



Company No. 198600740M

ADVANCED SYSTEMS AUTOMATION LIMITED AND ITS SUBSIDIARIES

Condensed Interim Consolidated Financial Statements For the Six Months Ended 30 June 2025

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

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

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CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2025

	Note	Group		
		6 months ended		change
		30 Jun 25 S\$'000	30 Jun 24 S\$'000	
Revenue	5	8,428	8,620	(2)
Cost of sales		(6,195)	(6,106)	1
Gross profit		2,233	2,514	(11)
Other income		55	64	(14)
Other expenses				
Selling and marketing costs		(208)	(229)	(9)
General and administrative expenses		(2,477)	(2,270)	9
Other (expenses)/income, net		(206)	47	NM
Finance costs, net		(345)	(424)	(19)
Loss before tax	6	(948)	(298)	>100
Income tax expense	7	(216)	(223)	(3)
Loss for the period		(1,164)	(521)	>100
Attributable to:				
Owners of the Company		(960)	(521)	84
Non-controlling interests		(204)	-	NM
Loss for the period		(1,164)	(521)	>100
Loss per share (cents per share)				
Basic and diluted	8	(0.06)	(0.09)	

NM: Not meaningful

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE SIX MONTHS ENDED 30 JUNE 2025

	Group		
	6 months ended		change %
	30 Jun 25 S\$'000	30 Jun 24 S\$'000	
Loss for the period	(1,164)	(521)	>100
Other comprehensive income items that may be reclassified subsequently to profit or loss			
Foreign currency translation	<u>63</u>	<u>68</u>	<u>(7)</u>
Total comprehensive income	<u>(1,101)</u>	<u>(453)</u>	>100
Attributable to:			
Owners of the Company	<u>(883)</u>	<u>(453)</u>	<u>95</u>
Non-controlling interests	<u>(218)</u>	<u>-</u>	<u>NM</u>
Total comprehensive income	<u>(1,101)</u>	<u>(453)</u>	>100

NM: Not meaningful

CONDENSED BALANCE SHEETS

AS AT 30 JUNE 2025

	Note	Group		Company	
		30 Jun 25	31 Dec 24	30 Jun 25	31 Dec 24
		S\$'000	S\$'000	S\$'000	S\$'000
Non-Current Assets					
Property, plant and equipment	9	6,030	6,495	12	11
Right-of-use assets		775	853	-	-
Intangible assets		19,407	19,407	-	-
Investment in subsidiaries	10	-	-	33,422	33,422
		26,212	26,755	33,434	33,433
Current Assets					
Inventories		613	538	-	-
Trade and other receivables		4,873	3,925	1,100	792
Prepayments and advances		728	76	8	34
Cash at bank and on hand		1,572	4,737	41	1,292
Tax recoverable		138	123	-	-
		7,924	9,399	1,149	2,118
Current Liabilities					
Other liabilities	11	1,737	2,009	1,229	907
Trade and other payables	12	19,923	20,614	17,614	18,791
Convertible notes	13	2,485	2,300	2,485	2,300
Contract liabilities		72	68	-	-
Income tax payable		219	135	-	-
Lease liabilities		36	36	-	-
Bank Overdraft	14	727	745	-	-
Loans and borrowings	14	433	621	-	-
		25,632	26,528	21,328	21,998
Net Current Liabilities		(17,708)	(17,129)	(20,179)	(19,880)
Non-Current Liabilities					
Trade and other payables	12	1,271	1,225	1,271	1,225
Lease liabilities		251	333	-	-
Loans and borrowings	14	1,076	1,046	-	-
Deferred tax liabilities		530	545	-	-
		3,128	3,149	1,271	1,225
Net Assets		5,376	6,477	11,984	12,328
Equity attributable to owners of the Company					
Share capital	16	169,846	169,846	169,846	169,846
Foreign currency translation reserves	17	(1,093)	(1,170)	-	-
Merger reserves	17	(2,136)	(2,136)	-	-
Accumulated losses		(161,253)	(160,293)	(157,862)	(157,518)
		5,364	6,247	11,984	12,328
Non-controlling interests		12	230	-	-
Total Equity		5,376	6,477	11,984	12,328

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30 JUNE 2025

Group	Attributable to equity holders of the Company						
	Share capital S\$'000	Accumulated losses (Distributable) S\$'000	Foreign currency translation reserve ----- (Non-distributable) ----- S\$'000	Merger reserve --- S\$'000	Total reserves S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
At 1 January 2025	169,846	(160,293)	(1,170)	(2,136)	(3,306)	230	6,477
Loss for the period	-	(960)	-	-	-	(204)	(1,164)
Other comprehensive income							
Foreign currency translation	-	-	77	-	77	(14)	63
Other comprehensive income	-	-	77	-	77	(14)	63
Total comprehensive income for the period	-	(960)	77	-	77	(218)	(1,101)
At 30 June 2025	169,846	(161,253)	(1,093)	(2,136)	(3,229)	12	5,376
At 1 January 2024	148,841	(152,904)	(1,050)	(2,136)	(3,186)	-	(7,249)
Loss for the period	-	(521)	-	-	-	-	(521)
Other comprehensive income							
Foreign currency translation	-	-	68	-	68	-	68
Other comprehensive income	-	-	68	-	68	-	68
Total comprehensive income for the period	-	(521)	68	-	68	-	(453)
At 30 June 2024	148,841	(153,425)	(982)	(2,136)	(3,118)	-	(7,702)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

FOR THE SIX MONTHS ENDED 30 JUNE 2025

Company	Attributable to equity holders of the Company		
	Share capital S\$'000	Accumulated losses S\$'000	Total equity S\$'000
At 1 January 2025	169,846	(157,518)	12,328
Loss for the period	-	(344)	(344)
Total comprehensive loss for the period	-	(344)	(344)
At 30 June 2025	169,846	(157,862)	11,984
At 1 January 2024	148,841	(155,705)	(6,864)
Loss for the period	-	(926)	(926)
Total comprehensive loss for the period	-	(926)	(926)
At 30 June 2024	148,841	(156,631)	(7,790)

