



CHEMICAL INDUSTRIES (FAR EAST) LIMITED.  
化学工业(远东)有限公司

# **CHEMICAL INDUSTRIES (FAR EAST) LIMITED**

**(Company registration no. 196200046K)**

**Condensed Financial Statements  
For the six months and full year ended 31 March 2026**



CHEMICAL INDUSTRIES (FAR EAST) LIMITED.  
化学工业(远东)有限公司

## TABLE OF CONTENTS

	PAGE
A. Consolidated Statement of Profit or Loss and Other Comprehensive Income	3
B. Statements of Financial Position	4
C. Statements of Changes in Equity	5 - 6
D. Consolidated Statement of Cash Flows	7
E. Notes to Consolidated Financial Statements	8 - 22
F. Other information required by Listing Rule Appendix 7.2	23 - 24



**A. Consolidated Statement of Profit or Loss and Other Comprehensive Income**

	<u>Note</u>	Group		Change	Group		Change
		Second half			Full year		
		2026	2025		2026	2025	
		\$'000	\$'000	%	\$'000	\$'000	%
Revenue	4	30,974	32,439	(4.5)	60,634	65,374	(7.3)
Cost of sales		(25,935)	(33,265)	(22.0)	(52,146)	(61,537)	(15.3)
<b>Gross profit / (loss)</b>		5,039	(826)	n.m.	8,488	3,837	n.m.
Other income		942	1,127	(16.4)	1,684	2,424	(30.5)
Distribution expenses		(2,378)	(2,981)	(20.2)	(5,439)	(5,814)	(6.5)
Administrative expenses		(2,414)	(2,498)	(3.4)	(4,846)	(4,783)	1.3
Other expenses		143	(16,247)	n.m.	(534)	(17,466)	n.m.
Finance costs		(135)	(267)	(49.4)	(279)	(300)	(7.0)
<b>Profit / (loss) before tax</b>	7	1,197	(21,692)	n.m.	(926)	(22,102)	n.m.
Income tax credit	8	199	790	n.m.	7	645	n.m.
<b>Profit / (Loss) for the period/year, attributable to owners of the company</b>		1,396	(20,902)	n.m.	(919)	(21,457)	n.m.
<b>Other comprehensive income (loss), net of tax</b>							
<u>Item that may be reclassified subsequently to profit or loss</u>							
Exchange differences on translation of foreign operations		646	(270)	n.m.	483	(434)	n.m.
<b>Total comprehensive income (loss) for the period/year, attributable to owners of the company</b>		2,042	(21,172)	n.m.	(436)	(21,891)	n.m.
<b>Earnings / (Loss) per share:</b>							
Basic and diluted (cents)		1.84	(27.52)		(1.21)	(28.25)	

n.m. denotes Not Meaningful



## B. Statements of Financial Position

	Note	Group		Company	
		FY2026 \$'000	FY2025 \$'000	FY2026 \$'000	FY2025 \$'000
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents		20,086	23,470	9,412	13,555
Trade and other receivables		12,675	12,938	12,387	12,511
Due from subsidiaries		-	-	2,979	1,393
Inventories		3,457	5,859	3,401	5,735
Total current assets		36,218	42,267	28,179	33,194
<b>Non-current assets</b>					
Property, plant and equipment	13	19,840	20,041	19,323	19,474
Investment properties	12	73,700	73,600	-	-
Subsidiaries	14	-	-	44,303	44,303
Trade and other receivables		-	999	-	999
Financial assets at fair value through profit or loss ("FVTPL")	11	1,356	1,219	1,356	1,219
Total non-current assets		94,896	95,859	64,982	65,995
<b>Total assets</b>		<b>131,114</b>	<b>138,126</b>	<b>93,161</b>	<b>99,189</b>
<b>Current liabilities</b>					
Trade and other payables		7,477	10,957	6,363	9,480
Contract liabilities		376	-	-	-
Lease liabilities		1,228	930	1,228	930
Provisions	6	6,318	6,540	6,318	6,540
Bills payables	15	-	4,164	-	4,164
Income tax payable		244	317	-	31
Total current liabilities		15,643	22,908	13,909	21,145
<b>Non-current liabilities</b>					
Lease liabilities		1,067	685	1,067	685
Provisions	6	8,968	8,275	8,968	8,275
Deferred tax liabilities		72	79	-	-
Total non-current liabilities		10,107	9,039	10,035	8,960
<b>Capital and reserves</b>					
Share capital	16	75,945	75,945	75,945	75,945
Translation reserve		178	(305)	-	-
Accumulated profits / (losses)		29,241	30,539	(6,728)	(6,861)
Total equity		105,364	106,179	69,217	69,084
<b>Total liabilities and equity</b>		<b>131,114</b>	<b>138,126</b>	<b>93,161</b>	<b>99,189</b>



