



**OCEAN SKY INTERNATIONAL LIMITED  
AND ITS SUBSIDIARIES**

**CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX MONTHS ENDED 30 JUNE 2025**

# Contents

Condensed interim consolidated statement of comprehensive income	3
Condensed interim statements of financial position	4
Condensed interim consolidated statement of changes in equity	5
Condensed interim consolidated statement of cash flows	7
Notes to the condensed interim consolidated financial statements	8
Other information required by Listing Rule Appendix 7C	20

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

The board of directors (the “Board” or “Directors”) of Ocean Sky International Limited (the “Company”) hereby announces the condensed interim consolidated results of the Company and its subsidiaries (collectively referred to as the “Group”) for the six months ended 30 June 2025, together with the comparative figures for the six months ended 30 June 2024. The Group’s interim results for the six months ended 30 June 2025 are unaudited.

	Note	6 Months Ended		
		30.6.2025	30.6.2024	+ / (-)
		\$'000	\$'000	%
Revenue	4	17,998	13,959	28.9
Cost of services		(14,976)	(11,885)	26.0
Gross profit		3,022	2,074	45.7
Other income		465	281	65.5
Administrative and other operating expenses		(2,285)	(2,473)	(7.6)
Finance costs	5	(412)	(481)	(14.3)
Share of results of joint ventures, net of tax		(10)	140	N.M.
<b>Profit/(Loss) before income tax</b>	5	780	(459)	N.M.
Income tax credit/(expense)	6	18	(117)	N.M.
<b>Profit/(Loss) for the financial period attributable to owners of the parent</b>		798	(576)	N.M.
<b>Other comprehensive income:</b>				
<i>Item that may be reclassified subsequently to profit or loss:</i>				
- Exchange differences on translating foreign operations		22	511	
Other comprehensive income for the financial period, net of tax		22	511	
<b>Total comprehensive income for the financial period attributable to owners of the parent</b>		820	(65)	
<b>Profit/(Loss) per share (cents)</b>				
- Basic and diluted		0.19	(0.13)	

N.M.: Not meaningful

*The accompanying notes form an integral part of these condensed interim financial statements.*

**CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2025**

		<b>Group</b>		<b>Company</b>	
	<b>Note</b>	<b>30.6.2025</b>	<b>31.12.2024</b>	<b>30.6.2025</b>	<b>31.12.2024</b>
		<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Non-current assets</b>					
Property, plant and equipment	8	10,195	9,964	-	-
Investment property	9	15,125	14,875	-	-
Investments in subsidiaries		-	-	15,262	15,329
Investments in joint ventures		1,475	1,621	-	-
		<u>26,795</u>	<u>26,460</u>	<u>15,262</u>	<u>15,329</u>
<b>Current assets</b>					
Inventories		179	244	-	-
Trade and other receivables	10	21,009	21,242	17,548	20,511
Contract assets	11	3,363	4,407	-	-
Cash and cash equivalents		15,902	14,767	9,920	7,371
		<u>40,453</u>	<u>40,660</u>	<u>27,468</u>	<u>27,882</u>
Less:					
<b>Current liabilities</b>					
Trade and other payables	12	7,955	7,946	16,944	16,991
Contract liabilities	11	559	225	-	-
Provisions		192	190	-	-
Bank term loans	13	9,792	1,403	-	-
Lease liabilities	13	472	329	19	19
Current income tax payable		402	707	-	-
		<u>19,372</u>	<u>10,800</u>	<u>16,963</u>	<u>17,010</u>
<b>Net current assets</b>		<u>21,081</u>	<u>29,860</u>	<u>10,505</u>	<u>10,872</u>
Less:					
<b>Non-current liabilities</b>					
Bank term loans	13	4,122	13,525	-	-
Lease liabilities	13	1,788	1,679	5	15
Deferred tax liabilities		259	229	-	-
		<u>6,169</u>	<u>15,433</u>	<u>5</u>	<u>15</u>
<b>Net assets</b>		<u>41,707</u>	<u>40,887</u>	<u>25,762</u>	<u>26,186</u>
<b>Equity</b>					
Share capital	14	55,169	55,169	55,169	55,169
Foreign currency translation reserve		(244)	(266)	-	-
Accumulated losses		(13,218)	(14,016)	(29,407)	(28,983)
<b>Equity attributable to owners of the parent</b>		<u>41,707</u>	<u>40,887</u>	<u>25,762</u>	<u>26,186</u>

*The accompanying notes form an integral part of these condensed interim financial statements.*

