



iWOW Technology Limited

(Company Registration No.: 199905973K)
(Incorporated in the Republic of Singapore on 1 October 1999)

Unaudited Condensed Interim Financial Statements

**For The Six Months And Full Year
Ended 31 March 2025**

This document has been reviewed by the Company's Sponsor, Evolve Capital Advisory Private Limited. It has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

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Certain numerical figures set out in this Announcement, including financial data presented in millions or thousands and percentages, have been subject to rounding adjustments, and, as a result, the totals of the data in this Announcement may vary slightly from the actual arithmetic totals of such information.

Percentages and amounts reflecting changes over time periods relating to financial and other data set forth in this Announcement are approximate figures and have been calculated using the numerical data in our consolidated financial statements or the tabular presentation of other data (subject to rounding) contained in this Announcement, as applicable, and not using the numerical data in the narrative description thereof.

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

		Group					
		2 nd Half Ended		+ / (-)	Full Year Ended		+ / (-)
	Note	31/3/2025	31/3/2024	%	31/3/2025	31/3/2024	%
		S\$'000	S\$'000		S\$'000	S\$'000	
			Restated*			Restated*	
Revenue	4	17,511	28,356	(38)	34,581	45,622	(24)
Other operating income	5	385	401	(4)	621	630	(1)
Changes in inventories & raw materials used		(5,398)	(13,145)	(59)	(10,057)	(18,335)	(45)
Employee benefits expense		(6,233)	(6,087)	2	(12,698)	(12,006)	6
Amortisation & depreciation expense		(977)	(800)	22	(1,827)	(1,646)	11
Other operating expenses		(3,674)	(5,897)	(38)	(8,994)	(11,081)	(19)
Finance costs	6	(156)	(22)	609	(192)	(49)	292
Operating profit		1,458	2,806	(48)	1,434	3,135	(54)
Fair value adjustment for contingent consideration	13	(3,000)	–	n.m.	(3,000)	–	n.m.
Impairment of goodwill	15	(129)	–	n.m.	(129)	–	n.m.
(Loss)/profit before income tax	7	(1,671)	2,806	n.m.	(1,695)	3,135	n.m.
Income tax expense	9	(265)	(512)	(48)	(119)	(557)	(79)
(Loss)/profit for the financial period / year		(1,936)	2,294	n.m.	(1,814)	2,578	n.m.
Other comprehensive income:							
Items that may be reclassified subsequently to profit or loss							
Exchange differences on translating foreign operations		(41)	(26)	58	76	(69)	(210)
Other comprehensive (loss)/income for the financial period / year		(41)	(26)	58	76	(69)	(210)
Total comprehensive (loss) / Income for the financial period / year		(1,977)	2,268	n.m.	(1,738)	2,509	n.m.
(Loss)/earnings per share attributable to owners of the Company							
Basic (cents per share)	11	(0.74)	0.87		(0.69)	0.98	
Diluted (cents per share)	11	(0.74)	0.87		(0.69)	0.98	

n.m. – not meaningful

* The details of the restatement are disclosed in Note 22 to the financial statements.

B. Condensed interim statements of financial position

	Note	Group		Company	
		<u>31/3/2025</u>	<u>31/3/2024</u>	<u>31/3/2025</u>	<u>31/3/2024</u>
		<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>	<u>S\$'000</u>
		Restated*			
ASSETS					
Non-current assets					
Investment in subsidiaries	13	–	–	11,395	11,395
Property, plant and equipment	14	3,617	1,545	1,771	595
Intangible assets	15	4,047	4,107	285	129
Trade receivables	16	538	–	–	–
Total non-current assets		<u>8,202</u>	<u>5,652</u>	<u>13,451</u>	<u>12,119</u>
Current assets					
Inventories	18	1,478	3,888	147	398
Trade receivables	16	19,717	21,901	1,542	1,203
Other receivables	17	1,041	857	6,760	6,544
Fixed deposit pledged		60	54	–	–
Cash and cash equivalents		4,415	6,327	498	1,733
Total current assets		<u>26,711</u>	<u>33,027</u>	<u>8,947</u>	<u>9,878</u>
Total assets		<u>34,913</u>	<u>38,679</u>	<u>22,398</u>	<u>21,997</u>

* The details of the restatement are disclosed in Note 22 to the financial statements.

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

		Group		Company	
		31/3/2025	31/3/2024	31/3/2025	31/3/2024
		S\$'000	S\$'000	S\$'000	S\$'000
Note					
		Restated*			
EQUITY & LIABILITIES					
Equity					
Share capital	20	31,019	31,019	31,019	31,019
Treasury shares	20	(51)	(36)	(51)	(36)
Foreign currency translation reserve		(27)	(103)	—	—
Share-based compensation reserve	21	145	—	145	—
Accumulated losses		(12,142)	(9,749)	(18,812)	(14,995)
Total equity		18,944	21,131	12,301	15,988
Non-current liabilities					
Deferred tax liabilities		2	2	—	—
Borrowings	19	—	111	—	111
Other payables	13	4,900	1,900	4,900	1,900
Lease liabilities		758	122	139	101
Total non-current liabilities		5,660	2,135	5,039	2,112
Current liabilities					
Borrowings	19	111	259	111	259
Lease liabilities		605	285	109	171
Trade payables		4,359	6,454	351	104
Other payables		3,845	6,994	4,464	3,330
Contract liabilities		1,077	777	23	33
Provision for taxation		312	644	—	—
Total current liabilities		10,309	15,413	5,058	3,897
Total liabilities		15,969	17,548	10,097	6,009
Total equity and liabilities		34,913	38,679	22,398	21,997

* The details of the restatement are disclosed in Note 22 to the financial statements.

C. Condensed interim statements of changes in equity

<u>Group</u>	Note	Share capital S\$'000	Treasury shares S\$'000	Foreign currency translation reserve S\$'000 Restated*	Accumulated losses S\$'000 Restated*	Total S\$'000
Balance at 1 April 2023		31,019	—	(34)	(11,590)	19,395
Repurchase of treasury shares	20	—	(36)	—	—	(36)
Profit for the year, <i>as restated</i>		—	—	—	2,578	2,578
Other comprehensive loss:						
Exchange differences on translating foreign operations, <i>as restated</i>		—	—	(69)	—	(69)
Total comprehensive income, <i>as restated</i>		—	—	(69)	2,578	2,509
Tax-exempt (one-tier) dividend	10	—	—	—	(737)	(737)
Balance at 31 March 2024, <i>as restated</i>		31,019	(36)	(103)	(9,749)	21,131

* The details of the restatement are disclosed in Note 22 to the financial statements.

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

<u>Group (Cont'd)</u>	Note	Share capital S\$'000	Treasury shares S\$'000	Share-based compensation reserve S\$'000	Foreign currency translation reserve S\$'000 Restated*	Accumulated losses S\$'000 Restated*	Total S\$'000
Balance at 1 April 2024, as previous reported		31,019	(36)	—	(107)	(9,548)	21,328
Prior year adjustments	22	—	—	—	4	(201)	(197)
Balance at 1 April 2024, as restated		31,019	(36)	—	(103)	(9,749)	21,131
Repurchase of treasury shares	20	—	(15)	—	—	—	(15)
Loss for the year		—	—	—	—	(1,814)	(1,814)
<i>Other comprehensive loss:</i>							
Exchange differences on translating foreign operations		—	—	—	76	—	76
Total comprehensive loss		—	—	—	76	(1,814)	(1,738)
Tax-exempt (one-tier) dividend	10	—	—	—	—	(579)	(579)
Cost of share-based compensation	21	—	—	145	—	—	145
Balance at 31 March 2025		31,019	(51)	145	(27)	(12,142)	18,944

* The details of the restatement are disclosed in Note 22 to the financial statements.

