

**XMH****XMH HOLDINGS LTD.**

(Incorporated in the Republic of Singapore)
(Company Registration No: 201010562M)

Condensed Interim Consolidated Financial Statements For the First Half Year Ended 31 October 2025

| Tables of contents | | Page |
|--------------------|--|---------|
| A | Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income/(Loss) | 1 |
| B | Condensed Interim Statements of Financial Position | 2 - 3 |
| C | Condensed Interim Statements of Changes in Equity | 4 - 6 |
| D | Condensed Interim Consolidated Statement of Cash Flows | 7 - 8 |
| E | Notes to the Condensed Interim Consolidated Financial Statements | 9 - 24 |
| F | Other Information Required Pursuant by Listing Rule Appendix 7.2 | 25 - 31 |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

| (In S\$'000) Description | Note | | | |
|---|------|--------------------|--------------------|--------------|
| | | Actual 1HFY2026 | Actual 1HFY2025 | Change % |
| Revenue | 4 | 93,950 | 66,889 | 40.5 |
| Cost of sales | | (63,021) | (42,598) | 47.9 |
| Gross profit | | 30,929 | 24,291 | 27.3 |
| Other income | | 1,398 | 1,479 | (5.5) |
| Distribution expenses | | (3,931) | (2,427) | 62.0 |
| Administrative expenses | | (9,707) | (9,162) | 5.9 |
| Write-back on financial assets | | 70 | 1,374 | (94.9) |
| Net foreign exchange gain | | 1,194 | 597 | 100.0 |
| Results from operating activities | | 19,953 | 16,152 | 23.5 |
| Finance income | | 17 | 23 | (26.1) |
| Finance expense | | (687) | (839) | (18.1) |
| Net finance expense | | (670) | (816) | (17.9) |
| Profit before tax | 6 | 19,283 | 15,336 | 25.7 |
| Income tax expense | 7 | (3,786) | (2,734) | 38.5 |
| Profit after tax | | 15,497 | 12,602 | 23.0 |
| Items that are or may be reclassified subsequently to profit or loss | | | | |
| <i>Exchange differences arising from translation of the financial statements of the subsidiary corporations</i> | | (3,402) | (76) | NM |
| <i>Other comprehensive loss for the period, net of tax</i> | | (3,402) | (76) | NM |
| Total comprehensive income for the period, net of tax | | 12,095 | 12,526 | (3.4) |
| Profit attributable to: | | | | |
| Owners of the Company | | 15,449 | 12,602 | 22.6 |
| Non-controlling interests | | 48 | - | NM |
| | | 15,497 | 12,602 | 23.0 |
| Total comprehensive income attributable to: | | | | |
| Owners of the Company | | 12,047 | 12,526 | (3.8) |
| Non-controlling interests | | 48 | - | NM |
| | | 12,095 | 12,526 | (3.4) |
| Earnings per share attributable to the owners of the Company during the financial period: | | | | |
| Basic (SGD in cent) | | 14.09 | 11.49 | |
| Diluted (SGD in cent) | | 14.09 | 11.49 | |

Note:

NM denotes not meaningful where there is no comparative or the fluctuation is more than 100%

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

B. Condensed interim statements of financial position

| (In S\$'000) Description | Note | Group | | Company | |
|---|------|----------------|----------------|----------------|-----------------|
| | | 31 Oct 2025 | 30 Apr 2025 | 31 Oct 2025 | 30 Apr 2025 |
| ASSETS | | | | | |
| <u>Non-current assets</u> | | | | | |
| Property, plant and equipment | 10 | 35,270 | 36,780 | 31,504 | 32,954 |
| Right-of-use assets | 14 | 4,779 | 4,931 | 4,700 | 4,835 |
| Investment in subsidiary corporations | | - | - | 16,122 | 18,701 |
| Intangible assets | 11 | 8,506 | 8,506 | - | - |
| Other financial assets | 12 | 447 | 453 | - | - |
| Club memberships | | 143 | 155 | - | - |
| Deferred tax assets | | 508 | 1,244 | 96 | 40 |
| Total non-current assets | | 49,653 | 52,069 | 52,422 | 56,530 |
| <u>Current assets</u> | | | | | |
| Inventories | | 71,223 | 71,908 | - | - |
| Trade and other receivables | | 18,760 | 14,610 | 12,648 | 11,783 |
| Prepayment | | 568 | 490 | 33 | 22 |
| Contract assets | | 21,351 | 31,905 | - | - |
| Cash and short-term deposits | 13 | 25,620 | 31,950 | 494 | 700 |
| Tax recoverable | | 110 | 454 | 8 | 48 |
| Total current assets | | 137,632 | 151,317 | 13,183 | 12,553 |
| TOTAL ASSETS | | 187,285 | 203,386 | 65,605 | 69,083 |
| EQUITY AND LIABILITIES | | | | | |
| <u>Current liabilities</u> | | | | | |
| Trade and other payables | | 70,193 | 81,635 | 20,109 | 23,440 |
| Employee benefit liability | | - | - | - | - |
| Contract liabilities | | 710 | 720 | - | - |
| Loans and borrowings | 15 | 10,083 | 30,148 | 70 | 68 |
| Current tax payables | | 5,788 | 6,601 | - | - |
| Total current liabilities | | 86,774 | 119,104 | 20,179 | 23,508 |
| Net current assets/(liabilities) | | 50,858 | 32,213 | (6,996) | (10,955) |
| <u>Non-current liabilities</u> | | | | | |
| Other payables | | 120 | 42 | 120 | 42 |
| Employee benefit liability | | 170 | 172 | - | - |
| Loans and borrowings | 15 | 2,248 | 2,447 | - | 36 |
| Deferred tax liabilities | | 95 | 98 | - | - |
| Total non-current liabilities | | 2,633 | 2,759 | 120 | 78 |
| TOTAL LIABILITIES | | 89,407 | 121,863 | 20,299 | 23,586 |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

| (In S\$'000) Description | Note | Group | | Company | |
|--|------|----------------|----------------|---------------|---------------|
| | | 31 Oct 2025 | 30 Apr 2025 | 31 Oct 2025 | 30 Apr 2025 |
| EQUITY AND LIABILITIES | | | | | |
| EQUITY | | | | | |
| Equity attributable to owners of the Company | | | | | |
| Share capital | 16 | 39,882 | 39,882 | 39,882 | 39,882 |
| Treasury shares | | (3,303) | (3,303) | (3,303) | (3,303) |
| Other reserves | | (6,829) | (13,579) | - | - |
| Accumulated profits | | 65,201 | 58,523 | 8,727 | 8,918 |
| | | 94,951 | 81,523 | 45,306 | 45,497 |
| Non-controlling interests | | 2,927 | - | - | - |
| Total equity | | 97,878 | 81,523 | 45,306 | 45,497 |
| TOTAL EQUITY AND LIABILITIES | | 187,285 | 203,386 | 65,605 | 69,083 |
| | | | | | |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