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

	Share capital \$'000	Foreign currency translation reserve \$'000	Accumulated losses \$'000	Equity attributable to owners of the parent \$'000
<b><u>The Group</u></b>				
Balance at 1 January 2025	55,169	(266)	(14,016)	40,887
<b>Profit for the financial period</b>	-	-	798	798
<b>Other comprehensive income for the financial period</b>				
Exchange differences on translating foreign operations	-	22	-	22
Total other comprehensive income for the financial period	-	22	-	22
<b>Total comprehensive income for the financial period</b>	-	22	798	820
Balance at 30 June 2025	55,169	(244)	(13,218)	41,707
Balance at 1 January 2024	55,169	(735)	(13,928)	40,506
<b>Loss for the financial period</b>	-	-	(576)	(576)
<b>Other comprehensive income for the financial period</b>				
Exchange differences on translating foreign operations	-	511	-	511
Total other comprehensive income for the financial period	-	511	-	511
<b>Total comprehensive income for the financial period</b>	-	511	(576)	(65)
Balance at 30 June 2024	55,169	(224)	(14,504)	40,441

*The accompanying notes form an integral part of these condensed interim financial statements.*

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025 (CONTINUED)**

	<b>Share capital \$'000</b>	<b>Accumulated losses \$'000</b>	<b>Equity attributable to owners of the parent \$'000</b>
<b><u>The Company</u></b>			
Balance at 1 January 2025	55,169	(28,983)	26,186
<b>Total comprehensive income for the financial period</b>	-	(424)	(424)
Balance at 30 June 2025	<u>55,169</u>	<u>(29,407)</u>	<u>25,762</u>
 Balance at 1 January 2024	 55,169	 (28,410)	 26,759
<b>Total comprehensive income for the financial period</b>	-	(648)	(648)
Balance at 30 June 2024	<u>55,169</u>	<u>(29,058)</u>	<u>26,111</u>

*The accompanying notes form an integral part of these condensed interim financial statements.*

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

	<b>6 Months Ended</b>	
	<b>30.6.2025</b>	<b>30.6.2024</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Operating activities</b>		
<b>Profit/(Loss) before income tax</b>	780	(459)
Adjustments for:		
Depreciation of property, plant and equipment	461	477
Gain on disposal of property, plant and equipment	(5)	(23)
Interest expense	412	481
Interest income	(88)	(180)
Provision made for defects liability	5	104
Provision for penalty and interest written back	(279)	-
Property, plant and equipment written off	-	6
Share of results of joint ventures	10	(140)
Unrealised foreign exchange loss	-	6
<b>Operating cash flows before working capital changes</b>	<b>1,296</b>	<b>272</b>
Working capital changes:		
Inventories	66	(47)
Trade and other receivables	(3,723)	(2,959)
Contract assets and contract liabilities	1,378	1,971
Trade and other payables	288	841
Provisions	(2)	(31)
<b>Net cash (used in)/generated from operations</b>	<b>(697)</b>	<b>47</b>
Income taxes paid	(256)	(187)
<b>Net cash used in operating activities</b>	<b>(953)</b>	<b>(140)</b>
<b>Investing activities</b>		
Purchase of property, plant and equipment (Note 8)	(254)	(201)
Increase in investment property	(417)	-
Proceeds from disposals of property, plant and equipment	8	24
Repayment of advances from joint ventures	3,955	2,020
Interest received	88	180
<b>Net cash generated from investing activities</b>	<b>3,380</b>	<b>2,023</b>
<b>Financing activities</b>		
Interest paid	(412)	(481)
Repayment of bank borrowings	(897)	(1,579)
Repayment of lease liabilities	(189)	(128)
<b>Net cash used in financing activities</b>	<b>(1,498)</b>	<b>(2,188)</b>
<b>Net change in cash and cash equivalents</b>	<b>929</b>	<b>(305)</b>
<b>Cash and cash equivalents at beginning of financial period</b>	<b>14,767</b>	<b>15,896</b>
Effect of foreign exchange rate changes on cash and cash equivalents	206	441
<b>Cash and cash equivalents at end of financial period</b>	<b>15,902</b>	<b>16,032</b>

*The accompanying notes form an integral part of these condensed interim financial statements.*

## NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025

---

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

### 1. General corporate information

Ocean Sky International Limited (the “Company”) is a public limited company incorporated and domiciled in Singapore with its registered office and principal place of business at 29 Tuas South Street 1 Singapore 638036. The Company is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (the “SGX-ST”). The Company’s registration number is 198803225E.

These condensed interim consolidated financial statements as at and for the six months financial period ended 30 June 2025 comprise the Company and its subsidiaries (the “Group”). The principal activity of the Company is that of an investment holding company.

The principal activities of the Group are:

- (a) Building and civil engineering;
- (b) Wholesales/leasing of construction-related machinery and materials;
- (c) Property developments; and
- (d) Investment holding.

### 2. Basis of preparation

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

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards and changes in accounting policies as set out in Note 2.1.

The condensed interim financial statements are expressed in Singapore dollar, which is the functional currency of the Company and the presentation currency for the condensed interim financial statements and rounded to the nearest thousand (“\$’000”), unless otherwise stated.

#### 2.1 New and amended standards adopted by the Group

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



**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

---

**2. Basis of preparation (Continued)**

**2.2 Use of judgements and estimates**

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

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

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.

Management is of opinion that there is no significant judgement and estimation made in applying accounting policies that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next interim period, except for the fair value of investment property as disclosed in Note 9 to the condensed interim financial statements.