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

<u>Company</u>	Note	Share capital S\$'000	Treasury shares S\$'000	Share-based compensation reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Balance at 1 April 2023		31,019	–	–	(15,718)	15,301
Repurchase of treasury shares	20	–	(36)	–	–	(36)
Profit for the year, representing total comprehensive income		–	–	–	1,460	1,460
Tax-exempt (one-tier) dividend	10	–	–	–	(737)	(737)
Balance at 31 March 2024 and 1 April 2024		31,019	(36)	–	(14,995)	15,988
Repurchase of treasury shares	20	–	(15)	–	–	(15)
Loss for the year, representing total comprehensive loss		–	–	–	(3,238)	(3,238)
Tax-exempt (one-tier) dividend	10	–	–	–	(579)	(579)
Cost of share-based compensation	21	–	–	145	–	145
Balance at 31 March 2025		31,019	(51)	145	(18,812)	12,301

D. Condensed interim consolidated statement of cash flows

	Note	Group	
		Full Year Ended	
		31/3/2025	31/3/2024
		S\$'000	S\$'000
			Restated*
OPERATING ACTIVITIES			
(Loss)/profit before income tax		(1,695)	3,135
<u>Adjustments for:</u>			
Depreciation of property, plant and equipment		1,404	1,380
Amortisation of intangible assets	15	423	266
Fair value adjustment for contingent consideration	13	3,000	–
Impairment of goodwill	15	129	–
Allowance for/(reversal of) inventories obsolescence	18	3	(1)
Property, plant and equipment written off		143	119
Trade payables written off	5	(211)	(129)
Provision on reinstatement		2	62
Reversal of expected credit loss on receivables		(14)	–
Unrealised exchange loss/(gain)		46	(57)
Cost of share-based compensation		145	–
Interest income	5	(125)	(162)
Interest expense	6	185	43
Operating cash flows before working capital changes		3,435	4,656
Inventories		2,407	299
Trade and other receivables		1,363	(8,759)
Trade payables, other payables and contract liabilities		(4,735)	2,988
Cash generated from/(used in) operations		2,470	(816)
Income tax paid		(451)	(512)
Cash flows generated from/(used in) operating activities		2,019	(1,328)
INVESTING ACTIVITIES			
Addition of property, plant and equipment		(2,028)	(173)
Addition of intangible assets	15	(492)	(516)
Interest received		125	162
Cash flows used in investing activities		(2,395)	(527)
FINANCING ACTIVITIES			
Interest paid		(72)	(43)
Repayment of borrowings		(259)	(251)
Repayment of lease liabilities		(635)	(584)
Dividend paid	10	(579)	(751)
Withdrawal of fixed deposit pledged		–	3
Repurchase of treasury shares	20	(15)	(36)
Cash flows used in financing activities		(1,560)	(1,662)
Net decrease in cash and cash equivalents		(1,936)	(3,517)
Cash and cash equivalents at beginning of year		6,327	9,856
Net effect of exchange rate changes on cash and cash equivalents		24	(12)
Cash and cash equivalents at end of year		4,415	6,327

* The details of the restatement are disclosed in Note 22 to the financial statements

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

The Company was incorporated in Singapore on 1 October 1999 as a private limited company, under the name of “iWOW Technology Pte Ltd”. The Company was converted into a public limited company on 27 December 2021 and its name was changed to “iWOW Technology Limited”.

The Company was listed on the Catalist Board of Singapore Exchange Securities Trading Limited on 14 April 2022 and its registered office and principal place of business is at 1004 Toa Payoh North, #02-17, Singapore 318995.

These condensed interim consolidated financial statements as at and for the six months and full year ended 31 March 2025 comprise the Company and its subsidiaries (collectively, the “**Group**”). The principal activities of the Company is that of investment holding company, research and development as well as provision of engineering, design and consultancy services.

The principal activities of the Group include:

- (a) Research and development on telecommunication software;
- (b) Provision of IoT services and Smart City Solutions;
- (c) Manufacturing of wireless communications devices and equipment;
- (d) Provision of Smart Metering Services; and
- (e) Provision of engineering services relating to communication solutions.

2. Basis of preparation

The condensed interim financial statements for the six months ended 31 March 2025 (“**2H2025**” or “**2H25**”) and full year ended 31 March 2025 (“**FY2025**” or “**FY25**”) 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 the Group’s performance since the last interim financial statements for the six-month financial period ended 30 September 2024.

The Group’s 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 (“**S\$**”), which is the Company’s functional currency. All values in the tables are rounded to the nearest thousand (“**S\$’000**”) except when otherwise indicated.

2.1 New and amended standards adopted by the Group

The Group has adopted the new and revised SFRS(I)s and SFRS(I) Interpretations and amendments to SFRS(I) that are mandatory for application from 1 April 2024:

- Amendments to SFRS(I) 1-1: Classification of liabilities as current or non-current
- Amendments to SFRS(I) 1: Non-current liabilities with covenants
- Amendment to SFRS(I) 16: Lease liability in a sale and leaseback
- Amendments to SFRS(I) 1-7 and SFRS(I) 7: Supplier finance arrangements

The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards. The Group has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

2. Basis of preparation (Cont'd)

2.2 Use of judgement and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the financial year ended 31 March 2024 ("FY2024" or "FY24").

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial period are included in the following notes:

- Note 13 – Contingent consideration
- Note 15 – Impairment test of goodwill: key assumptions underlying recoverable amounts
- Note 16 – Provision for expected credit losses of trade debtors
- Note 18 – Allowance for slow-moving and obsolete inventory

3. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial year.

However, as disclosed in the offer document, project gestation period can be long, ranging between one (1) and three (3) years.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

4. Revenue and segment information

	Group			
	2 nd Half Ended		Full Year Ended	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
		Restated*		Restated*
Revenue from contract with customers				
- Sale of goods and services rendered	3,015	2,486	4,118	4,612
- Silver generation solutions	714	488	1,214	977
- Provision of electronic monitoring services	2,227	2,204	4,476	4,358
- Maintenance and subscription fee	952	1,016	2,515	2,041
- Contract revenue	2,901	15,876	10,058	21,460
- Term contract	7,702	6,286	12,200	12,174
	<u>17,511</u>	<u>28,356</u>	<u>34,581</u>	<u>45,622</u>

The disaggregation of revenue from contracts with customers is as follows:

	Group			
	2 nd Half Ended		Full Year Ended	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
		Restated*		Restated*
<u>Geographical markets</u>				
Singapore	15,383	26,923	31,893	42,743
Hong Kong	—	100	10	100
Malaysia	1,974	1,093	2,174	2,058
Others	154	240	504	721
	<u>17,511</u>	<u>28,356</u>	<u>34,581</u>	<u>45,622</u>
<u>Timing of revenue recognition</u>				
Goods transferred at point in time	11,431	9,260	17,532	17,763
Services transferred overtime	6,080	19,096	17,049	27,859
	<u>17,511</u>	<u>28,356</u>	<u>34,581</u>	<u>45,622</u>

The Group is organised into the following main business segments:

- Segment 1: Internet of things-as-a-Service("IaaS");
- Segment 2: Smart City Solutions ("SCS");
- Segment 3: Trading & Others;
- Segment 4: Wireless Engineering Solutions ("WES"); and
- Segment 5: Datacomm & Enterprise Solutions ("DES").