C. Condensed interim statements of changes in equity

| GROUP Description (in S\$'000) | Attributable to owners of the Company | | | | | | | |
|--|---------------------------------------|--------------------|---|--------------------|------------------------|---------------|----------------------------------|----------------|
| | Share Capital | Treasury Shares | Foreign Currency Translation Reserve | Capital Reserve | Accumulated Profits | Total | Non- controlling Interests | Total Equity |
| 1HFY2026 | | | | | | | | |
| At 1 May 2025 | 39,882 | (3,303) | (13,579) | - | 58,523 | 81,523 | - | 81,523 |
| Profit for the financial period | - | - | - | - | 15,449 | 15,449 | 48 | 15,497 |
| Other comprehensive income/(loss) | | | | | | | | |
| Exchange differences arising from translation of the financial statements of the subsidiary corporations | - | - | (3,402) | - | - | (3,402) | - | (3,402) |
| Other comprehensive loss for the financial period, net of tax | - | - | (3,402) | - | - | (3,402) | - | (3,402) |
| Total comprehensive income/(loss) for the financial period | - | - | (3,402) | - | 15,449 | 12,047 | 48 | 12,095 |
| Changes in ownership interests in subsidiary corporation | | | | | | | | |
| Partial disposal of a subsidiary corporation | - | - | - | 10,152 | - | 10,152 | 2,879 | 13,031 |
| Total changes in ownership interest in a subsidiary corporation | - | - | - | 10,152 | - | 10,152 | 2,879 | 13,031 |
| Contributions by and distributions to owners | | | | | | | | |
| Dividend paid on ordinary shares | - | - | - | - | (8,771) | (8,771) | - | (8,771) |
| Total transactions with owners | - | - | - | - | (8,771) | (8,771) | - | (8,771) |
| At 31 October 2025 | 39,882 | (3,303) | (16,981) | 10,152 | 65,201 | 94,951 | 2,927 | 97,878 |
| | | | | | | | | |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

| GROUP Description (in S\$'000) | Attributable to owners of the Company | | | | | | |
|--|---------------------------------------|--------------------|---|------------------------|---------------|----------------------------------|-----------------|
| | Share Capital | Treasury Shares | Foreign Currency Translation Reserve | Accumulated Profits | Total | Non- controlling Interests | Total Equity |
| 1HFY2025 | | | | | | | |
| At 1 May 2024 | 39,882 | (3,303) | (15,275) | 36,889 | 58,193 | - | 58,193 |
| Profit for the financial period | - | - | - | 12,602 | 12,602 | - | 12,602 |
| Other comprehensive income/(loss) | | | | | | | |
| Exchange differences arising from translation of the financial statements of the subsidiary corporations | - | - | (76) | - | (76) | - | (76) |
| Other comprehensive loss for the financial period, net of tax | - | - | (76) | - | (76) | - | (76) |
| Total comprehensive income/(loss) for the financial period | - | - | (76) | 12,602 | 12,526 | - | 12,526 |
| Contributions by and distributions to owners | | | | | | | |
| Dividend paid on ordinary shares | - | - | - | (3,837) | (3,837) | - | (3,837) |
| Total transactions with owners | - | - | - | (3,837) | (3,837) | - | (3,837) |
| At 31 October 2024 | 39,882 | (3,303) | (15,351) | 45,654 | 66,882 | - | 66,882 |
| | | | | | | | |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

| COMPANY Description (in S\$'000) | Share Capital | Treasury Shares | Accumulated Profit/(Losses) | Total |
|---|--------------------------|----------------------------|--|----------------|
| 1HFY2026 | | | | |
| At 1 May 2025 | 39,882 | (3,303) | 8,918 | 45,497 |
| Total comprehensive profit for the financial period | - | - | 8,580 | 8,580 |
| Dividend paid on ordinary shares | - | - | (8,771) | (8,771) |
| At 31 October 2025 | 39,882 | (3,303) | 8,727 | 45,306 |
| 1HFY2025 | | | | |
| At 1 May 2024 | 39,882 | (3,303) | 4,923 | 41,502 |
| Total comprehensive loss for the financial period | - | - | (1,183) | (1,183) |
| Dividend paid on ordinary shares | - | - | (3,837) | (3,837) |
| At 31 October 2024 | 39,882 | (3,303) | (97) | 36,482 |
| | | | | |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

D. Condensed interim consolidated statement of cash flows

| (In S\$'000) Description | Note | 6 months ended | |
|---|------|----------------|--------------|
| | | 1HFY2026 | 1HFY2025 |
| <u>Cash flows from operating activities</u> | | | |
| Profit before tax | | 19,283 | 15,336 |
| Adjustments for: | | | |
| Depreciation of right-of-use assets | 6 | 152 | 156 |
| Depreciation of property, plant and equipment | 6 | 1,619 | 1,724 |
| Interest income | 6 | (17) | (23) |
| Interest expense | 6 | 687 | 839 |
| Write-back on receivables and contract assets, net | 6 | (69) | (1,373) |
| Recovery of bad debts | | (1) | (1) |
| Fair value loss on quoted equity securities | 6 | 5 | 7 |
| Allowance for stocks obsolescence | 6 | 571 | 410 |
| Loss on disposal of property, plant and equipment | 6 | 16 | - |
| Net unrealised foreign exchange gain | | (1,256) | (28) |
| | | 20,990 | 17,047 |
| Decrease/(increase) in inventories | | 114 | (20,363) |
| Increase in trade and other receivables | | (3,478) | (5,890) |
| Increase in prepayment | | (78) | (152) |
| Decrease/(increase) in contract assets | | 10,649 | (1,569) |
| (Decrease)/increase in trade and other payables | | (11,386) | 11,924 |
| (Decrease)/increase in contract liabilities | | (10) | 2,426 |
| Cash generated from operations | | 16,801 | 3,423 |
| Income tax paid, net | | (3,560) | (2,423) |
| Net cash generated from operating activities | | 13,241 | 1,000 |
| <u>Cash flows from investing activities</u> | | | |
| Interest received | | 17 | 23 |
| Acquisition of property, plant and equipment | | (55) | (47) |
| Proceed from partial disposal of a corporate subsidiary | | 12,333 | - |
| Net cash generated from/(used in) investing activities | | 12,295 | (24) |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