**3. Seasonal operations**

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

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

**4. Segment reporting**

The Group is organised into the following main business segments:

- Construction and engineering segment - the business of building and civil engineering contractors; and
- Property segment - the business of leasing of properties and development of properties.

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

	<b>Construction and engineering \$'000</b>	<b>Property \$'000</b>	<b>Unallocated \$'000</b>	<b>Consolidated \$'000</b>
<b><u>HYE2025</u></b>				
<b>Revenue</b>				
Revenue from external customers	17,431	567	-	17,998
Total revenue	<u>17,431</u>	<u>567</u>	<u>-</u>	<u>17,998</u>
<b>Results</b>				
Segment results	2,062	37	(524)	1,575
Interest income	36	19	33	88
Interest expense	(121)	(290)	(1)	(412)
Depreciation of property, plant and equipment	(461)	-	-	(461)
Share of results of joint ventures	-	(10)	-	(10)
<b>Profit/(Loss) before income tax</b>	<u>1,516</u>	<u>(244)</u>	<u>(492)</u>	<u>780</u>
Income tax credit				18
<b>Profit for the financial period</b>				<u>798</u>
<b>Capital expenditure</b>				
Additions to non-current assets	<u>694</u>	<u>417</u>	<u>-</u>	<u>1,111</u>
<b>Assets and liabilities</b>				
Segment assets	<u>37,146</u>	<u>20,156</u>	<u>9,946</u>	<u>67,248</u>
Segment liabilities	15,141	9,935	206	25,282
Deferred tax liabilities				259
Total liabilities				<u>25,541</u>

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

**4. Segment reporting (Continued)**

	Construction and engineering \$'000	Property \$'000	Unallocated \$'000	Consolidated \$'000
<b><u>HYE2024</u></b>				
<b>Revenue</b>				
Revenue from external customers	13,431	528	-	13,959
Total revenue	13,431	528	-	13,959
<b>Results</b>				
Segment results	1,287	(8)	(1,100)	179
Interest income	51	-	129	180
Interest expense	(149)	(331)	(1)	(481)
Depreciation of property, plant and equipment	(457)	-	(20)	(477)
Share of results of joint ventures	-	140	-	140
<b>Profit/(Loss) before income tax</b>	732	(199)	(992)	(459)
Income tax expense				(117)
<b>Loss for the financial period</b>				(576)
<b>Capital expenditure</b>				
Additions to non-current assets	201	-	-	201
<b>Assets and liabilities</b>				
Segment assets	35,935	24,305	8,878	69,118
Segment liabilities	16,794	11,419	251	28,464
Deferred tax liabilities				213
Total liabilities				28,677
<b>Geographic information</b>				
<b><u>Revenue by geographical market</u></b>				
	Singapore \$'000	Australia \$'000	Consolidated \$'000	
<b>HYE2025</b>				
Construction and engineering	17,431	-	17,431	
Property	-	567	567	
<b>HYE2024</b>				
Construction and engineering	13,431	-	13,431	
Property	-	528	528	

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

**4. Segment reporting (Continued)**

**Disaggregation of revenue**

Segment	Group 6 Months Ended					
	Construction and engineering		Property		Total	
	30.6.2025	30.6.2024	30.6.2025	30.6.2024	30.6.2025	30.6.2024
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<i>Type of good or service</i>						
Over time						
- Contract revenue	17,356	13,275	-	-	17,356	13,275
Point in time						
- Sales of construction materials	2	2	-	-	2	2
Lease income	73	154	567	528	640	682
	17,431	13,431	567	528	17,998	13,959

**5. Profit/(Loss) before income tax**

Profit/(Loss) before income tax for the financial period is arrived after charging/(crediting) the following:

**5.1 Significant items**

	Group 6 Months Ended	
	30.6.2025 \$'000	30.6.2024 \$'000
<i>Other income</i>		
Interest income	88	180
Government grants	12	15
<i>Cost of services</i>		
Depreciation of property, plant and equipment	284	277
Provision made for defects liability	5	104
Material costs	3,116	1,964
Short-term leases	380	403
<i>Administrative and other operating expenses</i>		
Depreciation of property, plant and equipment	177	200
Foreign exchange loss, net	215	432
Gain on disposal of property, plant and equipment	(5)	(23)

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

---

**5. Profit/(Loss) before income tax (Continued)**

**5.1 Significant items (Continued)**

	<b>Group</b>	
	<b>6 Months Ended</b>	
	<b>30.6.2025</b>	<b>30.6.2024</b>
	<b>\$'000</b>	<b>\$'000</b>
<i>Finance costs</i>		
Interest expense		
- Bank term loans	377	451
- Lease liabilities	35	30
	<hr/>	<hr/>

**6. Income tax credit/(expense)**

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

	<b>Group</b>	
	<b>6 Months Ended</b>	
	<b>30.6.2025</b>	<b>30.6.2024</b>
	<b>\$'000</b>	<b>\$'000</b>
Current tax:		
- current period	(260)	(138)
- over provision in prior years	309	-
	<hr/>	<hr/>
	49	(138)
Deferred tax:		
- current period	(31)	21
	<hr/>	<hr/>
Total income tax credit/(expense)	<hr/>	<hr/>
	18	(117)

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

**7. Net asset value**

	<b>Group</b>		<b>Company</b>	
	<b>30.6.2025</b>	<b>31.12.2024</b>	<b>30.6.2025</b>	<b>31.12.2024</b>
	<b>\$ Cents</b>	<b>\$ Cents</b>	<b>\$ Cents</b>	<b>\$ Cents</b>
Net asset value per ordinary share	9.69	9.50	5.98	6.08

Net asset value per ordinary share is computed based on the number of issued ordinary shares of 430,610,283 as at 30 June 2025 and 31 December 2024 respectively.