CONDENSED CONSOLIDATED CASH FLOWS STATEMENT

FOR THE SIX MONTHS ENDED 30 JUNE 2025

	Group	
	6 months ended	
	30 Jun 25 S\$'000	30 Jun 24 S\$'000
Operating activities		
Loss before income tax	(948)	(298)
<u>Adjustments for:</u>		
Effect of unrealised exchange gain	677	(51)
Depreciation of property, plant and equipment	408	404
Depreciation of right-of-use assets	32	69
Loss/(Gain) on disposal of property, plant and equipment	2	(3)
Fair value loss on convertible notes	185	-
Interest income	(12)	(19)
Interest expense	147	436
	<u>491</u>	<u>538</u>
<u>Changes in working capital:</u>		
(Increase)/Decrease in inventories	(75)	384
Increase in trade and other receivables	(1,588)	(637)
(Decrease)/Increase in trade and other payables, contract liabilities and other liabilities	<u>(923)</u>	<u>214</u>
Cash flows (used in)/generated from operations	<u>(2,095)</u>	<u>499</u>
Interest received	-	19
Income tax paid	<u>(175)</u>	<u>(124)</u>
Net cash (used in)/generated from operating activities	<u>(2,270)</u>	<u>394</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	(41)	(511)
Proceeds from disposal of property, plant and equipment	-	189
Net cash used in investing activities	<u>(41)</u>	<u>(322)</u>
Cash flows from financing activities		
Payment of principal portion of lease liabilities	(235)	(98)
Repayments of bank borrowings	(566)	(530)
Proceeds from bank borrowings	-	296
Interest paid	<u>(32)</u>	<u>(158)</u>
Net cash used in financing activities	<u>(833)</u>	<u>(490)</u>
Net decrease in cash and cash equivalents	<u>(3,144)</u>	<u>(418)</u>
Effects of exchange rate changes on cash and cash equivalents	(3)	(32)
Cash and cash equivalents at beginning of the period	<u>3,992</u>	<u>3,569</u>
Cash and cash equivalents at end of the period	<u>845</u>	<u>3,119</u>
Consolidated cash and bank balances represented by		
Cash at bank and on hand	1,572	3,831
Bank overdraft	<u>(727)</u>	<u>(712)</u>
Cash and cash equivalents at end of the period	<u>845</u>	<u>3,119</u>

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

1. CORPORATE INFORMATION

Advanced Systems Automation Limited (the "Company") was incorporated and domiciled in Singapore on 10 April 1986. The Company was admitted to the Official List of Stock Exchange of Singapore Dealing and Automated Quotation System on 22 July 1996 and was transited to a listing on Catalyst with effect from 4 January 2010. These condensed interim consolidated financial statements as at and for the six months ended 30 June 2025 comprise the Company and its subsidiaries (collectively, the "Group").

With effect from 23 June 2025, the registered office of the Company and principal place of the business had changed from 3014 Ubi Road 1 #02-282, Kampong Ubi Industrial Estate, Singapore 408702 to 16 Kallang Place, #03-01/02, Singapore 339156.

The principal activity of the Company is investment holding. There have been no significant changes in the nature of the activity during the financial period.

The principal activities of the subsidiaries are disclosed in Note 10.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation

The condensed interim consolidated financial statements for the six months ended 30 June 2025 ("HY2025") have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim consolidated 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 since the last annual audited consolidated financial statements of the Group for the financial year ended 31 December 2024 ("FY2024").

The accounting policies and methods of computations adopted are consistent with those adopted by the Group in its most recently audited annual consolidated financial statements for the 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 2.2.

The condensed interim consolidated financial statements are presented in Singapore Dollars ("SGD" or "S\$") which is the Company's functional currency, and all values in the tables are rounded to the nearest thousand (S\$'000), except when otherwise indicated.

Going concern assumption

As at 30 June 2025, the Group recorded net current liabilities of S\$17,708,000 and the Group recorded a net loss of S\$1,164,000 for HY2025.

Notwithstanding the above, the financial statements have been prepared on a going concern basis as the board of directors are confident that the Group will generate positive cash flow based on a cash flow projection of twenty-four months from the end of FY2024 prepared by management of the Company ("Management").

In preparing the cash flow projection, the Group has taken the following into consideration:

- (i) The deferment of the purchase consideration of approximately S\$4,600,000 in relation to the acquisition of LSO Organization Holdings Pte. Ltd.. The agreed repayment of the full consideration was within six months from the completion date of 2 August 2024, which would have fallen on 1 February 2025. Management has obtained an extension, allowing the consideration payment being deferred to a date beyond the next 12 months;
- (ii) The Company is contesting the alleged claims in the second letter of demand received on 17 September 2025. Accordingly, no cash outflow has been forecast for the full outstanding amount stated in the letter of demand;
- (iii) The subsidiary corporation, Emerald Precision Engineering Sdn Bhd, is able to obtain bank facilities of up to approximately S\$1,417,000 (equivalent to MYR4,500,000); and
- (iv) The Company has redeemable convertible notes amounting to S\$2,300,000 (the "Debt") which has matured on 31 October 2024. As disclosed in Note 33(d) to the audited financial statements for FY2024, on 14 November 2025, Management has obtained a debt settlement agreement from the notes holder that the notes holder agreed not to demand for the immediate payment of the Debt from the Company. The notes holder further agreed to stay and refrain from instituting, pursuing or enforcing any legal proceedings or

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

demands in relation to the Debt, until the next round of proposed note issuance, on or before the extended fulfilment date on 3 February 2026.

Based on the above, the board of directors has assessed and is of the view that it is appropriate that the financial statements of the Group and Company be prepared on a going concern basis.

