) of the Catalist Rules.

18 Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Please refer to pages 11 to 12, Note 4, of these condensed interim financial statements.

BY ORDER OF THE BOARD

Dr Danny Oh Beng Teck
Executive Director

30 September 2025