**8. Property, plant and equipment**

During the six months financial period ended 30 June 2025, the Group acquired assets amounted to \$694,000 (30.6.2024: \$201,000) and disposed of assets amounted to \$3,000 (30.6.2024: \$1,000).

Consolidated statement of cash flows

During the six months financial period ended 30 June 2025, the Group's additions to property, plant and equipment were financed as follows:

	<b>Group</b>	
	<b>6 Months Ended</b>	
	<b>30.6.2025</b>	<b>30.6.2024</b>
	<b>\$'000</b>	<b>\$'000</b>
Additions to property, plant and equipment	694	201
Acquired under lease agreements	(440)	-
Cash payments to acquire property, plant and equipment	254	201

**9. Investment property**

The Group's investment property consists of a four-story office building, held for long-term rental yields and/or capital appreciation and are not substantially occupied by the Group. The property is leased to third parties under operating leases.

	<b>Group</b>	
	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>
<u>At fair value</u>		
At 1 January	14,875	15,688
Addition	417	-
Currency re-alignment	(167)	(28)
At 30 June	15,125	15,660

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

---

**9. Investment property (Continued)**

Valuation techniques and assumptions

The investment property was valued by independent professional valuers at recent financial year ended 31 December 2024 who hold a recognised and relevant professional qualification and have recent experience in the location and category of the property held by the Group.

In determining the fair value, the valuers have used capitalisation approach, direct comparison approach and discounted cash flows approach which make reference to certain estimates. The key assumptions used to determine the fair value of investment property include, amongst others, capitalisation rates, discount rates, occupancy details, and price per square metre of gross/net lettable area. The fair value hierarchy used was Level 3.

The valuations were based on the property's highest and best use, which was in line with its actual use. Management of the Group oversees the Group's financial reporting valuation process and is responsible for setting and documenting the Group's valuation policies and procedures.

Management is responsible for selecting and engaging valuation experts that possess the relevant credentials and knowledge on the subject of valuation, valuation methodologies, and SFRS(I) 13 *Fair Value Measurement* guidance.

For valuations performed by external valuation experts, the management reviews the appropriateness of the valuation methodologies and assumptions adopted. The management also evaluates the appropriateness and reliability of the inputs used in the valuations.

Significant changes in fair value measurements from period to period are evaluated by the management for reasonableness.

As at 31 December 2024, the significant input to valuation techniques using income capitalisation approach in respect of investment property in Australia was the capitalisation rate of 7.00%. An increase in capitalisation rate will result in a decrease to the fair value of the investment property.

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

**10. Trade and other receivables**

	<b>Group</b>		<b>Company</b>	
	<b>30.6.2025</b>	<b>31.12.2024</b>	<b>30.6.2025</b>	<b>31.12.2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Trade receivables				
- Third parties	8,594	4,889	-	-
- Accrued income	2,958	3,629	-	-
- Retention sums	6,962	6,278	-	-
Loss allowance	(14)	(14)	-	-
	<u>18,500</u>	<u>14,782</u>	<u>-</u>	<u>-</u>
Other receivables				
- Third parties	216	189	7	3
- Joint venture	1,475	5,430	-	-
- Subsidiary	-	-	18,972	21,908
Allowance for impairment losses	-	-	(1,450)	(1,450)
	<u>-</u>	<u>-</u>	<u>17,522</u>	<u>20,458</u>
	20,191	20,401	17,529	20,461
Deposits	198	222	-	-
Prepayments	620	619	19	50
	<u>21,009</u>	<u>21,242</u>	<u>17,548</u>	<u>20,511</u>

Trade receivables are non-interest bearing and generally have credit terms of 30 to 60 (31.12.2024: 30 to 60) days. Accrued income represents unbilled revenue from work performed by the Group which has been certified by surveyor. Retention receivables are classified as current assets because they are expected to be realised in the normal operating cycle of the Group.

Other receivables due from subsidiaries and joint venture represent advances to and payment on behalf, which are unsecured, non-interest bearing and repayable within the next 12 months.

The Group provides for lifetime expected credit losses for trade receivables based on the Group's historical observed default rates which is adjusted with forward-looking information. At each reporting date, management had assessed the expected credit loss to be insignificant. The loss allowance at the end of each reporting period represents allowances made for trade receivables due from third parties that are credit impaired. There is no change in the estimation techniques made in assessing loss allowance during the financial period.