If the Group and the Company are unable to continue in operational existence for the foreseeable future, the Group and the Company may be unable to discharge its liabilities in the normal course of business and adjustments may have to be made to reflect the situation that assets may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are currently recorded in the balance sheet. In addition, the Group and the Company may have to reclassify non-current assets and liabilities as current assets and liabilities respectively. No such adjustments have been made to these financial statements.

2.2 Adoption of new and amended standards and interpretations

The accounting policies adopted are consistent with those applied in the most recently audited financial year, except that in the current financial year, the Group has adopted all the new and revised standards, interpretations and amendments to the existing standards, that have been issued and are mandatorily effective for the annual financial year beginning on or after 1 January 2025. The adoption of these standards did not have any material effect on the financial performance or position of the Group and the Company. The new standards adopted during the financial year include the following:

- Amendments to SFRS(I) 1-21: Lack of Exchangeability
- Amendments to SFRS(I) 9 and SFRS(I) 7: Amendments to the Classification and Measurement of Financial Instruments
- Amendments to SFRS(I) 9 and SFRS(I) 7: Contracts Referencing Nature-dependent Electricity
- Annual improvements to SFRS(I)s – Volume 11
- SFRS(I) 18: Presentation and Disclosure in Financial Statements
- Amendments to SFRS(I) 10 and SFRS(I) 1-28: Sale or Contribution of Assets between an investor and its Associate or Joint Venture

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

In preparing the condensed interim consolidated 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 uncertainties were the same as those that applies to the most recently audited consolidated financial statements as at and for the financial year ended 31 December 2024.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the year in which the estimates are revised and in any future years affected.

4. SEASONAL OPERATIONS

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

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

5. REVENUE

	Equipment contract manufacturing services ("ECMS")		Aquaculture		Total	
	6 months ended		6 months ended		6 months ended	
	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000
Primary geographical markets						
Asia	8,320	8,574	67	-	8,387	8,574
North America	37	23	-	-	37	23
Others	4	23	-	-	4	23
	<u>8,361</u>	<u>8,620</u>	<u>67</u>	<u>-</u>	<u>8,428</u>	<u>8,620</u>
Timing of transfer of goods or services						
At a point in time	<u>8,361</u>	<u>8,620</u>	<u>67</u>	<u>-</u>	<u>8,428</u>	<u>8,620</u>

6. LOSS BEFORE TAX

The following significant items have been included in arriving at loss before tax: -

	Group	
	6 months ended	
	30 Jun 25 S\$'000	30 Jun 24 S\$'000
Depreciation of property, plant and equipment	(408)	(404)
Depreciation of right-of-use assets	(32)	(69)
(Loss)/Gain on disposal of property, plant and equipment	(2)	3
Fair value loss on convertible notes	(185)	-
Interest expenses	(147)	(436)
Interest income	12	19

7. INCOME TAX EXPENSE

	Group	
	6 months ended	
	30 Jun 25 S\$'000	30 Jun 24 S\$'000
Current income tax: -		
Current income tax	(229)	(240)
	<u>(229)</u>	<u>(240)</u>
Deferred income tax: -		
Origination and reversal of temporary difference	13	17
	<u>13</u>	<u>17</u>
Income tax expense recognised in profit and loss	(216)	(223)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

8. LOSS PER SHARE

Basic loss per share is calculated by dividing the loss for the period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period.

Diluted loss per share is calculated by dividing the loss for the period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares for diluted loss per share computation respectively.

The following table reflects the income and share data used in the computation of basic and diluted loss per share for the six months ended 30 June 2025 and 2024.

Group	6 months ended	
	30 Jun 25	30 Jun 24
Loss after income tax attributable to owners of the Company for basic and diluted loss per share (S\$'000)	(960)	(521)
Weighted average number of ordinary shares in issue applicable to basic and diluted loss per share ('000)	1,635,104	559,097
Loss per share (cents)		
- Basic and diluted	(0.06)	(0.09)

The comparative for the six months ended 30 June 2024 was adjusted retrospectively based on weighted average number of shares in issue of 559,097, following the completion of the Company's share consolidation of every 65 existing shares of the Company into 1 ordinary share, on 11 June 2024 and the completion of the rights issue of 3 rights shares for every 2 ordinary shares on 20 December 2024.

Diluted loss per share for the six months ended 30 June 2025 is the same as the basic loss per share because the potential ordinary shares to be converted are anti-dilutive. Diluted loss per share for the six months ended 30 June 2024 is the same as the basic loss per share because the potential ordinary shares to be converted will result in a smaller loss per share.

9. PROPERTY, PLANT AND EQUIPMENT

During the six months ended 30 June 2025, the Group has an addition of property, plant and equipment of approximately S\$41,000 (30 June 2024: S\$511,000) and disposed of property, plant and equipment amounting to S\$NIL (30 June 2024: S\$189,000).

10. INVESTMENTS IN SUBSIDIARIES

Company	30 Jun 25	31 Dec 24
	S\$'000	S\$'000
Unquoted shares, at cost	33,422	33,422
Impairment losses	-	-
	33,422	33,422

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

The Group has the following significant investment in subsidiaries: -

Name of company (Principal place of business)	Principal activities	Proportion of ownership interest	
		30 Jun 25 %	31 Dec 24 %
Held by the Company			
Emerald Precision Engineering Sdn. Bhd. (Malaysia)	Fabrication of tooling, dies and related moulding of spare parts and other related businesses	100	100
Pioneer Venture Pte Ltd (Singapore)	Contract manufacturing solutions of fabricated metal products	100	100
Yumei Technologies Sdn. Bhd. (Malaysia)	Manufacturing of die-casting products and plastic products	100	100
Yumei REIT Sdn. Bhd. (Malaysia)	Investment holding	100	100
LSO Organization Holdings Pte. Ltd. (Singapore)	Investment holding	100	100