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

* The details of the restatement are disclosed in Note 22 to the financial statements

E. Notes to the condensed interim consolidated financial statements (Cont'd)

4. Revenue and segment information (Cont'd)

S\$'000	<u>IaaS</u>		<u>SCS</u>		<u>WES</u>		<u>DES</u>		<u>Trading & Others</u>		<u>Unallocated</u>		<u>Total</u>	
	2H25	2H24	2H25	2H24	2H25	2H24	2H25	2H24	2H25	2H24	2H25	2H24	2H25	2H24
								Restated*		Restated*				Restated*
Revenue:														
External customers	3,332	3,053	581	756	5,243	14,864	6,815	7,916	1,540	1,767	–	–	17,511	28,356
Results:														
Other operating income	14	18	243	240	65	128	63	15	–	–	–	–	385	401
Changes in inventories & raw materials used	(119)	(195)	(210)	(38)	(616)	(5,687)	(3,446)	(5,602)	(1,007)	(1,623)	–	–	(5,398)	(13,145)
Employee benefits expense	(1,526)	(1,499)	(960)	(866)	(2,855)	(2,642)	(538)	(679)	(354)	(401)	–	–	(6,233)	(6,087)
Amortisation & depreciation expense	(588)	(482)	(99)	(88)	(197)	(150)	(92)	(79)	(1)	(1)	–	–	(977)	(800)
Allowance for expected credit loss on receivables	–	–	–	–	–	–	14	–	–	–	–	–	14	–
(Allowance for)/reversal of inventories obsolescence	(17)	22	–	(33)	–	–	–	–	(2)	10	–	–	(19)	(1)
Other operating expenses	(688)	(501)	(385)	(444)	(1,032)	(3,911)	(1,490)	(919)	(28)	(2)	–	–	(3,623)	(5,777)
Property, plant & equipment written off	(46)	(119)	–	–	–	–	–	–	–	–	–	–	(46)	(119)
Finance costs	(8)	(10)	(8)	(9)	(16)	(1)	(124)	(2)	–	–	–	–	(156)	(22)
Fair value adjustment for contingent consideration	–	–	–	–	–	–	–	–	–	–	(3,000)	–	(3,000)	–
Impairment of goodwill	–	–	–	–	–	–	–	–	–	–	(129)	–	(129)	–
Segment profit/(loss) before income tax	354	287	(838)	(482)	592	2,601	1,202	650	148	(250)	(3,129)	–	(1,671)	2,806
Assets/liabilities:														
Segment assets	5,868	4,544	1,219	998	12,904	15,523	6,600	7,383	893	1,363	7,429	8,868	34,913	38,679
Segment liabilities	(958)	(503)	(600)	(468)	(3,654)	(5,987)	(2,661)	(2,546)	(518)	(287)	(7,578)	(7,757)	(15,969)	(17,548)

* The details of the restatement are disclosed in Note 22 to the financial statements

E. Notes to the condensed interim consolidated financial statements (Cont'd)

4. Revenue and segment information (Cont'd)

S\$'000	<u>IaaS</u>		<u>SCS</u>		<u>WES</u>		<u>DES</u>		<u>Trading & Others</u>		<u>Unallocated</u>		<u>Total</u>	
	FY25	FY24	FY25	FY24	FY25	FY24	FY25	FY24	FY25	FY24	FY25	FY24	FY25	FY24
							Restated*	Restated*						Restated*
Revenue:														
External customers	6,729	5,982	853	1,170	15,147	23,764	9,536	11,228	2,316	3,478	–	–	34,581	45,622
Results:														
Other operating income	70	37	270	258	124	184	157	105	–	–	–	46	621	630
Changes in inventories & raw materials used	(272)	(367)	(338)	(412)	(3,520)	(7,900)	(4,258)	(6,628)	(1,669)	(3,028)	–	–	(10,057)	(18,335)
Employee benefits expense	(3,017)	(2,776)	(1,779)	(1,469)	(5,208)	(5,240)	(2,338)	(2,102)	(356)	(419)	–	–	(12,698)	(12,006)
Amortisation & depreciation expense	(1,067)	(1,001)	(210)	(184)	(370)	(300)	(179)	(160)	(1)	(1)	–	–	(1,827)	(1,646)
Allowance for expected credit loss on receivables	–	–	–	–	–	–	14	–	–	–	–	–	14	–
(Allowance for)/reversal of inventories obsolescence	(17)	22	–	(31)	–	–	–	–	14	10	–	–	(3)	1
Other operating expenses	(1,228)	(1,027)	(722)	(938)	(4,831)	(6,883)	(2,053)	(2,111)	(28)	(4)	–	–	(8,862)	(10,963)
Property, plant & equipment written off	(143)	(119)	–	–	–	–	–	–	–	–	–	–	(143)	(119)
Finance costs	(17)	(21)	(16)	(20)	(30)	(5)	(129)	(3)	–	–	–	–	(192)	(49)
Fair value adjustment for contingent consideration	–	–	–	–	–	–	–	–	–	–	(3,000)	–	(3,000)	–
Impairment of goodwill	–	–	–	–	–	–	–	–	–	–	(129)	–	(129)	–
Segment profit/(loss) before income tax	1,038	730	(1,942)	(1,626)	1,312	3,620	750	329	276	36	(3,129)	46	(1,695)	3,135
Assets/liabilities:														
Segment assets	5,868	4,544	1,219	998	12,904	15,523	6,600	7,383	893	1,363	7,429	8,868	34,913	38,679
Segment liabilities	(958)	(503)	(600)	(468)	(3,654)	(5,987)	(2,661)	(2,546)	(518)	(287)	(7,578)	(7,757)	(15,969)	(17,548)

* The details of the restatement are disclosed in Note 22 to the financial statements

E. Notes to the condensed interim consolidated financial statements (Cont'd)

5. Other operating income

	Group			
	2 nd Half Ended		Full Year Ended	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
Government grants	50	153	165	228
Foreign exchange gain, net	—	3	12	—
Interest income	50	68	125	162
Trade payables written off	211	129	211	129
Others	74	48	108	111
	<u>385</u>	<u>401</u>	<u>621</u>	<u>630</u>

6. Finance costs

	Group			
	2 nd Half Ended		Full Year Ended	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
Factoring charges	3	3	7	6
Interest on borrowings	3	8	9	18
Interest on lease liabilities	37	11	63	25
Interest on discounting of contract asset	113	—	113	—
	<u>156</u>	<u>22</u>	<u>192</u>	<u>49</u>

7. (Loss)/profit before income tax

	Group			
	2 nd Half Ended		Full Year Ended	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
Depreciation of property, plant and equipment	765	667	1,404	1,380
Amortisation of intangible assets	212	133	423	266
Directors' remuneration:				
i) Directors of the Company				
- Short-term benefits	250	212	467	449
- Employers' contribution to defined contribution plan	10	6	16	17
- Directors' fee	85	85	170	170
- Share-based compensation	11	—	15	—
ii) Directors of the subsidiaries				
- Short-term benefits	279	306	599	677
- Employers' contribution to defined contribution plan	20	21	42	42
- Directors' fee	3	3	6	6
- Share-based compensation	8	—	10	—

E. Notes to the condensed interim consolidated financial statements (Cont'd)

7. (Loss)/profit before income tax (Cont'd)

	Group			
	2 nd Half Ended		Full Year Ended	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
Allowance for/(reversal of) inventories obsolescence	19	1	3	(1)
Property, plant and equipment written off	46	119	143	119
Sub-contracting costs	2,225	4,884	6,285	8,862
Cost of shared-based compensation	111	–	145	–
Foreign exchange loss, net	30	–	–	15

8. Related party transactions

During the financial year, other than those disclosed elsewhere in the financial statements, the Group had no significant transactions with related parties.

9. Income tax expense

	Group			
	2 nd Half Ended		Full Year Ended	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
		Restated*		Restated*
Current income tax				
- Current	313	584	342	629
- Over provision in prior financial years	(48)	(41)	(223)	(41)
Deferred tax expense				
- Over provision in prior financial years	–	(31)	–	(31)
Total income tax expense	265	512	119	557

10. Dividends

	Group & Company	
	FY2025	FY2024
	S\$'000	S\$'000
Ordinary dividend:		
Final exempt (one-tier) dividend in respect of FY2023	–	737
Final exempt (one-tier) dividend in respect of FY2024	579	–
	579	737

* The details of the restatement are disclosed in Note 22 to the financial statements

E. Notes to the condensed interim consolidated financial statements (Cont'd)

11. (Loss)/earnings per share ("EPS")

The calculation of the basic (loss)/earnings per share attributable to the ordinary equity holders of the Company is based on the following data:

	Group			
	2 nd Half Ended FY2025	FY2024 Restated*	Full Year Ended FY2025	FY2024 Restated*
(Loss)/profit attributable to ordinary equity holders of the Company (S\$'000)	(1,936)	2,294	(1,814)	2,578
Weighted average number of ordinary shares outstanding				
- Basic	263,187,792	263,345,725	263,200,511	263,367,993
- Diluted	<u>263,247,053</u>	<u>263,345,725</u>	<u>263,259,772</u>	<u>263,367,993</u>
EPS (basic) in cents	(0.74)	0.87	(0.69)	0.98
EPS (diluted) in cents	<u>(0.74)</u>	<u>0.87</u>	<u>(0.69)</u>	<u>0.98</u>

Number of shares used for the calculation of EPS

The equity-settled employee share options granted in FY2025 under the Company's Employee Share Option Scheme are not included in the calculation of diluted earnings per share because they are antidilutive for the financial year ended 31 March 2025. The options could potentially dilute basic earnings per share in the future.