D. Condensed interim consolidated statement of cash flows (cont'd)

| (In S\$'000) Description | Note | 6 months ended | |
|--|------|-----------------|-----------------|
| | | 1HFY2026 | 1HFY2025 |
| Cash flows from financing activities | | | |
| Repayment of borrowings | | (512) | (11,968) |
| Proceeds from revolving credit facility | | 19,162 | 12,874 |
| Repayment of revolving credit facility | | (32,481) | (9,318) |
| Proceeds from trust receipts | | 10,616 | 4,792 |
| Repayment of trust receipts | | (16,980) | (2,814) |
| Repayment of principal portion of lease liabilities | | (42) | (42) |
| Dividend paid | | (8,771) | (3,837) |
| Interest paid | | (644) | (761) |
| Increase in pledged fixed deposit | | 1 | - |
| Net cash used in financing activities | | (29,651) | (11,074) |
| Net decrease in cash and cash equivalents | | (4,115) | (10,098) |
| Cash and cash equivalents at the beginning of the period | | 31,930 | 31,977 |
| Effect of exchange rate fluctuations on cash and cash equivalents | | (2,216) | (127) |
| Cash and cash equivalents at the end of the period | | 25,599 | 21,752 |
| Represented by: | | | |
| Cash at bank and on hand | | 25,599 | 21,752 |
| Short-term deposits | | 21 | 20 |
| | 13 | 25,620 | 21,772 |
| Less: Pledged fixed deposits | | (21) | (20) |
| Cash and cash equivalents in the condensed interim consolidated statement of cash flows | | 25,599 | 21,752 |
| | | | |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

XMH Holdings Ltd. (the “**Company**”) is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited (“**SGX-ST**”).

These condensed interim consolidated financial statements for the six-months financial period ended 31 October 2025 comprise the Company and its subsidiaries (collectively, the Group).

The principal activity of the Company is that of investment holding. The principal activities of the subsidiary corporations are:

- a) Distribution and provision of value-added products and services;
- b) After-sales services, trading and others; and
- c) Project, which comprise the assembly and installation of standby generator sets and provision of related services.

2. Basis of preparation

The condensed interim financial statements for the six-months financial period ended 31 October 2025 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 and IAS 34 *Interim Financial Reporting*, and should be read in conjunction with the Group’s last annual consolidated financial statements as at and for the year ended 30 April 2025 (“last annual financial statements”). The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 30 April 2025.

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

The condensed interim financial statements are presented in Singapore dollar (S\$) which is the Company’s functional currency and all values are rounded to the nearest thousand (S\$’000) except when otherwise indicated.

2.1. New and amended standards adopted by the Group

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.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

2. Basis of preparation (cont'd)

2.2. Use of judgements and estimates

The preparation of the Group's condensed interim financial statements in compliance with SFRS(I)s requires management to make judgements, estimates and assumptions that affect the Group's application of accounting policies and the reported amounts of assets and liabilities, revenue and expense.

Although these estimates are based on management's best knowledge of current events and actions, actual results may differ from these estimates.

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.

In the process of applying the Group's accounting policies, management has made those following judgements which have the most significant effect on the amounts recognised in the condensed consolidated financial statements:

Revenue recognition for project revenue

The Group has ongoing contracts at each reporting date with customers for performance obligation.

Project revenue is recognised over time by reference to the Group's progress towards completing the performance. The measurement of progress is determined based on the proportion of contract costs incurred to-date to the estimated total contract costs ("input method"). When it is probable that total contract costs will exceed total revenue, a provision for onerous contract is recognised in the profit or loss immediately. Revenue recognised on these contracts but unbilled to customers are presented as contract assets on the condensed statements of financial position.

Under the input method, estimated total contract costs on each project is a key input that is subject to significant estimation uncertainty. At every reporting date, management re-evaluates, inter alia, the estimated total contract costs by updating the estimated contract costs to be incurred from the reporting date to the completion date of the projects ("costs-to-complete").

In making estimation of the total costs-to-complete, management has applied its past experience of completing similar projects, as well as quotations from and contracts with suppliers and sub-contractors.

**CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF
YEAR ENDED 31 OCTOBER 2025**

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

3. Seasonal operations

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

4. Segment and revenue information

The segment reporting format is determined to be business segments as the Group's risks and rates of return are affected predominantly by differences in the products and services offered. The operating businesses are organized and managed separately according to the nature of the products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets.

The Group has three reportable segments, as described below, which are the Group's strategic business units. The strategic business units offer different products and services, and are managed separately because they require different marketing strategies.

The Group is organised into three reportable segments, namely:

- Distribution: Relates to distribution of propulsion engines;
- After-sales: Relates to after-sales services provided which includes services/jobs, sales of spare parts and other trading; and
- Project: Relates to manufacturing, sales and commission of power generator sets.