11. OTHER LIABILITIES

	Group		Company	
	30 Jun 25 S\$'000	31 Dec 24 S\$'000	30 Jun 25 S\$'000	31 Dec 24 S\$'000
Amounts due to directors	-	522	-	322
Accrued operating expenses	1,482	1,337	975	435
Accrued directors' fee	254	150	254	150
	<hr/>	<hr/>	<hr/>	<hr/>
	1,737	2,009	1,229	907

12. TRADE AND OTHER PAYABLES

	Group		Company	
	30 Jun 25 S\$'000	31 Dec 24 S\$'000	30 Jun 25 S\$'000	31 Dec 24 S\$'000
Trade and other payables:				
Current:				
Trade payables	3,059	2,811	-	-
Other creditors	11,531	12,476	10,934	12,441
Deferred cash settlement	4,615	4,615	4,615	4,615
Loans due to a shareholder	400	400	400	400
Amounts due to subsidiaries	-	-	1,665	1,335
Amount due to related party	318	312	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	19,923	20,614	17,614	18,791
Non-current				
Loans due to a shareholder	1,271	1,225	1,271	1,225
	<hr/>	<hr/>	<hr/>	<hr/>
Total trade and other payables	21,194	21,839	18,885	20,016

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

12. TRADE AND OTHER PAYABLES (continued)

	Group		Company	
	30 Jun 25 S\$'000	31 Dec 24 S\$'000	30 Jun 25 S\$'000	31 Dec 24 S\$'000
Total trade and other payables	21,194	21,839	18,885	20,016
<u>Add:</u>				
- Other liabilities (Note 11)	1,737	2,009	1,229	907
- Loans and borrowings (Note 14)	2,236	2,412	-	-
- Convertible notes	2,485	2,300	2,485	2,300
- Lease liabilities	287	369	-	-
Total financial liabilities carried at amortised cost	27,939	28,929	22,599	23,223

Trade payables

Trade payables are non-interest bearing. Trade payables are normally settled on 30–120 days (2024: 30–120 days) credit terms.

Other creditors

Other creditors include amounts due to a former corporate shareholder of an amount S\$1,192,000 (2024: S\$1,192,000), which are interest free and unsecured, except for S\$8,394,000 (2024: S\$8,394,000), which bears floating interest rates ranging from 4.25% to 4.73% (2024: 5.88% to 5.9%) per annum, repriced on a quarterly basis. The amount due to a former corporate shareholder is repayable on yearly instalment and matures in 2029.

Amounts due to subsidiaries

The amounts due to subsidiaries are unsecured, interest-free, repayable on demand and are to be settled in cash except for outstanding balance of S\$400,000 (2024: S\$400,000) which bears floating interest rate ranging from 4.25% to 4.734% (2024: 5.69% to 5.90%) per annum, and is repriced on a quarterly basis.

Loans due to a shareholder

Loans due to a shareholder of the Company, is unsecured and interest-free, except for the amount of S\$400,000 (2024: S\$800,000), which bears a fixed interest rate of 5% (2024: 5%) per annum. The loans are repayable on yearly instalment and mature in 2028.

Amount due to a related party

Amount due to a related party is unsecured, interest-free, repayable on demand and is to be settled in cash.

Deferred cash settlement

This relates to an amount owing to Mr Lim Chen Chong, Ms Victoria Lim and Structured Capital Solutions Inc upon the acquisition of subsidiaries during the financial year ended 31 December 2024. This amount is interest-free, unsecured and repayable on demand.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

13. CONVERTIBLE NOTES

The movement of the redeemable convertible loan notes for the period is set out as below:

Group and Company	30 Jun 25 S\$'000	31 Dec 24 S\$'000
Balance as at end of period	2,485	2,300

There were no notes issued nor converted during the period under review, i.e. between 1 January 2025 and 30 June 2025.

14. LOANS AND BORROWINGS

	Group		Company	
	30 Jun 25 S\$'000	31 Dec 24 S\$'000	30 Jun 25 S\$'000	31 Dec 24 S\$'000
Current:				
Amount repayable within one year or on demand				
Bank Overdraft - secured	727	745	-	-
Trust receipts - secured	65	104	-	-
Secured loan	368	517	-	-
Unsecured loan	-	-	-	-
	1,160	1,366		
Non-current:				
Amount repayable after one year				
Secured loan	1,076	1,046	-	-
Unsecured loan	-	-	-	-
	1,076	1,046		
Total financial liabilities carried at amortised cost				
	2,236	2,412		

Bank overdrafts

Bank overdraft is denominated in Malaysian Ringgit, bears floating interest rate at 0.50% (2024: 0.5%) above the bank's base lending rate from time to time and is secured over certain properties of the Group.

Trust receipts

Trust receipts are drawn for a period of up to 120 days which are renewable upon maturity and bear floating interest rate at 8.01% (2024: 8.01%) per annum. The loan is secured by a fixed charge over certain properties of the Group.

Secured loan

- (a) The term loan is repayable in monthly instalments, bears fixed interest rate at 4.76% (2024: 4.76%) and matures in 2027. The loan is secured by the following:
 - (i) by way of fixed charge over the leasehold land and building of a related company;
 - (ii) by joint and several guarantee of certain directors of a related company; and
 - (iii) by corporate guarantee from a related company.
- (b) The term loan is repayable in monthly instalments, bears fixed interest rate at 3% (2024: 3%) and matures in 2025. The loan is secured by corporate guarantee by the Company.
- (c) The term loan is repayable in monthly instalments, bears fixed interest rate at 4.55% (2024: 455%) and matures in 2043. The loan is secured by corporate guarantee by the Company.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

15. NET ASSETS VALUE

	Group		Company	
	30 Jun 25	31 Dec 24	30 Jun 25	31 Dec 24
	S\$'000	S\$'000	S\$'000	S\$'000
Net assets	5,376	6,477	11,984	12,328
Number of shares ('000)	1,635,104	1,635,104	1,635,104	1,635,104
Net assets per share (cents)	0.33	0.40	0.73	0.75

Net asset value per share is calculated based on the equity attributable to the owners of the Company divided by the number of issued shares (excluding treasury shares) as at 30 June 2025 and as at 31 December 2024 respectively.