**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

**11. Contract assets and contract liabilities**

	<b>Group</b>	
	<b>30.6.2025</b>	<b>31.12.2024</b>
	<b>\$'000</b>	<b>\$'000</b>
Contract assets	3,363	4,407
Contract liabilities	559	225

Contract assets primarily relate to the right to consideration for work completed but not yet billed at reporting date for civil engineering works. Contract assets are transferred to receivables when the rights become unconditional.

Contract liabilities primarily relate to the obligation to transfer goods or services to customers for which the Group has received advances from customers for civil engineering works. Contract liabilities are recognised as revenue as the Group fulfils its performance obligations under the contract.

**12. Trade and other payables**

	<b>Group</b>		<b>Company</b>	
	<b>30.6.2025</b>	<b>31.12.2024</b>	<b>30.6.2025</b>	<b>31.12.2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Trade payables				
- Third parties	5,116	4,727	-	-
- Retention sums	1,297	1,212	-	-
	6,413	5,939	-	-
Other payables				
- Third parties	5	19	33	5
- Subsidiaries	-	-	16,762	16,796
- Penalty and interest	-	312	-	-
Goods and services tax payable	354	181	-	-
Deposit received	112	84	-	-
Accrued expenses	1,071	1,380	149	159
Accrued Directors' fee	-	31	-	31
	7,955	7,946	16,944	16,991

Trade payables due to third parties are non-interest bearing and are generally settled on 30 to 60 (31.12.2024: 30 to 60) days' credit terms.

The non-trade amounts due to subsidiaries represent collection received on behalf of the subsidiaries, which are unsecured, interest-free and repayable on demand.

As at 31 December 2024, penalty and interest payable pertains to the outstanding withholding tax on deemed dividend distribution.

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

**13. Borrowings**

Borrowings by the Group comprise bank term loans and finance lease liabilities of \$1,020,000 (31.12.2024: \$756,000), which are recorded under "Lease liabilities".

	<b>Group</b>	
	<b>30.6.2025</b>	<b>31.12.2024</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Amount repayable within one year</b>		
Secured	10,085	953
Unsecured	109	755
<b>Amount repayable after one year</b>		
Secured	4,740	13,976
	<u>14,934</u>	<u>15,684</u>

Bank term loans and finance lease liabilities of the Group are secured over certain property, plant and equipment and investment property of the Group.

**14. Share capital**

	<b>Group and Company</b>	
	<b>30.6.2025</b>	<b>31.12.2024</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Issued and fully paid</b>		
430,610,283 ordinary shares at beginning and end of interim period	<u>55,169</u>	<u>55,169</u>

**15. Financial assets and financial liabilities**

The carrying amounts of financial assets and financial liabilities of the Group and the Company as at 30 June 2025 and 31 December 2024 recorded at amortised cost are as follows:

	<b>Group</b>		<b>Company</b>	
	<b>30.6.2025</b>	<b>31.12.2024</b>	<b>30.6.2025</b>	<b>31.12.2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Financial assets</b>				
Trade and other receivables	20,389	20,623	17,529	20,461
Cash and cash equivalents	15,902	14,767	9,920	7,371
Total financial assets carried at amortised cost	<u>36,291</u>	<u>35,390</u>	<u>27,449</u>	<u>27,832</u>
<b>Financial liabilities</b>				
Trade and other payables	7,601	7,453	16,944	16,991
Bank term loans	13,914	14,928	-	-
Lease liabilities	2,260	2,008	24	34
Total financial liabilities carried at amortised cost	<u>23,775</u>	<u>24,389</u>	<u>16,968</u>	<u>17,025</u>

**NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2025**

---

**16. Fair value of financial assets and financial liabilities**

The fair values of financial assets and financial liabilities are determined as follows:

- the fair value of financial assets and financial liabilities with standard terms and conditions and traded on active liquid markets are determined with reference to quoted market prices; and
- the fair value of other financial assets and other financial liabilities (excluding derivative instruments) are determined in accordance with generally accepted pricing models based on discounted cash flow analysis.

*Fair value hierarchy*

The Group and the Company classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The table below analyses financial instruments carried at fair value by the valuation method. The fair value hierarchy has the following levels:

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

**17. Subsequent events**

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

## OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7C

## OTHER INFORMATION

1. (a) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, 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 the number of subsidiary holdings, if any, and the 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.

Issued and fully paid:	No. of shares	\$'000
	Ordinary shares	
At 31 December 2024 and 30 June 2025	<u>430,610,283</u>	<u>55,169</u>

The Company did not have any outstanding convertibles, treasury shares and subsidiary holdings as at 30 June 2025 and 30 June 2024.

No shares were bought back by the Company during the six months financial periods ended 30 June 2025 and 30 June 2024 respectively.

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

	30.6.2025	31.12.2024
The total number of issued ordinary shares excluding treasury shares	<u>430,610,283</u>	<u>430,610,283</u>

- (c) 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.