Other operations relate to general corporate activities.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

4. Segment and revenue information (cont'd)

4.1 Reportable segments

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by Group's Chairman and Managing Director.

| 1HFY2026 (in S\$'000) | Distribution | After-Sales | Project | Segments Total | Others | Elimination | Total | Note |
|---|--------------|-------------|---------|----------------|---------|-------------|----------------|----------|
| External revenue | 49,942 | 8,439 | 35,569 | 93,950 | - | - | 93,950 | A |
| Inter-segment revenue | 10,463 | 6,053 | - | 16,516 | 1,752 | (18,268) | - | |
| Total revenue | 60,405 | 14,492 | 35,569 | 110,466 | 1,752 | (18,268) | 93,950 | |
| Interest income | - | - | 3 | 3 | 709 | (695) | 17 | B |
| Interest expense | (12) | (14) | (789) | (815) | (544) | 672 | (687) | C |
| Depreciation | (14) | (18) | (114) | (146) | (1,625) | - | (1,771) | D |
| Employee benefits expenses | (778) | (480) | (3,315) | (4,573) | (3,894) | - | (8,467) | |
| Other non-cash (expenses)/income | (333) | (232) | 75 | (490) | (16) | - | (506) | |
| Elimination of gain from partial disposal of a subsidiary | - | - | - | - | 10,452 | (10,452) | - | E |
| Reportable segmental profit before tax | 14,805 | 3,993 | 5,212 | 24,010 | 6,252 | (10,979) | 19,283 | |
| Income tax expense | | | | | | | (3,786) | |
| Profit for the period | | | | | | | 15,497 | |
| Reportable segment assets | 46,418 | 27,872 | 63,752 | 138,042 | 111,212 | (61,969) | 187,285 | F |
| Capital Expenditure | - | - | 42 | 42 | 25 | - | 67 | |
| Reportable segment liabilities | 67,104 | 2,411 | 43,889 | 113,404 | 36,424 | (60,421) | 89,407 | G |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

4. Segment and revenue information (cont'd)

4.1 Reportable segments (cont'd)

| 1HFY2025 (in S\$'000) | Distribution | After-Sales | Project | Segments Total | Others | Elimination | Total | Note |
|---|--------------|-------------|---------|----------------|---------|-------------|----------------|----------|
| External revenue | 39,832 | 7,738 | 19,319 | 66,889 | - | - | 66,889 | A |
| Inter-segment revenue | 23,087 | 5,274 | - | 28,361 | 1,089 | (29,450) | - | |
| Total revenue | 62,919 | 13,012 | 19,319 | 95,250 | 1,089 | (29,450) | 66,889 | |
| Interest income | - | - | 2 | 2 | 290 | (269) | 23 | B |
| Interest expense | (2) | (2) | (628) | (632) | (453) | 246 | (839) | C |
| Depreciation | (14) | (21) | (155) | (190) | (1,690) | - | (1,880) | D |
| Employee benefits expenses | (652) | (496) | (2,884) | (4,032) | (3,495) | - | (7,527) | |
| Other non-cash (expenses)/income | (188) | (249) | 1,400 | 963 | (6) | - | 957 | |
| Reportable segmental profit/(loss) before tax | 12,269 | 3,811 | 3,571 | 19,651 | (3,282) | (1,033) | 15,336 | E |
| Income tax expense | | | | | | | (2,734) | |
| Profit for the period | | | | | | | 12,602 | |
| Reportable segment assets | 32,082 | 26,667 | 54,828 | 113,577 | 93,046 | (44,209) | 162,414 | F |
| Capital Expenditure | - | - | 17 | 17 | 44 | - | 61 | |
| Reportable segment liabilities | 58,417 | 3,149 | 42,333 | 103,899 | 34,758 | (43,125) | 95,532 | G |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

4. Segment and revenue information (cont'd)

4.1 Reportable segments (cont'd)

Note Nature of adjustments and eliminations to arrive at amounts reported in the condensed interim consolidated financial statements

- A Inter-segments revenue are eliminated on consolidation.
- B Inter-segments interest income are eliminated on consolidation.
- C Inter-segments interest expenses are eliminated on consolidation and amortisation of fair value adjustment.
- D Other non-cash (expenses)/income consist of fair value loss on quoted equity securities, allowance for stocks obsolescence and write-back on financial assets as presented in the respective notes to the financial statements.
- E The following items are (deducted from)/added to segment profit/(loss) to arrive at "profit before tax" presented in the condensed consolidated income statement.

| | Group | |
|---|-----------------|-----------------|
| | 1HFY2026 | 1HFY2025 |
| | S\$'000 | S\$'000 |
| Unrealised gain from unsold stocks | (531) | (1,001) |
| Elimination of gain from partial disposal of a subsidiary corporation | (10,452) | - |
| Interest expense | 672 | 246 |
| Interest income | (695) | (269) |
| Elimination of intercompany transactions | 27 | (9) |
| | (10,979) | (1,033) |

- F Items relating to inter-segment assets are deducted to arrive at total assets reported in the condensed interim consolidated statement of financial position.
- G The following items are added to segment liabilities to arrive at total liabilities reported in the condensed interim consolidated statement of financial position.

| | Group | |
|---------------------------|-----------------|-----------------|
| | 1HFY2026 | 1HFY2025 |
| | S\$'000 | S\$'000 |
| Inter-segment liabilities | 60,368 | 43,072 |
| Accrual | 53 | 53 |
| | 60,421 | 43,125 |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

4. Segment and revenue information (cont'd)

4.2 Disaggregation of Consolidated Revenue

| 1HFY2026 (In S\$'000) | Group | | | |
|--|--------------------------------|--------------|---------------|---------------|
| Description | 6 months ended 31 October 2025 | | | |
| Segments | Distribution | After-sales | Projects | Total Revenue |
| Primary geographical markets | | | | |
| Singapore | 2,636 | 1,751 | 15,653 | 20,040 |
| Indonesia* | 40,393 | 6,091 | – | 46,484 |
| Malaysia | 4,429 | 144 | 19,916 | 24,489 |
| Vietnam | 2,484 | 84 | – | 2,568 |
| Other countries | – | 369 | – | 369 |
| | 49,942 | 8,439 | 35,569 | 93,950 |
| * Xin Ming Hua Pte Ltd | 29,922 | 1,192 | – | 31,114 |
| * PT Xin Ming Hua Engine | 10,471 | 4,899 | – | 15,370 |
| Total | 40,393 | 6,091 | – | 46,484 |
| <u>Timing of transfer of goods and services</u> | | | | |
| At a point in time | 49,942 | 8,439 | – | 58,381 |
| Over time | – | – | 35,569 | 35,569 |
| | 49,942 | 8,439 | 35,569 | 93,950 |

| 1HFY2025 (In S\$'000) | Group | | | |
|--|--------------------------------|--------------|---------------|---------------|
| Description | 6 months ended 31 October 2024 | | | |
| Segments | Distribution | After-sales | Projects | Total Revenue |
| Primary geographical markets | | | | |
| Singapore | – | 1,530 | 3,554 | 5,084 |
| Indonesia^ | 39,457 | 5,111 | – | 44,568 |
| Malaysia | 24 | 80 | 15,765 | 15,869 |
| Vietnam | 351 | 131 | – | 482 |
| Other countries | – | 886 | – | 886 |
| | 39,832 | 7,738 | 19,319 | 66,889 |
| ^ Xin Ming Hua Pte Ltd | 26,042 | 415 | – | 26,457 |
| ^ PT Xin Ming Hua Engine | 13,415 | 4,696 | – | 18,111 |
| Total | 39,457 | 5,111 | – | 44,568 |
| <u>Timing of transfer of goods and services</u> | | | | |
| At a point in time | 39,832 | 7,738 | – | 47,570 |
| Over time | – | – | 19,319 | 19,319 |
| | 39,832 | 7,738 | 19,319 | 66,889 |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