16. SHARE CAPITAL

	<u>Group and Company</u>	
	<u>Number of shares</u>	<u>Amount</u>
	S\$'000	S\$'000
As at 31 December 2024 and 30 June 2025	1,635,104	169,846

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restriction. The ordinary shares have no par value.

The Company did not hold any treasury shares or subsidiary holdings during and as at the end of 30 June 2025 and 30 June 2024.

The Company had in October 2023 entered into a conditional subscription agreement ("Subscription Agreement") with two subscribers ("Subscribers") for the proposed issuance of 5.0% redeemable convertible notes convertible into new ordinary shares in the capital of the Company with an aggregate principal amount of up to S\$20 million ("RCN Issuance"). On 31 October 2023, the Company drew on the first tranche of the 5% redeemable convertible notes amounting to S\$2.5 million. On 14 June 2024 and 2 July 2024, the Company entered into a first supplemental letter and a second supplemental letter, respectively, with the Subscribers to amend the terms of the Subscription Agreement. On 30 July 2024 and 1 August 2024, the Company partially drew on the second tranche of the 5% redeemable convertible notes amounting to S\$2.0 million. Please refer to the Company's announcements on 27 October 2023, 31 October 2023, 28 May 2024, 14 June 2024, 2 July 2024, 26 July 2024 and 1 August 2024 for further information on the RCN Issuance. The Company has 74,972,617 shares that may be issued upon conversion of the notes under the RCN Issuance as at 31 December 2024. On 8 April 2025, the Company announced that it had entered into a deed of termination to terminate the RCN Issuance and the outstanding notes issued under the RCN Issuance that had been subscribed for and unconverted, had become an amount owed by the Company to the Subscribers.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

	As at 30 June 2025	As at 30 June 2024
Number of shares that may be issued upon conversion of all outstanding convertibles	-	171,722,656

As at 30 June 2025, the Company has 654,041,115 warrants outstanding (30 June 2024: Nil) that were allotted and issued by the Company to successful subscribers on 19 December 2024 pursuant to the Rights cum Warrants Issue in 2024. Each warrant is convertible into one ordinary share of the Company at the exercise price of S\$0.003 and will expire on the market day immediately preceding 24 months from the date of issue of the warrants.

	As at 30 June 2025	As at 30 June 2024
Number of shares that may be issued upon exercise of warrants	654,041,115	-

Save as mentioned above, the Company does not have any other outstanding convertibles or warrants as at 30 June 2024 and 30 June 2025.

17. OTHER RESERVES

(a) *Merger reserve*

Merger reserve represents the difference between the consideration paid and the net assets of a subsidiary restructured under common control in prior years.

(b) *Foreign currency translation reserve*

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

18. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

	Group		Company	
	30 Jun 25 S\$'000	31 Dec 24 S\$'000	30 Jun 25 S\$'000	31 Dec 24 S\$'000
Financial assets measured at amortized cost				
Trade and other receivables	4,873	3,925	1,100	792
Cash at bank and on hand	1,572	4,737	41	1,292
	<u>6,445</u>	<u>8,662</u>	<u>1,141</u>	<u>2,084</u>
Financial liabilities measured at amortized cost				
Trade and other payables	20,794	21,839	18,885	20,016
Other liabilities	2,137	2,009	1,229	907
Lease liabilities	287	369	-	-
Loans and borrowings	2,236	2,412	-	-
Convertible notes	2,485	2,300	2,485	2,300
	<u>27,939</u>	<u>28,929</u>	<u>22,599</u>	<u>23,223</u>

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

19. SIGNIFICANT RELATED PARTY TRANSACTIONS

In addition to the related party information disclosed elsewhere in the financial statements, the following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period ended 30 June 2025: -

	Group		Company	
	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000
Interest expense on loans from a shareholder of the Company:				
- Interest expenses on loan	(44)	(45)	(44)	(45)
Transactions with a former director who is also a shareholder of the Company:				
- Rental expense paid	(48)	(48)	-	-
Transactions with an entity of which a senior management officer and shareholder of the Company is also a director of:				
- Rental expense paid	(71)	-	(12)	(12)
- Service fees paid	(46)			
Transactions with a director and substantial shareholder of the Company:				
- Loan to a group company	17	-	-	-
Transactions with a director of a group company:				
- Loan to a group company	26	-	-	-

20. SEGMENT INFORMATION

For management purposes, the Group is organised into business units based on their products and services. The reportable segments are the (i) Equipment Contract Manufacturing Services ("ECMS") segment, which is mainly engaged in precision engineering and fabrication assembly of parts for both semiconductor and non-semiconductor industries; and (ii) Aquaculture segment, a newly added business to the Group during second half of FY2024, which is principally engaged in management and operations of, and the technology licensing of operational know-how and expertise to, aquaculture farms.

No operating segments have been aggregated to form the above reportable operating segment.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Transfer prices between operating segments and other segments are on an arm's length basis in a manner similar to transactions with third parties.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