The Group did not have any dilutive instruments as at 31 March 2024.

12. Net asset value ("NAV")

	Group		Company	
	FY2025	FY2024 Restated*	FY2025	FY2024
NAV - (S\$'000)	<u>18,944</u>	<u>21,131</u>	<u>12,301</u>	<u>15,988</u>
Number of ordinary shares outstanding	<u>263,132,160</u>	<u>263,213,160</u>	<u>263,132,160</u>	<u>263,213,160</u>
NAV per ordinary share - (cents)	<u>7.20</u>	<u>8.03</u>	<u>4.67</u>	<u>6.07</u>

Number of shares used for the calculation of NAV

NAV has been computed based on equity attributable to the ordinary equity holders of our Company at the respective financial year end and the Company's share capital at the respective financial year end.

* The details of the restatement are disclosed in Note 22 to the financial statements

E. Notes to the condensed interim consolidated financial statements (Cont'd)

13. Investment in subsidiaries

Acquisition of Roots Communications Pte. Ltd. ("Roots Singapore")

In FY2023, the Company acquired the entire share capital of Roots Singapore.

The Company offered a purchase consideration which is calculated based on six (6) times multiple of the audited annual average consolidated net profit after tax of Roots Singapore and its subsidiary Roots Communications Sdn. Bhd. (collectively, the "**Roots Group**") for the period from 1 April 2023 to 31 March 2026 and capped at S\$18,000,000.

The consideration would be satisfied by a combination of cash and issuance of shares in the Company in 2 portions as follow:

1. Initial payment of S\$8,100,000 which consists of S\$4,860,000 in cash and S\$3,240,000 in shares in the Company which has been paid in FY2023;
2. Balance payment of up to S\$9,900,000 which consist of S\$5,940,000 in cash and S\$3,960,000 in shares in the Company will be determined after the financial year ended 31 March 2026.

The payments above represents the maximum amount payable by the Company and will be reduced accordingly based on the Post Completion Tranche Payment ("**PCTP**"). Based on management's estimate of the Roots Group's annual average consolidated net profit after tax for the period from 1 April 2023 to 31 March 2026, the total consideration for the acquisition would be S\$13,000,000 (31 March 2024: S\$10,000,000).

As such, a contingent consideration of S\$4,900,000 (31 March 2024: S\$1,900,000) has been recognised since the acquisition date, which has been recorded under "Other payables" in non-current liabilities.

The upward revision in the estimated total consideration from S\$10,000,000 to S\$13,000,000 in FY2025 reflects the better-than-expected financial performance of Roots Group since the acquisition. In accordance with the applicable accounting standards, subsequent changes in the fair value of contingent consideration that do not qualify as measurement period adjustments are required to be recognised in the income statement. As such, the S\$3,000,000 adjustment has been recorded as an expense in the Group's profit or loss for FY2025, rather than as an increase in the cost of investment at the Company level or as an adjustment to goodwill at the Group level.

14. Property, plant and equipment

During FY2025, the Group acquired assets amounting to S\$3.6 million (FY2024: S\$0.3 million) of which approximately S\$1.6 million (FY2024: S\$0.2 million) was acquired through the capitalisation of leases. Cash payments of S\$2,028,000 (FY2024: S\$173,000) were made to purchase property, plant and equipment.

Property, plant and equipment with a net book value of approximately S\$143,000 (FY2024: S\$119,000) were written off during FY2025, primarily comprising spent electronic monitoring leasing assets.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

15. Intangible assets

<u>Group</u>	Goodwill S\$'000	Develop- ment costs S\$'000	Intellectual property S\$'000	Trade- marks S\$'000	Total S\$'000
Cost:					
At 1/4/2023	2,677	4,012	—	—	6,689
Additions	—	511	—	5	516
At 31/3/2024 and 1/4/2024	2,677	4,523	—	5	7,205
Additions	—	467	25	—	492
At 31/3/2025	2,677	4,990	25	5	7,697
Accumulated amortisation and impairment:					
At 1/4/2023	—	2,832	—	—	2,832
Charge for the year	—	266	—	—	266
At 31/3/2024 and 1/4/2024	—	3,098	—	—	3,098
Charge for the year	—	420	2	1	423
Impairment	129	—	—	—	129
At 31/3/2025	129	3,518	2	1	3,650
Carrying amount:					
At 31/3/2025	2,548	1,472	23	4	4,047
At 31/3/2024	2,677	1,425	—	5	4,107

<u>Company</u>	Development costs S\$'000
Cost:	
At 1/4/2023	1,059
Transfers	(18)
At 31/3/2024 and 1/4/2024	1,041
Additions	171
At 31/3/2025	1,212
Accumulated Amortisation:	
At 1/4/2023	903
Charge for the year	9
At 31/3/2024 and 1/4/2024	912
Charge for the year	15
At 31/3/2025	927
Carrying amount:	
At 31/3/2025	285
At 31/3/2024	129

During the financial year ended 31 March 2025, the intangible assets comprised of goodwill, platform development, module development, intellectual property and trademarks.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

15. Intangible assets (Cont'd)

The additions in FY2025 mainly relates to the capitalisation of module development costs for the Group's IoT and electronic monitoring solutions, which was internally generated and the recognition of intellectual property.

The Group assesses goodwill for impairment annually, or more frequently when there is an indication for impairment. Determining whether goodwill is impaired requires an estimation of the value-in-use of the Cash Generating Unit ("CGU") to which goodwill has been allocated. Cash flow projections used in the value-in-use calculations were based on financial budgets covering a five-year period. The key assumptions for these value-in-use calculations are those regarding the discount rates, growth rates and expected changes to gross margins during the period. Management estimates discount rates using pre-tax rates that reflect current market assessments of the time value of money and the risks specific to the CGU. The growth rates are based on industry growth forecasts. Changes in gross margins are based on past practices and expectations of future changes in the market.

Based on the assessment, a goodwill impairment loss of S\$129,000 was recognised for FY2025 (FY2024: nil). The impairment arose from revised cash flow projections for a specific CGU reflecting updated market and operational expectations.

16. Trade receivables

	Group		Company	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Non-current</u>		Restated*		
Contract asset	538	—	—	—
<u>Current</u>				
Trade receivables	9,113	10,797	750	788
Less: Loss allowance	—	(14)	—	—
	9,113	10,783	750	788
Amount owing from subsidiaries	—	—	—	39
Accrued revenue	882	388	792	376
Contract asset	9,722	10,730	—	—
	19,717	21,901	1,542	1,203
Total trade receivables	20,255	21,901	1,542	1,203

Accrued revenue relates to the revenue recognised to date for satisfied performance obligations but has not been invoiced to the customer as at the financial year end and is transferred to trade receivables at the point when it is invoiced to the customers.

Contract assets relate to the revenue recognised to date for satisfied performance obligations but has not been invoiced to the customer as at the financial year end as the contract milestone has yet to be reached.

The Group uses an allowance matrix to measure Expected Credit Loss ("ECL") for trade receivables. The ECL rates are based on the Group's historical loss experience of the customers, for the last 3 years prior to the reporting date for various customer groups that are assessed by geographical locations, adjusted for forward looking factors, specific to the debtors and the economic environment which could affect the ability of the debtors to settle the trade receivables. The Group adjusts, as necessary, the allowance matrix at each reporting date. Such estimation of the ECL rates may not be representative of the actual default in the future.