4. Segment and revenue information (cont'd)

4.3 Contract assets and contract liabilities

Information about trade receivables, contract assets and contract liabilities from contracts with customers is disclosed as follows:

| (In S\$'000) Description | Group | | |
|-----------------------------|-------------|-------------|------------|
| | 31 Oct 2025 | 30 Apr 2025 | 1 May 2024 |
| Trade receivables | 9,308 | 5,744 | 5,806 |
| Contract assets | 21,351 | 31,905 | 11,850 |
| Contract liabilities | (710) | (720) | (1,067) |

Contract assets primarily relate to the Group's right to consideration for work completed but not yet billed at reporting date for project work. Contract assets are transferred to receivables when the rights become unconditional.

Contract liabilities primarily relate to the Group's obligation to transfer goods or services to customers for which the Group has received advances from customers for project work.

Contract liabilities are recognised as revenue as the Group performs under the contract.

i) *Significant changes in contract assets are explained as follows:*

| (In S\$'000) Description | Group | |
|---|-------------|-------------|
| | 31 Oct 2025 | 30 Apr 2025 |
| Contract assets reclassified to receivables | (19,760) | (10,644) |
| Changes in estimate of transaction price | 15 | 431 |
| Impairment charge on contract assets | - | (62) |
| Write-back of allowance on contract assets | 95 | 1,450 |

ii) *Significant changes in contract liabilities are explained as follows:*

| (In S\$'000) Description | Group | |
|--|-------------|-------------|
| | 31 Oct 2025 | 30 Apr 2025 |
| Revenue recognised that was included in the contract liabilities balance at the beginning of the period/year | 720 | 1,067 |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 October 2025 and 30 April 2025:

| (In S\$'000) Description | Note | Group | | Company | |
|--|------|---------------|----------------|---------------|---------------|
| | | 31 Oct 2025 | 30 Apr 2025 | 31 Oct 2025 | 30 Apr 2025 |
| Financial assets at fair value through profit or loss | | | | | |
| - Quoted equity securities | 12 | 447 | 453 | – | – |
| Financial assets at amortised cost | | | | | |
| - Trade receivables | | 9,391 | 5,815 | – | – |
| - Other receivables and deposits (excluding prepayment) | | 6,434 | 5,505 | 982 | 181 |
| - Amount due from subsidiaries | | – | – | 11,666 | 11,602 |
| - Cash and short-term deposits | 13 | 25,620 | 31,950 | 494 | 700 |
| Total financial assets | | 41,892 | 43,723 | 13,142 | 12,483 |
| Presented as | | | | | |
| Non-current assets | | 447 | 453 | – | – |
| Current assets | | 41,445 | 43,270 | 13,142 | 12,483 |
| | | 41,892 | 43,723 | 13,142 | 12,483 |
| Financial Liabilities at amortised cost | | | | | |
| - Bank borrowings | 15 | 12,208 | 32,431 | – | – |
| - Lease liabilities | 15 | 123 | 164 | 70 | 104 |
| - Trade payables | | 20,918 | 32,801 | – | – |
| - Advance deposits | | 35,473 | 32,187 | – | – |
| - Other payables and accrual | | 13,751 | 16,526 | 3,521 | 4,999 |
| - Employee benefit liability | | 171 | 172 | – | – |
| - Amounts due to subsidiaries | | – | – | 16,538 | 18,327 |
| Total financial liabilities | | 82,644 | 114,281 | 20,129 | 23,430 |
| Presented as | | | | | |
| Non-current liabilities | | 2,538 | 2,661 | 120 | 78 |
| Current liabilities | | 80,106 | 111,620 | 20,009 | 23,352 |
| | | 82,644 | 114,281 | 20,129 | 23,430 |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

6. Profit before taxation

6.1 Significant items

The following items have been included in arriving at profit before tax.

| (In S\$'000) Description | Group | |
|--|----------|----------|
| | 1HFY2026 | 1HFY2025 |
| Income | | |
| Government grants and rebates | 10 | 30 |
| Rental income | 1,121 | 1,234 |
| Recovery of transportation expense from customers | 39 | 24 |
| Recovery of utilities expense from customers/tenants | 93 | 130 |
| Scrap sales | 54 | 14 |
| Interest income on bank deposits | 17 | 23 |
| Net foreign exchange gain | 1,194 | 597 |
| Write-back of impairment loss on receivables and contracts assets, net | 69 | 1,373 |
| Recovery of bad debts | 1 | 1 |
| Insurance claimed | 24 | – |
| Others | 73 | 46 |
| Expenses | | |
| Loss on disposal of property, plant and equipment | (16) | – |
| Fair value loss on quoted equity securities | (5) | (7) |
| Interest expense on loans and borrowings | (687) | (839) |
| Depreciation of property, plant and equipment | (1,619) | (1,724) |
| Depreciation of right-of-use assets | (152) | (156) |
| Allowance for stock obsolescence | (571) | (410) |

6.2 Related party transactions

For the six-months financial period ended 31 October 2025, the Group had no significant related party transactions.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

7. Taxation

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

| (In S\$'000) Description | Group | |
|-----------------------------------|----------------|----------------|
| | 1HFY2026 | 1HFY2025 |
| Current income tax expense | | |
| Current period | (3,833) | (3,132) |
| Over provision in prior period | 47 | 398 |
| | (3,786) | (2,734) |
| | | |

8. Dividends

No dividends have been declared or recommended for the current reporting financial period.