20. SEGMENT INFORMATION (CONT'D)

	ECMS		Aquaculture		Corporate expenses		Adjustment and elimination		Consolidated total	
	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000
Revenue:										
- External sales	8,361	8,620	67	-	-	-	-	-	8,428	8,620
- Inter-segment sales (Note A)	-	-	-	-	-	-	-	-	-	-
	8,361	8,620	67	-	-	-	-	-	8,428	8,620
EBITDA (Note B)	310	1,522	(398)	-	(286)	(929)	-	-	(373)	593
Depreciation on property, plant & equipment	(406)	(404)	-	-	(2)	-	-	-	(408)	(404)
Depreciation on right-of-use assets	(32)	(69)	-	-	-	-	-	-	(32)	(69)
Interest expense	(84)	(105)	(12)	-	(56)	(373)	6	41	(147)	(437)
Interest income	18	60	0	-	-	-	(6)	(41)	12	19
Profit/(loss) before tax	(194)	1,004	(410)	-	(344)	(1,302)	0	-	(948)	(298)
Income tax expense	(216)	(223)	-	-	-	-	-	-	(216)	(223)
Segment results	(410)	781	(410)	-	(344)	(1,302)	0	-	(1,164)	(521)
Other information:										
Additions to non-current assets	(575)	511	-	-	-	-	-	-	(575)	511
		30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000	30 Jun 24 S\$'000	30 Jun 25 S\$'000
Segment assets	15,922	16,398	19,324	19,892	1,160	2,128	(2,269)	(2,264)	34,136	36,154
Segment liabilities	6,225	5,660	2,207	3,059	22,598	23,222	(2,270)	(2,264)	28,760	29,677

A. Inter-segment revenues are eliminated on consolidation.

B. Elimination of unrealised gains and losses arising from inter-segment transactions.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

21. EVENTS OCCURRING AFTER THE REPORTING PERIOD

(a) The Company had on 21 March 2025 received a Letter of Demand from the lawyers of ASTI Holdings Limited ("ASTI") for the sum of S\$9,116,380.42 in relation to loans and corporate services provided by ASTI to the Company. The Company vigorously defended the alleged claims and on 4 August 2025 filed a court application, HC/OA 801/2025 ("OA 801"), against ASTI to restrain ASTI from presenting a winding-up application against the Company in respect of the claims in the Letter of Demand. The Company also filed an urgent summons for an interim injunction (HC/SUM 2134/2025 ("SUM 2134")) to restrain ASTI from presenting a winding-up application against the Company until the hearing and final determination of OA 801.

OA 801 was filed and an interim injunction sought because the Company disputed that the alleged outstanding amounts were due to ASTI, and also that the Company had, in its affidavit filed in the OA 801, cross-claims against ASTI in damages arising from the allegations. These disclosures to the Singapore Court led to ASTI withdrawing their Statutory Demand and paying the Company costs as announced by the Company on 5 September 2025.

On 17 September 2025, the Company received a Letter of Demand from the lawyers of ASTI demanding for the full repayment of the outstanding amounts allegedly owed by the Company to ASTI amounting to an aggregate of S\$9,873,139.26 as at 31 July 2025. The Company subsequently filed its defence and counterclaim to the suit on 10 November 2025. The Company will be relying on the same facts as stated in OA 801 in contesting the alleged claims in the Letter of Demand dated 17 September 2025 and will continue to take all necessary steps to protect the interests of the Company and its shareholders.

(b) On 19 June 2025, the Company received a notice of demand dated 19 June 2025 from Mr Seah Chong Hoe ("Mr Seah"), in relation to a claim for payment of six months' salary in lieu of notice amounting to S\$300,000. The claim arose from the Company's immediate termination of Mr Seah's employment as Chief Executive Officer of the Company. The Company is contesting the claims and lodged a police report on 22 July 2025 with regards to the unauthorised withdrawals of sums amounting to S\$1.01 million by Mr Seah from the Company.

(c) On 18 July 2025, the Company lodged a police report with the Singapore Police Force in relation to potential offences committed by Mr Seah and Dato' Sopiyan, including the following:

- (i) Mr Seah and Dato' Sopiyan effected changes to the authorised bank signatories of the Company's bank account ("Maybank Account") maintained with Maybank Singapore Limited ("Maybank"), without approval from the Board. Through these changes, Mr Seah and Dato' Sopiyan were appointed as authorised persons and authorised signatories of the Maybank Account. However, management noted that no Board resolutions had been passed to approve these changes.
- (ii) Following the unauthorised change of bank signatories, cheques amounting to approximately S\$1,011,000 were issued from the Maybank Account to Mr Seah without the knowledge or authorisation of the Board. Prior to these cheque issuances, a sum of approximately S\$904,000 had been transferred from a bank account belonging to the Company's wholly-owned subsidiary, Emerald Precision Engineering Sdn. Bhd., into the Maybank Account on or around 12 June 2025 at the instruction of Mr Seah.
- (iii) During his tenure as Chief Executive Officer of the Company, Mr Seah had access to and control over the Company's financial, commercial, and other corporate records and documents. As of 22 July 2025, Mr Seah had yet to return all of these documents to the Company. The Company has sought legal advice on recovering these documents.

(d) On 8 April 2025, the Company announced that it had entered into a Deed of Termination to terminate the subscription agreement dated 24 October 2023 ("RCN 1.0 Notes") entered into between the Company, Advance Opportunities Fund 1 ("AOF 1") and Advance Opportunities Fund VCC in relation to the issuance of up to S\$5.0 million redeemable convertible notes. As at the date of the Deed of Termination, there remained outstanding RCN 1.0 Notes with a face value of S\$2.3 million that had been subscribed for and unconverted by AOF 1.

The Company subsequently entered into a debt settlement agreement with AOF 1 on 15 October 2025 for the settlement of the outstanding debt amounting to S\$2.3 million arising from the outstanding redeemable convertible notes. Further on, the Company, had also received a letter agreement from AOF 1 on 14 November 2025, wherein AOF 1 had in good faith, agreed not to demand for the immediate payment of the debt from the Company, and refrain from instituting, pursuing or enforcing any legal proceedings or demands in relation to the debt, pending the Company's satisfaction of the conditions precedents under an amended and restated subscription agreement with an extended fulfilment date on or before 3 February 2026.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 30 JUNE 2025

- (e) On 27 November 2025, the Company announced that 30,022,580 new ordinary shares at S\$0.003 per share were allotted in the capital of the Company and issued by the Company pursuant to the exercise of the Rights Cum Warrants Issue completed on 19 December 2024. Following the allotment and issuance of the new Shares with an aggregate principal value of S\$0.09 million, the total number of issued and paid-up ordinary share capital of the Company was increased to 1,665,144,341 shares as of 3 December 2025.