* The details of the restatement are disclosed in Note 22 to the financial statements

E. Notes to the condensed interim consolidated financial statements (Cont'd)

17. Other receivables

	Group		Company	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
		Restated*		
Amounts due from subsidiaries	–	–	13,107	12,671
Less: Loss allowance	–	–	(8,778)	(9,231)
	–	–	4,329	3,440
Deposits	325	263	56	55
Advances to suppliers in relation to unsupplied goods	365	301	327	13
Prepayments	223	238	48	36
Others	128	55	–	–
Loan to a subsidiary	–	–	2,000	3,000
	<u>1,041</u>	<u>857</u>	<u>6,760</u>	<u>6,544</u>

18. Inventories

	Group		Company	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
Raw materials	86	66	–	–
Work in progress	–	253	–	255
Finished goods	1,392	3,569	147	143
	<u>1,478</u>	<u>3,888</u>	<u>147</u>	<u>398</u>

Inventories are stated at net realisable value after providing the allowance for inventories obsolescence as follows:

	Group		Company	
	FY2025	FY2024	FY2025	FY2024
	S\$'000	S\$'000	S\$'000	S\$'000
At beginning of the financial year	96	97	–	–
Allowance for/(reversal of) obsolescence	3	(1)	–	–
At end of financial year	<u>99</u>	<u>96</u>	<u>–</u>	<u>–</u>

The Group reviews its inventory levels in order to identify slow-moving and obsolete inventory and identifies items of inventory which have a market price, being the selling price quoted from the market of similar items that is lower than its carrying amount. Management then estimates the amount of inventory loss as an allowance on inventory. Changes in demand levels, technological developments and pricing competition could affect the saleability and values of the inventory.

* The details of the restatement are disclosed in Note 22 to the financial statements

E. Notes to the condensed interim consolidated financial statements (Cont'd)

19. Borrowings

	Group & Company	
	FY2025	FY2024
	S\$'000	S\$'000
Bank loans	111	370
<u>Borrowings are repayable as follows:</u>		
Within one year	111	259
After one year but within five years	—	111
	<u>111</u>	<u>370</u>

As at 31 March 2025, the banking facilities are secured by the following:

- (a) All sums in the current account with DBS bank; and
- (b) Corporate guarantee by a subsidiary, iWOW Connections Pte Ltd.

The bank loan will be fully repaid by July 2025.

20. Share capital

	Group & Company			
	FY2025		FY2024	
Issued and fully paid:	No. of shares	Share capital	No. of shares	Share capital
	'000	S\$'000	'000	S\$'000
<u>Ordinary Shares</u>				
At beginning of the financial year	263,213	30,983	263,390	31,019
Repurchase of treasury shares	(81)	(15)	(177)	(36)
At end of the financial year	<u>263,132</u>	<u>30,968</u>	<u>263,213</u>	<u>30,983</u>
<u>Treasury Shares</u>				
At beginning of the financial year	177	36	—	—
Repurchased during the financial year	81	15	177	36
At end of the financial year	<u>258</u>	<u>51</u>	<u>177</u>	<u>36</u>
% against outstanding shares	<u>0.10%</u>		<u>0.07%</u>	
<u>Outstanding Shares</u>				
Issued and fully paid ordinary shares	263,390	31,019	263,390	31,019
Less: Treasury shares	(258)	(51)	(177)	(36)
Outstanding ordinary shares	<u>263,132</u>	<u>30,968</u>	<u>263,213</u>	<u>30,983</u>

E. Notes to the condensed interim consolidated financial statements (Cont'd)

20. Share Capital (Cont'd)

Issuance of Ordinary Shares

During the current and prior financial year, there were no allotment and issuance of ordinary shares.

Treasury Shares

As at 31 March 2025, there were 258,100 (31 March 2024: 177,100) treasury shares held by the Company.

In FY2025, the Company acquired 81,000 (FY2024: 177,100) of its own shares through purchases on SGX. The total amount paid to acquire the shares was approximately \$15,000 (FY2024: S\$36,000) and has been deducted from shareholders' equity. The shares are held as treasury shares and the Company intends to reissue these shares to employees who exercise their share options under the iWOW Employee Share Option Scheme.

Accordingly, the percentage of the aggregate number of treasury shares held against the total number of shares outstanding is 0.10% (31 March 2024: 0.07%) as at 31 March 2025.

There were no sale, transfer, cancellation or use of treasury shares in both the current and prior financial years.

Subsidiary Holdings and Convertibles

As at 31 March 2025 and 31 March 2024, there were no subsidiary holdings and outstanding convertibles.

21. Share-based payment

iWOW (2021) Employee Share Option Scheme ("ESOS Scheme")

The ESOS Scheme was approved and adopted by the members of the Company at an Extraordinary General Meeting held on 22 December 2021. Please refer to Appendix G of the Company's Offer Document dated 6 April 2022, for details of the ESOS Scheme.

In FY2025, options to subscribe for 7,593,000 ordinary shares at an exercise price of S\$0.16 per ordinary share were granted to 44 eligible participants pursuant to the ESOS Scheme. The options are valid for ten (10) years from the date of grant and the vesting period is two (2) years. Please refer to the announcements made by the Company on 31 July 2024 and 19 August 2024 for details.

No options were exercised in the current or the prior financial year.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

21. Share-based payment (Cont'd)

iWOW (2021) Employee Share Option Scheme (Cont'd)

Date of grant of options	Vesting date of options	Expiry date of options	Exercise Price S\$	Group & Company	
				No. of share options outstanding 31/3/2025	31/3/2024
				'000	'000
31 Jul 2024	1 Aug 2026	30 Jul 2034	0.16	4,743	–
19 Aug 2024	20 Aug 2026	18 Aug 2034	0.16	2,850	–
				7,593	–
Options lapsed during the year				(145)	–
				7,448	–
Share options exercisable				–	–

As at 31 March 2025, there were options outstanding for 7,448,000 (31 March 2024: Nil) ordinary shares of the Company.

iWOW (2021) Performance Share Plan ("PSP")

The PSP was approved and adopted by the members of the Company at an Extraordinary General Meeting held on 22 December 2021. Please refer to Appendix H of the Company's Offer Document dated 6 April 2022, for details of the PSP.

No awards have been granted under the PSP since its adoption.

Share-based compensation reserve

The reserve comprises the cumulative value of employee services received for shares under the iWOW Share Incentive Schemes ("**Schemes**") of the Company. When shares are issued pursuant to the Schemes, the related balance previously recognised in the reserve is transferred to share capital.

22. Restatement of Comparative Figures

In FY2025, the Group identified a fabricated sales transaction perpetrated by a non-management sales staff member of an overseas subsidiary in March 2024. The fabrication was supported by falsified and detailed documentation and correspondence, intended to misrepresent a legitimate sale.

This matter was uncovered by the local finance team as part of the Group's existing internal controls and review process. Upon discovery, appropriate actions were taken, including the termination of the staff involved and the lodgement of a police report against the perpetrator.

The Group did not suffer any financial loss, as there were no actual transactions with third parties and no commission was paid in relation to the transaction. Internal investigations concluded that this was an isolated incident and no other transactions handled by the individual were found to be falsified.

While the incident was detected through existing internal controls, the Group has reviewed and reinforced relevant processes to enhance early detection and further mitigate the risk of recurrence – including the tightening of documentation verification procedures for digital records, strengthened segregation of duties and enhanced monitoring responsibilities by the Sales Manager over significant transactions.