9. Net Asset Value

| Description | Group | | Company | |
|-----------------------------------|-------------|-------------|-------------|-------------|
| | 31 Oct 2025 | 30 Apr 2025 | 31 Oct 2025 | 30 Apr 2025 |
| Net asset value per share (cents) | 86.60 | 74.35 | 41.32 | 41.50 |
| Number of shares in issue | 109,643,921 | 109,643,921 | 109,643,921 | 109,643,921 |
| | | | | |

10. Property, plant and equipment

During the six-months financial period ended 31 October 2025, the cash outflow for the acquisition of property, plant and equipment amounted to S\$55,000 (31 October 2024: S\$47,000). There were non-cash additions to property, plant and equipment amounting to S\$12,000 (31 October 2024: S\$14,000).

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

11. Intangible assets

The Group acquired the entire equity interest of Mech-Power Generator Pte Ltd and its subsidiary (collectively, Mech-Power Generator Group (“**MPG Group**”)) on 7 September 2013. Intangible assets include goodwill acquired upon the acquisition of the MPG Group in prior years.

| (In S\$'000) | | Group Intellectual property rights | |
|--|--------------|---|--------------|
| Description | Goodwill | | Total |
| Cost: | | | |
| At 1 May 2024 | 9,393 | 349 | 9,742 |
| Currency translation differences | – | 19 | 19 |
| At 30 April 2025 and 1 May 2025 | 9,393 | 368 | 9,761 |
| Currency translation differences | – | (29) | (29) |
| At 31 October 2025 | 9,393 | 339 | 9,732 |
| Accumulated amortisation and impairment loss: | | | |
| At 1 May 2024 | 887 | 349 | 1,236 |
| Currency translation differences | – | 19 | 19 |
| At 30 April 2025 and 1 May 2025 | 887 | 368 | 1,255 |
| Currency translation differences | – | (29) | (29) |
| At 31 October 2025 | 887 | 339 | 1,226 |
| Net carrying amount: | | | |
| At 30 April 2025 | 8,506 | – | 8,506 |
| At 31 October 2025 | 8,506 | – | 8,506 |

11.1 Goodwill impairment

The carrying amount of goodwill of S\$8,506,000 is attributable to the MPG Group as a single cash generating unit (“**CGU**”).

The recoverable amount of the MPG Group was determined based on its value in use (“**VIU**”). The VIU were calculated by discounting the future cash flows to be generated from the continuing use of the CGU.

The VIU approach was used based on discounted cash flow projections covering a five-year period. The discount rate applied to the cash flow projections and the forecasted growth rates used to extrapolate cash flow projections beyond the five-year period are as below. The discount rate and revenue growth rates did not exceed the long-term projected growth rate for the relevant market.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

11. Intangible assets (cont'd)

11.1 Goodwill impairment (cont'd)

| | Revenue growth rate * | | Pre-tax discount rate | | Terminal growth rate | |
|-----------------|-----------------------|-------------------|-----------------------|------|----------------------|------|
| | FY2028- FY2031 | FY2027- FY2030 | 2026 | 2025 | 2026 | 2025 |
| | % | % | % | % | % | % |
| Key assumptions | 3.0 | 3.0 | 13.4 | 13.4 | 2.0 | 2.0 |

* FY2027 (2024: FY2026) revenue was forecasted based on the secured orders and potential orders estimated from order books as at 30 April 2025.

The values assigned to the key assumptions represent management's assessment of future trends of the industry in which the MPG Group operates and are based on both external sources and internal sources (historical data).

Sensitivity to changes in assumption

With regards to the assessment of VIU for the MPG Group, management believes that no reasonably possible changes in any of the key assumptions would further cause the carrying value of the unit to materially exceed its recoverable amount.

12. Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss comprise the following:

| (In S\$'000) Description | Group | |
|--------------------------------|-------------|-------------|
| | 31 Oct 2025 | 30 Apr 2025 |
| <u>Financial assets</u> | | |
| Quoted equity securities | 447 | 453 |

During the financial period, the Group recognised fair value loss on quoted equity securities of S\$5,000 (1HFY2025: fair value gain of S\$7,000).

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

12. Financial assets at fair value through profit or loss (cont'd)

Fair value hierarchy

The Group categories fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities that the Group can access at the measurement date,

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and

Level 3 – Unobservable inputs for the asset or liability.

| Group Description | Level 1 S\$'000 | Level 2 S\$'000 | Level 3 S\$'000 | Total S\$'000 |
|--|--------------------|--------------------|--------------------|------------------|
| 31 October 2025 | | | | |
| Assets measured at fair value | | | | |
| <u>Financial assets at fair value through profit or loss</u> | | | | |
| – quoted equity securities | 447 | – | – | 447 |
| 30 April 2025 | | | | |
| Assets measured at fair value | | | | |
| <u>Financial assets at fair value through profit or loss</u> | | | | |
| – quoted equity securities | 453 | – | – | 453 |

13. Cash and short-term deposits

| (In S\$'000) Description | Group | | Company | |
|-----------------------------|---------------|---------------|-------------|-------------|
| | 31 Oct 2025 | 30 Apr 2025 | 31 Oct 2025 | 30 Apr 2025 |
| Cash at banks and on hand | 25,599 | 31,930 | 494 | 700 |
| Short-term deposits | 21 | 20 | – | – |
| | 25,620 | 31,950 | 494 | 700 |

14. Right-of-use assets

Group as lessee

The Group has lease contracts for leasehold building used in its operations. These leases generally have lease terms between 2 years and 5 years, while land use rights have a lease term of 30 years. The Group's obligations under its leases are secured by the lessor's title to the leased assets.

The Group also has leases of dormitories, office, warehouse and motor vehicles with lease terms of 12 months or less and leases for office equipment at a low value. The Group applies the 'short-term lease' recognition exemptions for these leases.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

14. Right-of-use assets (cont'd)

During the six-months financial period ended 31 October 2025, the Group had a total cash outflow for leases of S\$224,000 (31 October 2024: S\$226,000).