OTHER INFORMATION REQUIRED BY CATALYST RULE APPENDIX 7C

FOR THE SIX MONTHS ENDED 30 JUNE 2025

OTHER INFORMATION

1. REVIEW

The condensed consolidated balance sheet of Advanced Systems Automation Limited and its subsidiaries as at 30 June 2025 and the related condensed consolidated income statement and statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the period then ended and the explanatory notes have not been audited or reviewed by the Company's auditors.

2. WHERE THE FIGURES HAVE BEEN AUDITED OR REVIEWED, THE AUDITORS' REPORT (INCLUDING ANY MODIFICATIONS OR EMPHASIS OF MATTER)

Not applicable. The condensed interim consolidated financial statements for HY2025 have not been audited or reviewed by the Company's auditors.

2A. 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.

The Company's independent external auditor, CLA Global TS Public Accounting Corporation (the "**Independent Auditor**"), has issued a disclaimer of opinion (the "**Disclaimer of Opinion**") in their independent auditor's report dated 28 November 2025 (the "**Independent Auditor's Report**") on the audited consolidated financial statements of the Group (the "**Audited Financial Statements**") for the financial year ended 31 December 2024 ("**FY2024**").

The Independent Auditor has not expressed an opinion on the Audited Financial Statements as it has not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the Audited Financial Statements because of the significance of the matters described in the "Bases for Disclaimer of Opinion" section contained in the Independent Auditor's Report. The bases for the Disclaimer of Opinion are in relation to: (i) the inability to obtain sufficient information for the consolidated financial statements of the Group; (ii) the acquisition by the Company of LSO Organization Holdings Pte. Ltd., which in turn holds Lim Shrimp Organization Ltd., which in turn holds Lim Shrimp Org Sdn. Bhd as its subsidiary corporations (collectively, the "**LSO Group**"); (iii) the contributions of LSO Group; (iv) the valuation of redeemable convertible notes; and (v) going concern assumptions.

- (a) Following the issuance of the Disclaimer of Opinion from the Independent Auditor, the Management has developed and commenced a remediation roadmap to resolve the audit issues identified. The following are the efforts taken to resolve each outstanding audit issue:
 - (i) Reconstitution and strengthening of the finance and accounting team;
 - (ii) Internal auditors to be appointed for all material subsidiaries and review of intercompany balances;
 - (iii) Enhancement of documentation, control, and reporting procedures; and
 - (iv) Periodic reporting of progress to the Audit Committee until all issues are resolved to the auditors' satisfaction.

The Management undertakes to cooperate fully with the Independent Auditor and the Audit Committee to implement the remediation roadmap and to provide periodic updates, if necessary. The Management further affirms that the aforementioned representations are made in good faith and after due enquiry, to enable the Board to rely reasonably on Management's assurances when approving the financial statements.

- (b) Based on the above, the Board has assessed, and is of the opinion, that sufficient information on the impact of all outstanding audit issues on the Audited Financial Statements and the condensed interim consolidated financial statements for HY2025 has been adequately disclosed for the trading of the Company's securities to continue in an orderly manner and the Board is not aware of any material information that requires disclosure but remains undisclosed as of the date of this announcement.

3. CHANGES IN TREASURY SHARES

Not applicable. The Company does not have any treasury shares.

4. CHANGES IN SUBSIDIARY HOLDINGS

Not applicable. The Company does not have any subsidiary holdings.

OTHER INFORMATION REQUIRED BY CATALYST RULE APPENDIX 7C

FOR THE SIX MONTHS ENDED 30 JUNE 2025

5. REVIEW OF PERFORMANCE OF THE GROUP

Income Statement

The Group recorded revenue of S\$8.4 million in the six months ended 30 June 2025 ("1H2025"), a decrease of S\$0.2 million or 2% from S\$8.6 million in the previous corresponding period ended 30 June 2024 ("1H2024"). The slight decrease in revenue was mainly due to lower demand from customers from the ECMS segment.

Gross profit margin ("GPM") of the Group in 1H2025 was 26.5%, which was 2.7% lower as compared to the GPM of 29.2% in 1H2024, mainly due to higher costs.

Selling and marketing ("S&M") costs remained at S\$0.2 million in 1H2025, consistent with S\$0.2 million in 1H2024. The costs were stable as there were no significant changes in sales commission expenses or other S&M activities during the period.

General and administrative ("G&A") costs increased by 9% or S\$0.2 million from S\$2.3 million in 1H2024 to S\$2.5 million in 1H2025. This was mainly due to the consolidation of G&A expenses from the LSO Group, which was acquired in August 2024 and therefore not included in the comparative period.

Other expenses for 1H2025 amounted to S\$0.2 million, mainly due to foreign exchange loss from the weakening of the Singapore Dollar against the Malaysian Ringgit. This compared to a foreign exchange gain of S\$0.04 million in 1H2024, resulting from the strengthening of the Singapore Dollar against the Malaysian Ringgit.

Finance costs for 1H2025 decreased by 18.6% to S\$0.34 million, as compared to S\$0.42 million in 1H2024, mainly due to a reduction in interest expenses related to outstanding debts. [

As a result of the above, the Group reported a net loss of S\$1.2 million in 1H2025, as compared to a net loss of S\$0.5 million in 1H2024.

Balance Sheet

Property, plant and equipment ("PPE") decreased by S\$0.5 million, from S\$6.5 million as at 31 December 2024 to S\$6.0 million as at 30 June 2025. The decrease was mainly due to depreciation charged during the period.

Right-of-use ("ROU") assets decreased by S\$0.1 million, from S\$0.9 million as at 31 December 2024 to S\$0.8 million as at 30 June 2025, primarily due to depreciation charged during the period.

Inventories increased by S\$0.1 million, from S\$0.5 million as at 31 December 2024 to S\$0.6 million as at 30 June 2025, mainly due to higher inventory held by one of the Group's subsidiaries.