There were no treasury shares held by the Company during and as at the end of the current financial period reported on.

- (d) 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 did not have any subsidiary holdings during and as at the end of the current financial period reported on.

## OTHER INFORMATION (CONTINUED)

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

The condensed statements of financial position of Ocean Sky International Limited and its subsidiaries as at 30 June 2025 and the related condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six months period then ended and certain explanatory notes have not been audited or reviewed.

**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.
- (b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed. This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable.

**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 has applied the same accounting policies and methods of computation as in the Group's most recently audited financial statements for the financial year ended 31 December 2024 except as disclosed in paragraph 5.

**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.**

The Group and the Company have adopted all the applicable new and revised SFRS(I) that become effective for accounting periods beginning 1 January 2025. The adoption of these new and revised SFRS(I) does not have any material impact to the Group's financial statements.

## OTHER INFORMATION (CONTINUED)

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.**

	6 Months Ended	
	30.6.2025	30.6.2024
<b>Profit/(Loss) per share (based on the Profit/(loss) for the financial period):</b>		
Profit/(Loss) per share ("EPS") in SGD Cents - Basic <sup>(1)</sup>	0.19	(0.13)
Weighted average number of ordinary shares in issue	430,610,283	430,610,283
Profit/(Loss) per share ("EPS") in SGD Cents – Diluted <sup>(2)</sup>	0.19	(0.13)
Weighted average number of ordinary shares in issue	430,610,283	430,610,283

Notes:

- (1) The calculation for the basic EPS for the relevant financial periods is based on the weighted average number of ordinary shares of the Company during the relevant financial periods.
- (2) For six months ended 30 June 2025 and 30 June 2024 respectively, the diluted EPS is the same as the basic EPS as the Company does not have any dilutive options during the period.

7. **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.**

The Company is a Singapore-based investment holding company with an interest in the civil engineering, construction and related services business ("**Construction and Engineering Business**"), and the business of property development, investment and management ("**Property Business**").

## OTHER INFORMATION (CONTINUED)

### Statement of Comprehensive Income

**Review of the Group's performance for the 6 months ended 30 June 2025 ("HYE2025") as compared to previous corresponding period ended 30 June 2024 ("HYE2024")**

#### **Revenue**

	6 Months Ended		+ / (-)	+ / (-)
	30.6.2025	30.6.2024		
	\$'000	\$'000	\$'000	%
<b>Revenue</b>				
- Construction and Engineering Business	17,431	13,431	4,000	29.8
- Property Business	567	528	39	7.4
<b>Total Revenue</b>	<b>17,998</b>	<b>13,959</b>	<b>4,039</b>	<b>28.9</b>

The Group recorded a revenue of \$18.00 million for HYE2025 compared with \$13.96 million for HYE2024.

Revenue from Construction and Engineering Business of \$17.43 million for HYE2025 was \$4.00 million higher compared with \$13.43 million for HYE2024 due mainly to higher level of construction activities and progress made in various on-going projects.

Revenue from Property Business of \$0.57 million for HYE2025 was \$0.04 million higher compared with \$0.53 million for HYE2024 due to higher occupancy rate achieved by the Melbourne investment property in HYE2025.

#### **Cost of Services**

	6 Months Ended		+ / (-)	+ / (-)
	30.6.2025	30.6.2024		
	\$'000	\$'000	\$'000	%
<b>Cost of Services</b>				
- Construction and Engineering Business	14,800	11,659	3,141	26.9
- Property Business	176	226	(50)	(22.1)
<b>Total Cost of Services</b>	<b>14,976</b>	<b>11,885</b>	<b>3,091</b>	<b>26.0</b>

In line with the increased construction activities, the costs of services for the Construction and Engineering Business of \$14.80 million for HYE2025 were \$3.14 million higher compared with \$11.66 million for HYE2024. Meanwhile, the costs of services for Property Business of \$0.18 million for HYE2025 were \$0.05 million lower as compared with \$0.23 million for HYE2024 for the Melbourne investment property, due mainly to fewer ad-hoc repair works and lower operating costs for the Melbourne investment property.

#### **Gross Profit Margin**

The Group's gross profit margin ("GPM") rose from 14.9% for HYE2024 to 16.8% for HYE2025. GPM for the Construction and Engineering Business rose from 13.2% for HYE2024 to 15.1% for HYE2025 due mainly to contribution of higher margin projects carried out by the Group in HYE2025.



## OTHER INFORMATION (CONTINUED)

### Statement of Comprehensive Income (Continued)

#### **Other income**

Other income for HYE2025 was \$0.46 million, an increase of \$0.18 million compared to \$0.28 million in HYE2024. The increase was mainly attributable to the write-back of overprovision for penalty and interest following the settlement of a withholding tax assessment for a foreign subsidiary. This was partly offset by lower interest income earned from short-term fixed deposit placements.

#### **Expenses**

Administrative and other operating expenses of \$2.29 million for HYE2025 was \$0.18 million lower compared with \$2.47 million for HYE2024, due mainly to lower unrealised foreign exchange loss arising from the depreciation of Australian dollar ("AUD") and United States dollar ("USD") against Singapore dollar for the AUD and USD denominated financial assets, partly offset by higher employee benefits expenses.