15. Bank borrowings

| (In S\$'000) Description | Group | |
|--|---------------|---------------|
| | 31 Oct 2025 | 30 Apr 2025 |
| Loans and borrowings | | |
| Amount repayable in one year or less, or on demand | | |
| - Secured ⁽¹⁾ | 10,051 | 30,118 |
| Amount repayable after one year | | |
| - Secured ⁽¹⁾ | 2,247 | 2,446 |
| Total | 12,298 | 32,564 |
| | | |

⁽¹⁾ Excluded from the loans and borrowings above are lease liabilities of S\$33,000 which are secured over the right-of-use assets as at 31 October 2025 (30 April 2025: S\$31,000).

The Group has certain banking facilities which are secured by the following: -

- (a) Legal mortgage on factory buildings of the Group; and
- (b) Corporate guarantee by the Company.

16. Share capital

| Description (Ordinary shares excluding treasury shares) | The Group and the Company | | | |
|--|---------------------------|-------------------------|------------------|-------------------------|
| | 31 Oct 2025 | | 30 Apr 2025 | |
| | Number of Shares | Share Capital (S\$'000) | Number of Shares | Share Capital (S\$'000) |
| Balance at beginning and end of period/year | 109,643,921 | 39,882 | 109,643,921 | 39,882 |
| | | | | |

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

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

16. Share capital (cont'd)

Purchase of treasury shares

There was no share buyback transaction, sales, transfers, disposal, cancellation and/or use of treasury shares in 1HFY2026 (1HFY2025: Nil). As at 31 October 2025, the total consideration for the treasury shares held under the share buy-back scheme was S\$3,303,000 (31 October 2024: S\$3,303,000) for a total of 5,329,850 shares (31 October 2024: 5,329,850 shares).

The number of treasury shares held by the Company represents 4.86% (31 October 2024: 4.86%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) of the Company as at 31 October 2025.

17. Subsequent events

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

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

F. Other information required pursuant by listing rule appendix 7.2

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

The condensed consolidated statement of financial position of XMH Holdings Ltd. and its subsidiaries as at 31 October 2025 and the related condensed consolidated profit or loss and other comprehensive income/(loss), condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the first half year then ended and certain explanatory notes have not been audited or reviewed.

2. Review of the performance of the Group

First half year ended 31 October 2025 ("1HFY2026") vs first half year ended 31 October 2024 ("1HFY2025")

(i) Revenue

The revenue in 1HFY2026 amounted to approximately S\$94.0 million, representing a significant increase of approximately S\$27.1 million or 40.5% as compared to S\$66.9 million in 1HFY2025. This strong performance was underpinned by growth across all three business segments, as detailed below:

- a. **Project Segment**
Revenue from the Project segment increased by S\$16.3 million, or 84.1%, from S\$19.3 million in 1HFY2025 to S\$35.6 million in 1HFY2026. This significant uplift was driven by the recognition of revenue from major projects in accordance with performance obligations during the financial period.
- b. **Distribution Segment**
Revenue from the Distribution segment increased by S\$10.1 million, or 25.4%, from S\$39.8 million in 1HFY2025 to S\$49.9 million in 1HFY2026. The growth was across all markets.
- c. **After-Sales Service Segment**
The After-Sales Service segment recorded a moderate increase of 9.1%, or S\$0.7 million from S\$7.7 million in 1HFY2025 to S\$8.4 million in 1HFY2026. This was due to our proactive follow-up with customers.

(ii) Cost of Sales and Gross Profit Margin

The cost of sales increased significantly by approximately S\$20.4 million or 47.9% from S\$42.6 million in 1HFY2025 to S\$63.0 million in 1HFY2026. This was due to additional cost provided to meet the deliveries deadlines as well as higher discount given to customers. Hence, the gross profit margin decreased from 36.3% in 1HFY2025 to 32.9% in 1HFY2026.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

F. Other information required pursuant by listing rule appendix 7.2 (cont'd)

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

(iii) Other Income

Other income decreased by approximately S\$0.1 million or 5.5% from S\$1.5 million in 1HFY2025 to S\$1.4 million in 1HFY2026. This was mainly attributed to decrease in rental income of approximately S\$0.1 million from S\$1.2 million in 1HFY2025 to S\$1.1 million in 1HFY2026 due to no renewal of contract when expired.

(iv) Distribution Expenses

Distribution expenses increased by approximately S\$1.5 million or 62.0% from S\$2.4 million in 1HFY2025 to S\$3.9 million in 1HFY2026. This was mainly attributed to:

- a. increase in marketing, branding and promotional expenses of approximately S\$1.3 million; and
- b. increase in staff cost of approximately S\$0.3 million as a result of higher bonus provision.

The increase was partially offset by decrease in bank charges of approximately S\$0.1 million as a result of no issuance of banker guarantee in 1HFY2026 as compared to 1HFY2025.

(v) Administrative Expenses

Administrative expenses increased by approximately S\$0.5 million or 5.9% from S\$9.2 million in 1HFY2025 to S\$9.7 million in 1HFY2026. This was mainly attributed to increase in staff cost of approximately S\$0.6 million as a result of higher bonus provision.

The increase was partially offset by decrease in depreciation of approximately S\$0.1 million.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

F. Other information required pursuant by listing rule appendix 7.2 (cont'd)

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

(vi) Write-back on Financial Assets

Write-back on financial assets decreased by approximately S\$1.3 million or 94.9% from S\$1.37 million in 1HFY2025 to S\$0.07 million in 1HFY2026. The reversal in 1HFY2025 was mainly due to the settlement of a disputed trade receivable, for which an allowance for expected credit losses was made in FY2024.

(vii) Net Foreign Exchange Gain

Net foreign exchange difference gain doubled up from S\$0.6 million in 1HFY2025 to S\$1.2 million in 1HFY2026. This was attributed to foreign exchange gain on:

- a. intercompany receivables denominated in Singapore Dollar ("SGD") against Japanese Yen ("JPY"). SGD strengthened against JPY;
- b. intercompany receivables denominated in Indonesian Rupiah ("IDR") against JPY. IDR strengthened against JPY; and
- c. intercompany receivables denominated in Malaysian Ringgit ("MYR") against SGD. MYR strengthened against SGD.

(viii) Net Finance Expense

Net finance expense decreased by approximately S\$0.1 million from S\$0.8 million in 1HFY2025 to S\$0.7 million in 1HFY2026. This was mainly attributed to a reduction in interest expense on loans, which fell by approximately S\$0.3 million from S\$0.8 million in 1HFY2025 to S\$0.5 million in 1HFY2026 following the early repayment of a term loan during FY2025.