Trade and other receivables increased by S\$1.0 million, from S\$3.9 million as at 31 December 2024 to S\$4.9 million as at 30 June 2025. The increase was primarily attributable to higher sales from one of the subsidiaries during the period.

Prepayments and advances increased by S\$0.6 million, from S\$0.1 million as at 31 December 2024 to S\$0.7 million as at 30 June 2025. The increase was mainly due to higher advances made to suppliers by a subsidiary, arising from increased purchases in line with higher sales by that subsidiary during the period.

Other liabilities decreased by S\$0.3 million, from S\$2.0 million as at 31 December 2024 to S\$1.7 million as at 30 June 2025, mainly due to a decrease in accrued staff costs for a former director.

Current trade and other payables decreased by S\$0.7 million, from S\$20.6 million as at 31 December 2024 to S\$19.9 million as at 30 June 2025, due to payments to sundry creditors.

Convertible notes increased by S\$0.2 million, from S\$2.3 million as at 31 December 2024 to S\$2.5 million as at 30 June 2025, due to changes in fair value of the convertible notes.

Total loans and borrowings (current and non-current), including bank overdrafts, decreased by S\$0.2 million, from S\$2.4 million as at 31 December 2024 to S\$2.2 million as at 30 June 2025, mainly due to repayments.

Lease liabilities (current and non-current) decreased by S\$0.1 million, from S\$0.4 million as at 31 December 2024 to S\$0.3 million as at 30 June 2025, mainly due to repayments.

As at 30 June 2025, the Group reported net current liabilities of S\$17.7 million and net assets of S\$5.4 million. Please refer to Note 2.1 under the Notes to the Condensed Financial Statements of this announcement for information on the Directors' assessment of the Group's and the Company's ability to continue as a going concern.

OTHER INFORMATION REQUIRED BY CATALYST RULE APPENDIX 7C

FOR THE SIX MONTHS ENDED 30 JUNE 2025

Cash Flows

Net cash used in operating activities amounted to S\$2.3 million for 1H2025. The Group recorded positive operating cash flows before working capital changes of S\$0.5 million. The main movements contributing to the negative operating cash flows for 1H2025 were (i) an increase in trade and other receivables of S\$1.6 million; and (ii) a decrease in trade and other payables, contract liabilities and other liabilities of S\$0.9 million.

Net cash used in investing activities amounted to S\$0.04 million for 1H2025 due to purchase of property, plant and equipment.

Net cash used in financing activities amounted to S\$0.8 million for 1H2025, due to repayments of bank borrowings of S\$0.6 million, payment of lease obligations of S\$0.2 million, and payment of interest of S\$0.03 million.

As a result, the Group recorded net cash outflows with a net decrease in cash and cash equivalents of S\$3.1 million for 1H2025. Cash and cash equivalents stood at S\$0.8 million as at 30 June 2025.

6. WHERE A FORECAST, OR PROSPECT STATEMENT, HAS BEEN PREVIOUSLY DISCLOSED TO SHAREHOLDERS, ANY VARIANCE BETWEEN IT AND THE ACTUAL RESULTS

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

7. A COMMENTARY AT THE DATE OF THE ANNOUNCEMENT OF THE SIGNIFICANT TRENDS AND COMPETITIVE CONDITIONS OF THE INDUSTRY IN WHICH THE GROUP OPERATES AND ANY KNOWN FACTORS OR EVENTS THAT MAY AFFECT THE GROUP IN THE NEXT REPORTING PERIOD AND THE NEXT 12 MONTHS

In relation to its existing business, while the Group is of the opinion that the performance may be better in the second half of the year, it remains vulnerable to continued global economic volatility, subdued growth in economies, increased policy uncertainty and geopolitical realignment of countries, among other factors.

Emerald Precision Engineering Sdn. Bhd. continues to perform favourably given its competitive strengths and diversification across different client industries.

The Board and management are evaluating the performance of the Group's existing businesses and may consider downsizing or divesting non-performing segments.

8. DIVIDEND

(a) Whether an interim (final) ordinary dividend has been declared (recommended) Any dividend declared for the current financial year reported on?

None.

(b) Corresponding year of the immediately preceding financial year. Any dividend declared for the corresponding year of the immediately preceding financial year?

None.

(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

Not applicable.

(d) The date the dividend is payable

Not applicable.

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

Not applicable.

OTHER INFORMATION REQUIRED BY CATALIST RULE APPENDIX 7C

FOR THE SIX MONTHS ENDED 30 JUNE 2025

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

No dividend has been declared or recommended for HY2025 as the Group and the Company still have accumulated losses as at 30 June 2025.

9. INTERESTED PERSON TRANSACTIONS

The Group did not obtain a general mandate from its shareholders for IPTs. There was no IPT entered into by the Group with a value of S\$100,000 or more during HY2025.

10. CONFIRMATION THAT THE ISSUER HAS PROCURED UNDERTAKINGS FROM ALL ITS DIRECTORS AND EXECUTIVE OFFICERS (IN THE FORMAT SET OUT IN APPENDIX 7H UNDER RULE 720(1) OF THE CATALIST RULES

We hereby confirm that we have procured all the required undertakings from all the Directors and Executive Officers of the Company in the format set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

11. NEGATIVE CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5) OF THE CATALIST RULES

To the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited financial results for the six months ended 30 June 2025 to be false or misleading in any material aspect.

12. DISCLOSURES ON ACQUISITION AND REALISATION OF SHARES PURSUANT TO CATALIST RULE 706A

There were no acquisitions or realization of shares in any of the Group's subsidiaries and associated companies as well as no incorporation of any new subsidiary or associated company by the Company or any of the Group's entities during HY2025.

BY ORDER OF THE BOARD

CHNG HEE KOK
Non-Executive Chairman and
Chairman, Audit Committee
8 January 2026