E. Notes to the condensed interim consolidated financial statements (Cont'd)

22. Restatement of Comparative Figures (Cont'd)

The entries related to the falsified transaction have been corrected retrospectively and the comparative figures for FY2024 have been restated accordingly. The effects of the restatement on the previously reported figures are as follows:

<u>Statement of profit or loss and other comprehensive income (extract)</u>	As previously reported FY2024 S\$'000	Prior year adjust- ment S\$'000	As restated FY2024 S\$'000
Revenue	46,405	(783)	45,622
Other operating income	630	–	630
Changes in inventories & raw materials used	(18,842)	507	(18,335)
Employee benefits expense	(12,031)	25	(12,006)
Amortisation & depreciation expense	(1,646)	–	(1,646)
Other operating expenses	(11,081)	–	(11,081)
Finance costs	(49)	–	(49)
Profit before income tax	3,386	(251)	3,135
Income tax expense	(607)	50	(557)
Profit for the year	2,779	(201)	2,578
Exchange differences on translating foreign operations	(73)	4	(69)
Total comprehensive income for the year	2,706	(197)	2,509

<u>Statement of financial position (extract)</u>	As previously reported 31/3/2024 S\$'000	Prior year adjust- ment S\$'000	As restated 31/3/2024 S\$'000
Inventories	3,888	–	3,888
Trade receivables	22,670	(769)	21,901
Other receivables	807	50	857
Fixed deposit pledged	54	–	54
Cash and cash equivalents	6,327	–	6,327
Total current assets	33,746	(719)	33,027
Share capital	31,019	–	31,019
Treasury shares	(36)	–	(36)
Foreign currency translation reserve	(107)	4	(103)
Accumulated losses	(9,548)	(201)	(9,749)
Total equity	21,328	(197)	21,131
Borrowing	259	–	259
Lease liabilities	285	–	285
Trade payables	6,951	(497)	6,454
Other payables	7,019	(25)	6,994
Contract liabilities	777	–	777
Provision for taxation	644	–	644
Total current liabilities	15,935	(522)	15,413

E. Notes to the condensed interim consolidated financial statements (Cont'd)

22. Restatement of Comparative Figures (Cont'd)

<u>Statement of cash flows (extract)</u>	As previously reported FY2024	Prior year adjust- ment	As restated FY2024
	S\$'000	S\$'000	S\$'000
OPERATING ACTIVITIES			
Profit before income tax	3,386	(251)	3,135
<u>Adjustments for:</u>			
Depreciation of property, plant and equipment	1,380	—	1,380
Amortisation of intangible assets	266	—	266
Reversal of inventories obsolescence	(1)	—	(1)
Property, plant and equipment written off	119	—	119
Trade payables written off	(129)	—	(129)
Provision on reinstatement	62	—	62
Unrealised exchange gain	(61)	4	(57)
Interest income	(162)	—	(162)
Interest expense	43	—	43
Operating cash flows before working capital changes	4,903	(247)	4,656
 Inventories	299	—	299
Trade and other receivables	(9,528)	769	(8,759)
Trade payables, other payables and contract liabilities	3,510	(522)	2,988
Cash used in operations	(816)	—	(816)

23. Subsequent events

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

F. Other information

1. Review

The condensed interim statements of financial position of iWOW Technology Limited and its subsidiaries as at 31 March 2025 and the related condensed interim statement of profit or loss and other comprehensive income, condensed interim statements of changes in equity and condensed interim statement of cash flows for the six-months and financial year ended 31 March 2025 and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

INCOME STATEMENT - Comparing FY2025 to FY2024

Revenue decreased by 24% from approximately S\$45.6 million in FY2024 to approximately S\$34.6 million in FY2025, mainly due to lower revenue contribution from the Smart City Solutions (“SCS”), Wireless Engineering Solutions (“WES”), Datacomm & Enterprise Solutions (“DES”) and trading segments, which was partially offset by higher revenue contribution from the IoT-as-a-service (“IaaS”) segment.

- (a) revenue for IaaS segment increased by 12% from approximately S\$6.0 million in FY2024 to approximately S\$6.7 million in FY2025 due to higher sales for Smart Metering Services and Electronic Monitoring Solutions (“EMS”);
- (b) revenue for SCS segment declined by 27% from approximately S\$1.2 million in FY2024 to approximately S\$0.9 million in FY2025 mainly due to lower sales for non-IaaS Smart Metering and IoT installation works as customers’ preference shift towards the IaaS model;
- (c) revenue for WES segment decreased by 36% from approximately S\$23.8 million in FY2024 to approximately S\$15.1 million in FY2025 mainly due to lower revenue recognised from the S\$20.0 million Smart City Infrastructure (“SCI”) contract announced in July 2023. A significant portion of the project’s revenue was recognised in FY2024, when more intensive installation and integration works was performed.
- (d) revenue for DES segment decreased by 15% from approximately S\$11.2 million in FY2024 to approximately S\$9.5 million in FY2025 due to lower sales for network infrastructure solutions; and
- (e) revenue for Trading & Others segment decreased by 33% from approximately S\$3.5 million in FY2024 to approximately S\$2.3 million in FY2025 due to lower regional sales for Datacomm products.

Other operating income remained unchanged at approximately \$0.6 million. While government grants decreased by S\$0.1 million, this was offset by a corresponding increase in trade payables written off. Other operating income also consists foreign exchange gain, interest income from short term deposits and sundry income.

Changes in Inventories & raw materials used decreased by 45% from approximately S\$18.3 million in FY2024 to approximately S\$10.1 million in FY2025. This is mainly contributed by lower changes in inventories and raw materials used for WES, DES and trading segments, which is in line with the lower revenue for these segments.

Employee benefits expense increased by 6% from approximately S\$12.0 million in FY2024 to approximately S\$12.7 million in FY2025, mainly due to (i) higher CPF contribution rates effected in FY2025 and inflationary adjustments; (ii) lower capitalisation of R&D cost in FY2025; and (iii) cost of share-based compensation incurred from the inaugural grant of options in FY2025 pursuant to the ESOS Scheme.

F. Other information (Cont'd)

2. Review of performance of the Group (Cont'd)

INCOME STATEMENT - Comparing FY2025 to FY2024 (Cont'd)

Amortisation & depreciation expense increased by 11% from approximately S\$1.6 million in FY2024 to approximately S\$1.8 million in FY2025, mainly due to additional depreciation expense from new leasing assets acquired in FY2025. The increase was partially offset by fully depreciated / amortised assets and spent leasing assets disposed.

Other operating expenses decreased by 19% from approximately S\$11.1 million in FY2024 to approximately S\$9.0 million in FY2025, mainly due to a S\$2.6 million reduction in sub-contracting expenses, which is in line with the decreased WES and DES revenue. The decrease was partially offset by (i) the absence of a one-off liquidated damages provision reversal of approximately S\$0.2 million in prior year; (ii) higher exhibition costs from the Group's participation in CES USA 2025 to showcase its Age-Tech innovations; and (iii) increased expenses including, repair and maintenance costs, insurance and audit fees.

Finance cost increased by S\$0.1 million from approximately S\$49,000 in FY2024 to approximately S\$192,000 in FY2025, mainly due to (i) a non-cash interest expense from the discounting of a long term contract asset; and (ii) higher interest expense attributable to new leases acquired in FY2025.

Income tax expense decreased by 79% from approximately S\$0.6 million in FY2024 to approximately S\$0.1 million in FY2025, mainly due to lower profits. The decrease was also contributed by tax discharged for prior year due to successful application of M&A allowance, for the acquisition of ROOTS Singapore.

Loss for the year stood at approximately S\$1.8 million, as compared to a profit of approximately S\$2.6 million in FY2024. This was mainly due to an operating profit after tax of S\$1.3 million as a result of the above, offset by (i) the S\$3.0 million fair value adjustment for contingent consideration (as elaborated in Note 13 to the financial statements); and (ii) the S\$0.1 million goodwill impairment charge (as elaborated in Note 15 to the financial statements).

The operating profit decline was broadly due to a sustained increase in the cost base from prior-year investments in R&D and business development initiatives, while revenue growth was held back by delayed contract awards, such as the Wireless Alarm Alert System contract announced in January 2025, and slower than expected progress in advancing other opportunities.

Other comprehensive income consist of currency translation differences attributed to the Group's Malaysian subsidiaries. The gain was mainly attributable to the appreciation of the Malaysian Ringgit in FY2025.

INCOME STATEMENT - Comparing 2H2025 to 2H2024

Revenue decreased by 38% from approximately S\$28.4 million in 2H2024 to approximately S\$17.5 million in 2H2025, mainly due to lower revenue contribution from the SCS, WES, DES and trading segments, which was partially offset by higher revenue contribution from IaaS segment.