The decrease was partially offset by increase in interest cost of trust receipts by approximately S\$0.2 million because of higher drawdown.

(ix) Income Tax Expense

The Group's tax expense of approximately S\$3.8 million in 1HFY2026 as compared to S\$2.7 million in 1HFY2025 is in line with increased taxable profit in 1HFY2026.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

F. Other information required pursuant by listing rule appendix 7.2 (cont'd)

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

STATEMENT OF FINANCIAL POSITION REVIEW

The Group's shareholders' funds as at 31 October 2025 stood at S\$95.0 million as compared to S\$81.5 million at the end of the immediate preceding financial year ended on 30 April 2025.

(i) Property, Plant and Equipment

Property, plant and equipment decreased by approximately S\$1.5 million, from S\$36.8 million as at 30 April 2025 to S\$35.3 million as at 31 October 2025, mainly attributed to depreciation charges and disposal of plant and equipment during the financial period.

(ii) Right-of-use Assets

Right-of-use assets decreased by approximately S\$0.1 million, from S\$4.9 million as at 30 April 2025 to S\$4.8 million as at 31 October 2025. This was due to depreciation charges during the financial period.

(iii) Inventories

Inventories decreased by approximately S\$0.7 million, from S\$71.9 million as at 30 April 2025 to S\$71.2 million as at 31 October 2025. The decrease was due mainly to deliveries during the financial period.

(iv) Trade and Other Receivables

Trade and other receivables increased by approximately S\$4.2 million, from S\$14.6 million as at 30 April 2025 to S\$18.8 million as at 31 October 2025 due to higher billings based on milestone billings during the financial period.

(v) Contract Assets

Contract assets decreased by approximately S\$10.5 million, from S\$31.9 million as at 30 April 2025 to S\$21.4 million as at 31 October 2025. This was due to progress billing during the financial period.

(vi) Trade and Other Payables

Trade and other payables decreased by S\$11.4 million, from S\$81.6 million as at 30 April 2025 to S\$70.2 million as at 31 October 2025. This was due mainly to payment to suppliers partially offset by increase in deposit received from customers during the financial period.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

F. Other information required pursuant by listing rule appendix 7.2 (cont'd)

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

STATEMENT OF FINANCIAL POSITION REVIEW (CONT'D)

(vii) Loans and Borrowings

Loans and borrowings decreased by approximately S\$20.3 million, from S\$32.6 million as at 30 April 2025 to S\$12.3 million as at 31 October 2025. The significant decrease was due mainly to net repayment of revolving credit facility and trust receipts due during the financial period.

STATEMENT OF CASH FLOW REVIEW

Net cash generated from operating activities increased significantly by S\$12.2 million from S\$1.0 million in 1HFY2025 to S\$13.2 million in 1HFY2026. This was mainly arising from:

- a. decrease in inventories of approximately S\$20.5 million;
- b. decrease in contract assets of approximately S\$12.2 million;
- c. lower increase in trade and other receivables of approximately S\$2.4 million; and
- d. higher profit before tax generated in 1HFY2026 after adjustment for non-cash items by approximately S\$4.0 million as compared to 1HFY2025.

This was partially offset by:

- a. decrease in trade and other payables of approximately S\$23.3 million;
- b. decrease in contract liabilities of approximately S\$2.4 million; and
- c. higher income tax payment of approximately S\$1.2 million.

Net cash generated from investing activities was S\$12.3 million in 1HFY2026 as compared to net cash used of S\$0.02 million in 1HFY2025. This was due to proceed from partial disposal of a subsidiary corporation of approximately S\$12.3 million in 1HFY2026, none in 1HFY2025.

The net cash used in financing activities in current period was approximately S\$29.7 million as compared to S\$11.1 million in prior period. This was due mainly to:

- a. net repayment of revolving credit facility of approximately S\$13.3 million in 1HFY2026 as compared to net drawdown of S\$3.6 million in 1HFY2025;
- b. net repayment of trade bills of approximately S\$6.4 million in 1HFY2026 as compared to net drawdown of S\$2.0 million in 1HFY2025; and
- c. increase in dividend paid of approximately S\$5.0 million from S\$3.8 million in 1HFY2025 to S\$8.8 million in 1HFY2026.

In view of the above, overall lower net decrease in cash of approximately S\$6.0 million from S\$10.1 million in 1HFY2025 to S\$4.1 million in 1HFY2026.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

F. Other information required pursuant by listing rule appendix 7.2 (cont'd)

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

Not applicable.

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

The Group delivered a commendable performance in the first half of FY2026, with revenue increasing by 40.5% and profit after tax improving by 23% compared to the corresponding period last year. The strong results reflect sustained market demand and continued contributions from both the Distribution and Project segments.

Building on this momentum, the Group expects business activities to remain healthy in the second half of the financial year. A healthy order book continues to provide good visibility and supports the Group's outlook for the remainder of FY2026.

While management remains optimistic about the growth prospects, it is mindful of the evolving global landscape, including geopolitical tensions, inflationary pressures, and potential supply chain disruptions that may impact operating conditions. The Group will continue to exercise prudence in cost and inventory management, while maintaining a focus on operational efficiency and disciplined execution to safeguard margins.

5. Dividend information

5a. Current financial period reported on?

Any dividend recommended for the current financial period reported on?

No.

5b. Corresponding period of the immediately preceding financial period

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

No.

5c. Date payable.

Not applicable.

5d. Books closure date.

Not applicable.

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE FIRST HALF YEAR ENDED 31 OCTOBER 2025

F. Other information required pursuant by listing rule appendix 7.2 (cont'd)

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

The Board does not recommend any payment of dividend for 1HFY2026 as the Board wishes to conserve cash for its business and operational needs.

7. If the Group has obtained a general mandate from shareholders for interested person 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 sought a general mandate for interested person transaction(s) from the shareholders.

8. Confirmation pursuant to Rule 720(1) of the listing manual.

The Company hereby confirms that it has procured undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7.

9. Confirmation by the Board

On behalf of the Board of Directors of the Company, I, the undersigned, hereby confirms to the best of my knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial results for the six-months financial period ended 31 October 2025 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Mr. Tan Tin Yeow

Chairman and Managing Director

Singapore

12 December 2025