Finance costs of \$0.41 million for HYE2025 was \$0.07 million lower compared with \$0.48 million for HYE2024 due mainly to lower interest rates for the Melbourne and Singapore property loans.

#### **Share of profits of joint ventures**

Share of results of joint ventures was a loss of \$0.01 million for HYE2025 as compared with a profit of \$0.14 million for HYE2024. The decrease of \$0.15 million was due mainly to the finalisation and completion of development project.

#### **Income tax credit/expense**

The Group recorded a profit before tax of \$0.78 million for HYE2025, compared to a loss before tax of \$0.50 million for HYE2024. An income tax credit of \$0.02 million was recognised in HYE2025, compared with \$0.12 million income tax expense in HYE2024. The decrease was due mainly to over provision of income tax expense in prior years, partly offset by higher taxable profit recorded for Construction and Engineering Business in HYE2025.

#### **Profit/(Loss) after income tax**

As a result of the foregoing, the Group registered a profit after income tax of \$0.80 million for HYE2025, compared with a loss after income tax of \$0.58 million for HYE2024.

### Statement of Financial Position

#### **Review of the Group's financial position as at 30 June 2025 as compared to 31 December 2024**

#### **Non-current assets**

Property, plant, and equipment increased to \$10.20 million as at 30 June 2025 from \$9.97 million as at 31 December 2024 due mainly to the additions of new plant and equipment, partly offset by depreciation during the financial period.

Investment property increased to \$15.13 million as at 30 June 2025 from \$14.88 million as at 31 December 2024 due to the additional refurbishment costs incurred during the financial period, offset by the currency re-alignment of Australian dollar denominated investment property in Melbourne.

## OTHER INFORMATION (CONTINUED)

### Statement of Financial Position (Continued)

#### **Non-current assets**

Investment in joint ventures decreased to \$1.48 million as at 30 June 2025 from \$1.62 million as at 31 December 2024 due mainly to the currency re-alignment on the United States dollar denominated foreign investment.

#### **Current assets**

Trade and other receivables decreased to \$21.01 million as at 30 June 2025 from \$21.24 million as at 31 December 2024 due mainly to the repayment of shareholder loan extended to a joint venture, partly offset by the higher certification received on work done from customers towards the end of the financial period by the Group's Construction and Engineering Business.

Net contract assets decreased to \$2.80 million as at 30 June 2025 from \$4.18 million as at 31 December 2024 due mainly to higher certification received on the work done from the customers by the Group's Construction and Engineering Businesses, which resulted in higher receivables as discussed above.

#### **Non-current liabilities and current liabilities**

Trade and other payables marginally increased to \$7.96 million as at 30 June 2025 from \$7.95 million as at 31 December 2024 due mainly to higher level of construction activities by the Group's Construction and Engineering Business towards the end of financial period, partly offset by reversal of overprovision for penalty and interest.

Provisions remained unchanged at \$0.19 million as at 30 June 2025 compared to 31 December 2024.

Total bank term loans decreased to \$13.91 million as at 30 June 2025 from \$14.93 million as at 31 December 2024 due mainly to repayment and currency re-alignment of AUD denominated property loan during the financial period.

Total lease liabilities increased to \$2.26 million as at 30 June 2025 from \$2.01 million as at 31 December 2024 due to new financing for plant and equipment, partly offset by repayment during the financial period.

### Statement of Cashflows

#### **Review of the Group's cashflows for HYE2025**

The Group recorded net cash outflow of \$0.95 million from operating activities for HYE2025 due mainly to net working capital outflow of \$2.00 million and income tax paid of \$0.25 million, partly offset by operating cash inflow before working capital changes of \$1.30 million.

The Group recorded net cash inflow of \$3.38 million from investing activities for HYE2025 due mainly to repayment from joint venture and interest income received, partly offset by additional refurbishment costs incurred by the Melbourne investment property and purchase of plant and equipment.

The Group recorded net cash outflow of \$1.50 million from financing activities for HYE2025 due mainly to the repayment of bank borrowings and payment obligations under leases, as well as payment of interest expenses.

Overall, total cash and cash equivalents increased from \$14.77 million as at 31 December 2024 to \$15.90 million as at 30 June 2025 after taking into effect of foreign exchange rate changes.

## OTHER INFORMATION (CONTINUED)

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

No specific forecast or a prospect statement has been disclosed previously.

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

Ocean Sky International Limited (“OceanSky” or the “Group”) maintained positive momentum across its core construction and property segments during HYE2025. While market demand remains encouraging, particularly due to strong infrastructure developments and resilient private residential real estate, ongoing cost pressures present continued challenges. The Group remains focused on prudent management and strategic initiatives to sustain performance in an evolving business landscape.