(a) revenue for IaaS segment grew by 9% from approximately S\$3.1 million in 2H2024 to approximately S\$3.3 million in 2H2025 due to higher sales for Smart Metering Services;

(b) revenue for SCS segment declined by 23% from approximately S\$0.8 million in 2H2024 to approximately S\$0.6 million in 2H2025 due to lower sales for non-IaaS Smart Metering and IoT installation works as customers' preference shift towards the IaaS model;

F. Other information (Cont'd)

2. Review of performance of the Group (Cont'd)

INCOME STATEMENT - Comparing 2H2025 to 2H2024 (Cont'd)

- (c) revenue for DES segment decreased by 14% from approximately S\$7.9 million in 2H2024 to approximately S\$6.8 million in 2H2025 due to lower sales for network infrastructure solutions;
- (d) revenue for WES segment decreased by 65% from approximately S\$14.9 million in 2H2024 to approximately S\$5.2 million in 2H2025 mainly due to lower revenue recognised from the S\$20.0 million SCI contract announced in July 2023. A significant portion of the project's revenue was recognised in 2H2024, when more intensive installation and integration works was performed.
- (e) revenue for Trading & Others segment decreased by 13% from approximately S\$1.8 million in 2H2024 to approximately S\$1.5 million in 2H2025 due to lower regional sales attributed to Datacomm products.

Other operating income remained unchanged at approximately S\$0.4 million. While government grants decreased by S\$0.1 million, this was offset by a corresponding increase in trade payables written off. Other operating income also consists interest income from short term deposits and sundry income.

Changes in Inventories & raw materials used decreased by 59% from approximately S\$13.1 million in 2H2024 to approximately S\$5.4 million in 2H2025. This is mainly contributed by lower changes in inventories and raw materials used for WES, DES and trading segments, which is in line with the lower revenue for these segments in 2H2025.

Employee benefits expense increased marginally by 2% from approximately S\$6.1 million in 2H2024 to approximately S\$6.2 million in 2H2025, mainly due to higher CPF contribution rates, inflationary adjustments and cost of share-based compensation incurred from the inaugural grant of options in FY2025 pursuant to the ESOS Scheme. The increase was partially offset by lower capitalisation of R&D cost in 2H2025, as compared to 1H2024.

Amortisation & depreciation expense increased by 22% from approximately S\$0.8 million in 2H2024 to approximately S\$1.0 million in 2H2025, mainly due to additional depreciation expense from new leasing assets acquired in FY2025. The increase was partially offset fully depreciated / amortised assets and spent leasing assets disposed.

Other operating expenses decreased by 38% from approximately S\$5.9 million in 2H2024 to approximately S\$3.7 million in 2H2025, mainly due to a decrease in sub-contracting expenses by approximately S\$2.7 million, which is in line with the decreased WES and DES revenue in 2H2025. The decrease was partially offset by (i) the absence of a one-off liquidated damages provision reversal of approximately S\$0.2 million in prior year; (ii) higher exhibition costs from the Group's participation in CES USA 2025 to showcase its Age-Tech innovations; and (iii) increased cost of sales.

Finance cost increased by S\$0.1 million from approximately S\$22,000 in 2H2024 to approximately S\$156,000 in 2H2025, mainly due to a non-cash interest expense from the discounting of a long term contract asset in 2H2025.

Income tax expense decreased by 48% from approximately S\$0.5 million in 2H2024 to approximately S\$0.3 million in 2H2025, mainly due to lower profits.

Loss for the period stood at approximately S\$1.9 million, as compared to a profit of approximately S\$2.3 million in 2H2024. This was mainly due to an operating profit after tax of S\$1.2 million as a result of the above, offset by (i) the S\$3.0 million fair value adjustment for contingent consideration (as elaborated

F. Other information (Cont'd)

2. Review of performance of the Group (Cont'd)

INCOME STATEMENT - Comparing 2H2025 to 2H2024 (Cont'd)

in Note 13 to the financial statements); and (ii) the S\$0.1 million goodwill impairment charge (as elaborated in Note 15 to the financial statements).

The operating profit decline was broadly due to a sustained increase in the cost base from prior-year investments in R&D and business development initiatives, while revenue growth was held back by delayed contract awards, such as the Wireless Alarm Alert System contract announced in January 2025, and slower than expected progress in advancing other opportunities.

GROUP'S FINANCIAL POSITION

Net asset decreased by S\$2.2 million from approximately S\$21.1 million as at end-FY2024 to approximately S\$18.9 million as at end-FY2025, mainly due to FY2025 losses of S\$1.8 million and a final dividend of S\$0.6 million distributed to shareholders. The decrease was partially offset by (i) a foreign currency translation gains of S\$0.1 million; and (iii) the increase in share-based compensation reserves by S\$0.1 million.

Property, plant and equipment increased by S\$2.1 million from approximately S\$1.5 million as at end-FY2024 to approximately S\$3.6 million as at end-FY2025, mainly due to (i) the purchase of plant and equipment of approximately S\$2.0 million, largely comprising IaaS leasing assets; and (ii) the capitalisation of new leases of approximately S\$1.6 million. The increase was partially offset by depreciation of approximately S\$1.4 million and spent leasing assets write-off with a net book value of approximately S\$0.1 million.

Intangible assets decreased by S\$0.1 million from approximately S\$4.1 million as at end-FY2024 to S\$4.0 million as at end-FY2025, mainly due to FY2025's amortisation of approximately S\$0.4 million and an impairment of goodwill of approximately S\$0.1 million. The decrease was partially offset by the capitalisation of development costs of approximately S\$0.5 million for new Electronic Monitoring and Silver Generation products.

Inventories decreased by 62% from approximately S\$3.9 million as at end-FY2024 to approximately S\$1.5 million as at end-FY2025. The decrease was mainly due to the sales of Datacomm products as well as the utilisation of work-in-progress inventory for on-going projects.

Trade receivables decreased by 8% from approximately S\$21.9 million as at end-FY2024 to approximately S\$20.3 million as at end-FY2025, in line with lower revenue in 2H2025 and the collection of prior year billings for the major SCI project. The FY2025 balance includes a non-current receivable of approximately S\$0.5 million, relating to a long-term contract asset from a six-year DES contract.

Other receivables increased by 21% from approximately S\$0.9 million as at end-FY2024 to approximately S\$1.0 million as at end-FY2025, mainly due to advances and prepayments to suppliers for orders pending fulfilment.

Share capital, net of treasury shares, decreased marginally by S\$15,000 to approximately S\$31.0 million as at end-FY2025 due to the repurchase of treasury shares in FY2025.

Foreign currency translation reserve arose from the consolidation of the Group's Malaysian subsidiaries. The reserve advanced from an approximately S\$0.1 million loss as at end-FY2024 to an approximately S\$27,000 loss as at end-FY2025, due to appreciation of the Malaysian Ringgit.

F. Other information (Cont'd)

2. Review of performance of the Group (Cont'd)

GROUP'S FINANCIAL POSITION (Cont'd)

Share-based compensation reserve arose from the grant of share options in FY2025, pursuant to the ESOS Scheme.

Borrowings decreased by 70% from approximately S\$0.4 million as at end-FY2024 to approximately S\$0.1 million as at end-FY2025, due to the periodic repayments of a bank loan during the financial year.

Lease liabilities increased by S\$1.0 million from approximately S\$0.4 million as at end-FY2024 to approximately S\$1.4 million as at end-FY2025 due to the renewal of leases amounting to approximately S\$1.6 million. This was partially offset by lease repayments totalling approximately S\$0.6 million in FY2025.

Trade payables decreased by 32% from approximately S\$6.5 million as at end-FY2024 to approximately S\$4.4 million as at end-FY2025, reflecting lower purchases in line with the revenue decline in 2H2025 and the settlement of prior year SCI project billings.

Other payables (current) decreased by 45% from approximately S\$7.0 million as at end-FY2024 to approximately S\$3.8 million as at end-FY2025, mainly due to settlement of prior year's balances.

Other payables (non-current) increased by S\$3.0 million, from S\$1.9 million as at end-FY2024 to approximately S\$4.9 million as at end-FY2025. This was attributed to the upward revision of the estimated contingent consideration for the acquisition of Roots Group, as elaborated in Note 13 to the financial statements.

Contract liabilities increased by 39% from approximately S\$0.8 million as at end-FY2024 to approximately S\$1.1 million as at end-FY2025, mainly due to higher advance billings for SCI projects, relating to orders that had not yet been fulfilled end-FY2025.

Provision for taxation decreased by 52% from approximately S\$0.6 million as at end-FY2024 to S\$0.3 million as at end-FY2025, which is in line with the lower tax expense (before adjustments to reverse prior year over provision) in FY2025.

CASHFLOW

The Group's cash and cash equivalents decreased by 30% or S\$1.9 million from approximately S\$6.3 million as at end-FY2024 to approximately S\$4.4 million as at end-FY2025.

While operating activities generating net cash of approximately S\$2.0 million, the decrease was mainly due to (i) capital expenditure of approximately S\$2.4 million for IaaS leasing assets and development costs; (ii) dividend payment of approximately S\$0.6 million; and (iii) lease and other financing outflows of approximately S\$1.0 million.

Operating activities

The Group's net cash generated from operating activities was a result of operating cash flow before movement in working capital of approximately S\$3.4 million, offset by net working capital outflows of approximately S\$1.0 million and tax paid of approximately S\$0.4 million.

The Group's net working capital outflow was mainly driven by a S\$4.7 million decrease in trade and other payables, due to the settlement of prior year SCI project billings and other payments, as well as reduced purchases in line with the revenue decline in 2H2025.

F. Other information (Cont'd)

2. Review of performance of the Group (Cont'd)

CASHFLOW (Cont'd)

The outflow was partially offset by a decrease in inventories of approximately S\$2.4 million, driven by sales and the utilisation of work-in-progress inventory for SCI projects and a decrease in receivables of approximately S\$1.4 million due to collections and lower revenue in 2H2025.

Investing activities

The Group used approximately S\$2.4 million in investing activities mainly for (i) the purchase of plant and equipment of approximately S\$2.0 million, which primarily comprise Electronic Monitoring devices and other IaaS model leasing assets; and (ii) the capitalisation of development costs of approximately S\$0.5 million for new Electronic Monitoring and Silver Generation products. These outflows were partially offset by interest income of approximately S\$0.1 million.

Financing activities

The Group used approximately S\$1.6 million in financing activities mainly for (i) dividend payments of approximately S\$0.6 million; (ii) lease repayments, including interest, of approximately S\$0.7 million; and (iii) partial repayment of a bank loan amounting to approximately S\$0.3 million.

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

Not applicable. No forecast or prospect statement was previously disclosed to shareholders.

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

Our continued investment in age-tech R&D is beginning to bear fruit. As announced in January 2025, iWOW was awarded a significant contract exceeding S\$50.0 million by the Government Technology Agency of Singapore ("GovTech") for the design, supply, installation, commissioning, operation, and maintenance of the Front-End System of the Wireless Alert Alarm System ("WAAS"). This initiative is expected to benefit approximately 26,800 additional seniors across 170 HDB rental blocks.

The WAAS contract is expected to open doors to other age-tech safety solutions, including fall detection sensors and wearable alert devices – further enhancing support for Singapore's ageing population.

This milestone not only reinforces iWOW's leadership in Singapore's age-tech sector but also positions us for broader market expansion. With a growing demand for eldercare technologies, the contract affirms our role as the government's preferred partner and enhances our ability to scale both locally and internationally through economies of scale. In our view, the Singapore market presents an achievable target of 100,000 senior households – offering significant long-term return potential.

Looking ahead, we remain committed to innovation, with an R&D roadmap that integrates AI and next-generation technologies into our age-tech solutions. These advancements will further strengthen our position in the rapidly expanding silver economy and support sustained growth in this strategic vertical.

Globally, while current trade tensions – such as the US-China tariff situation – have no direct impact on our operations due to the absence of US trade, we are actively exploring opportunities to introduce the BOP platform to the US market and other international markets. At the same time, we are monitoring potential indirect cost impacts from US-sourced components.

F. Other information (Cont'd)

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

Despite new global financial and geopolitical uncertainties, we remain cautiously optimistic about iWOW's medium to long-term outlook. Our order book grew to S\$131.0 million as of 30 April 2025, up from S\$83.5 million in October 2024. Our focus remains on expanding our product portfolio to capture opportunities driven by megatrends such as population ageing, urbanization, sustainability, and digitalization. As these orders are progressively fulfilled and revenue recognized, we expect corresponding improvements in financial performance.

5. Dividend information

i. Whether an interim / final ordinary dividend has been declared and/or recommended.

No.

ii. Current financial period reported on.

Not applicable.

iii. Corresponding period of the immediate preceding financial year.

Name of dividend	Final
Dividend type	Cash
Dividend per ordinary share (cents)	0.22
Tax Rate	Tax exempted (one-tier)

iv. The date the dividend is payable.

Not applicable.

v. The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared for FY2025, as the Group recorded a net loss for the year, primarily due to the one-off fair value adjustment of S\$3.0 million relating to contingent consideration for the acquisition of Roots Group (as elaborated in Note 13 to the financial statements).

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

The Group has not obtained a general mandate from shareholders of the Company for IPTs. There were no transactions entered into between our Group and interested persons of S\$100,000 or more for the current financial period under review.

F. Other information (Cont'd)

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

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

There were no new director or executive officer appointed during the current financial period/year.

9. 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 Note 4 of Section E – Notes to the condensed interim consolidated financial statements.

10. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Please refer to Note 2 of Section F – Other Information.

11. A breakdown of sales:

	Group Full Year Ended		+ / (-) %
	FY2025 S\$'000	FY2024 S\$'000 Restated*	
Sales reported for first half year	17,070	17,266	(1)
Profit after tax for first half year	122	284	(57)
Sales reported for second half year	17,511	28,356	(38)
(Loss)/profit after tax for second half year	(1,936)	2,294	n.m.

n.m. – not meaningful

12. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

	Group & Company	
	FY2025 S\$'000	FY2024 S\$'000
Ordinary	579	737
Preference	–	–
	<u>579</u>	<u>737</u>

Please refer to Note 10 of Section E – Notes to the condensed interim consolidated financial statements, for further information.

* The details of the restatement are disclosed in Note 22 to the financial statements

F. Other information (Cont'd)

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

Pursuant to Rule 704(10) of the Catalist Rules, the Company confirms that there is no person occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

14. Use of Initial Public Offering (“IPO”) proceeds as at date of this announcement.

Pursuant to the IPO on 14 April 2022, the Company received gross proceeds of S\$6.5 million from the placement of new shares.

As at the date of this announcement, the status on the use of the proceeds is as follows:

	Amount allocated (1)	Amount utilised	Balance
	S\$'000	S\$'000	S\$'000
Enlarging our customer base by engaging both existing B2B customers and expanding our offerings to the B2C segments	1,000	(1,000)	–
Expanding our market reach by offering out IoT solutions in overseas markets	500	(220)	280
Enhancing our research and solution development activities to bolster our IoT offerings	1,250	(1,179)	71
Expanding our business through, <i>inter alia</i> , investments, mergers and acquisitions, joint ventures and/or strategic collaborations	1,000	(1,000)	–
Working capital (2)	1,437	(1,437)	–
Listing expenses	1,313	(1,313)	–
	6,500	(6,149)	351

Notes:

(1) As disclosed in the Offer Document dated 6 April 2022.

(2) Subsequent to the acquisition of Roots Singapore in FY2023, as disclosed in Note 13 of the Notes to the condensed interim consolidated financial statements, the Company extended a S\$3.0 million loan to Roots Singapore for its working capital requirements. The loan was funded by internal resources and the S\$1.4 million IPO proceed designated for working capital purposes.

BY ORDER OF THE BOARD

Raymond Bo
CEO and Executive Director

29 May 2025