**(a) Construction and Engineering Business**

The construction sector continues to demonstrate underlying strength, expanding by 6.0% year-on-year in Q2 2025. Growth during the quarter was supported primarily by an increase in public sector construction output. On a quarter-on-quarter seasonally adjusted basis, the sector grew by 5.7%, reversing the 2.0% contraction recorded in the previous quarter<sup>1</sup>.

While demand remains healthy, the Group faces ongoing challenges from persistently high labour and material costs, supply chain disruptions, and inflationary pressures<sup>2</sup>, all of which continue to impact margins. Despite these headwinds, the Group remains confident in its ability to deliver quality outcomes and capitalise on the resilient market conditions.

**(b) Property Business**

The global economic outlook remains subdued, weighed down by persistent inflationary pressures and elevated interest rates across major economies. Geopolitical tensions and financial market volatility have further dampened investment sentiment, with spillover effects observed across various asset classes, including real estate.

Amid this backdrop, Southeast Asia has shown relative resilience. In particular, Singapore’s property market remains stable<sup>3</sup>, underpinned by strong domestic fundamentals and proactive policy interventions. The Group continues to take a cautious and disciplined approach in evaluating property-related opportunities, with a focus on long-term value creation and capital preservation.

Singapore

The Group’s completed joint venture developments, and looking ahead, the Group maintains a cautious and disciplined approach, closely monitoring market conditions while evaluating potential opportunities for future property development.

---

<sup>1</sup> Ministry of Trade and Industry (MTI). [MTI Upgrades 2025 GDP Growth Forecast to “1.5 to 2.5 Per Cent”](#)

<sup>2</sup> Monetary Authority of Singapore (MAS), Macroeconomic Review, April 2025; Ministry of Manpower Quarterly Labour Market Report. [Macroeconomic Review Volume XXIV Issue 1, Apr 2025](#)

<sup>3</sup> Global Property Guide, *Singapore’s Residential Property Market Trends*. [Singapore’s Residential Property Market Analysis 2025](#)

## OTHER INFORMATION (CONTINUED)

Singapore's private residential property market remains stable, evidenced by its modest yet consistent price growth. The Urban Redevelopment Authority (URA) reported that private home prices rose by 1.0% in 2Q 2025, following a 0.8% increase in 1Q 2025<sup>4</sup>, signalling continued resilience and balanced market conditions. These figures reflect a tempered but steady trajectory, suggesting a well-balanced market environment amid broader economic uncertainty.

### Australia

As at 30 June 2025, the Group's investment property at 541 Blackburn Rd, Melbourne, achieved a 100% occupancy rate. While interest rates for the property loan remain high, there was a slight easing during 2Q2025. The Reserve Bank of Australia reduced the official cash rate to 3.60%<sup>5</sup>, though financing costs still represent a large share of the property's overall expenses.

Land tax continues to be significant, amplified by the Victorian Absentee Owner Surcharge, which has added an extra 4% to land tax obligations for foreign owners since the 2024 tax year. These costs, combined with interest expenses, have weighed on performance. The Group remains engaged with property agents to manage lease renewals and is implementing asset enhancement works such as landscaping and building exterior improvements to retain and attract tenants.

### Cambodia

Eco Garden Mall continued stable operations during the period, generating rental income for the Group. Efforts to boost sales and marketing are ongoing, with the Group working closely alongside joint venture partners to intensify engagement in the Cambodian market.

## 10. Dividend

**If a decision regarding dividend has been made:**

**(a) Whether an interim (final) dividend has been declared (recommended); and**

No interim dividend has been declared for HYE2025.

**(b) Amount per share (cents) and previous corresponding period (cents).**

Not applicable. No dividend has been declared for HYE2024.

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

Not applicable. No dividend has been declared for HYE2025.

**(d) The date the dividend is payable?**

Not applicable.

---

<sup>4</sup> Urban Redevelopment Authority (URA), *Real Estate Statistics Q2 2025*. [Release of 2nd Quarter 2025 real estate statistics](#)

<sup>5</sup> Reserve Bank of Australia (RBA) [Reserve Bank of Australia](#)

**10. Dividend (Continued)**

- (e) **The date on which Registrable Transfer receive by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

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

No dividend has been declared/recommended for HYE2025 as the Company currently does not have profits available for the declaration of a dividend.

**12. 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 IPTs.

There was no disclosable interested person transaction during the financial period under review.

**13. 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 has received undertaking from all its directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

**14. Disclosure of Acquisition (including incorporation) and sale of shares under Catalist Rule 706A**

The Company did not acquire or dispose shares in any companies during the six months financial period ended 30 June 2025.

**15. Negative confirmation pursuant to Rule 705(5) of the Catalist Rules.**

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the condensed interim financial statements for the six months financial period ended 30 June 2025 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Ang Boon Cheow Edward

Chia Boon Kuah

**BY ORDER OF THE BOARD**

Low Wei Han  
Company Secretary

13 August 2025

**Sponsor's Statement**

This announcement has been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "Sponsor").

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

The contact person for the Sponsor is Mr Lance Tan, Senior Vice President, at 83 Clemenceau Avenue, #10-01 UE Square, Singapore 239920, telephone (65) 6590 6881.