### C. Statements of Changes in Equity

<b>GROUP</b>	<b>Note</b>	<b>Share capital \$'000</b>	<b>Translation reserves \$'000</b>	<b>Accumulated profits \$'000</b>	<b>Attributable to equity holders of the company \$'000</b>
Balance at 1 April 2024		75,945	129	53,135	129,209
<u>Total comprehensive loss for the year</u>					
Loss for the year		-	-	(21,457)	(21,457)
Other comprehensive loss		-	(434)	-	(434)
Total		-	(434)	(21,457)	(21,891)
Dividends paid, representing transactions with owners, recognised directly in equity	9	-	-	(1,139)	(1,139)
Balance as at 31 March 2025		75,945	(305)	30,539	106,179
<u>Total comprehensive loss for the year</u>					
Loss for the year		-	-	(919)	(919)
Other comprehensive income		-	483	-	483
Total		-	483	(919)	(436)
Dividends paid, representing transactions with owners, recognised directly in equity	9	-	-	(379)	(379)
Balance as at 31 March 2026		75,945	178	29,241	105,364



**C. Statements of Changes in Equity (cont'd)**

<b><u>COMPANY</u></b>	<b><u>Note</u></b>	<b>Share capital \$'000</b>	<b>Accumulated losses \$'000</b>	<b>Total \$'000</b>
Balance at 1 April 2024		75,945	(6,295)	69,650
Profit for the year, representing total comprehensive income for the year		-	573	573
Dividends paid, representing transactions with owners, recognised directly in equity	9	-	(1,139)	(1,139)
<b>Balance as at 31 March 2025</b>		75,945	(6,861)	69,084
Profit for the year, representing total comprehensive profit for the year		-	512	512
Dividends paid, representing transactions with owners, recognised directly in equity	9	-	(379)	(379)
<b>Balance as at 31 March 2026</b>		75,945	(6,728)	69,217



## D. Consolidated Statement of Cash Flows

Description	THE GROUP	
	FY2026	FY2025
	\$'000	\$'000
<b>Operating activities</b>		
Loss before tax	(926)	(22,102)
Adjustments for:		
Impairment of property, plant and equipment	-	10,100
(Reversal of) / Write down of inventories to net realisable value	(207)	227
Inventories written off	96	-
(Reversal of) / Provision for onerous contracts	(222)	6,222
Increase / (Decrease) in loss allowance on trade receivables	10	(151)
Depreciation of property, plant and equipment	4,324	6,710
Write off of property, plant and equipment	1	6
Fair value (gain) / loss on investment properties	(100)	700
Fair value gain on financial assets at FVTPL	(137)	(266)
Unrealised foreign exchange differences	240	(3)
Dividend income	(73)	(55)
Gain on disposal of property, plant and equipment	(12)	(8)
Interest expense	279	300
Interest income	(343)	(592)
Operating cash flows before movements in working capital	2,930	1,088
Trade and other receivables	1,075	2,632
Inventories	2,514	1,341
Trade and other payables	(3,553)	4,755
Contract liabilities	376	-
Cash generated from operations	3,342	9,816
Dividends paid	(379)	(1,139)
Income tax paid	(77)	(192)
Interest received	343	592
Dividends received	73	55
Net cash from operating activities	3,302	9,132
<b>Investing activities</b>		
Proceeds on disposal of property, plant and equipment	19	14
Purchase of property, plant and equipment	(2,052)	(9,753)
Net cash used in investing activities	(2,033)	(9,739)
<b>Financing activities</b>		
(Decrease) / Increase in bills payable	(4,164)	4,164
Repayment of lease liabilities	(972)	(1,089)
Net cash (used in) / from financing activities	(5,136)	3,075
Net (decrease) / increase in cash and cash equivalents	(3,867)	2,468
Cash and cash equivalents at beginning of year	23,470	21,442
Effects of foreign exchange rate changes	483	(440)
<b>Cash and cash equivalents at end of the year</b>	<b>20,086</b>	<b>23,470</b>



## E. Notes to Condensed Consolidated Financial Statements

### 1 Corporate information

Chemical Industries (Far East) Limited (the Company) is incorporated and domiciled in Singapore and whose shares are publicly traded on the Mainboard of the Singapore Exchange.

These condensed consolidated financial statements for the six months and full year ended 31 March 2026 comprise the Company and its subsidiaries (collectively, the Group).

The principal activities of the Company are investment holding and the manufacture and sale of chemicals.

The principal activities of the subsidiaries are:

- (a) general carriers
- (b) proprietor of commercial buildings
- (c) manufacture and wholesale of industrial chemicals
- (d) general merchant, importer and exporter of chemicals

### 2 Basis of Preparation

The condensed financial statements for the six months and full year ended 31 March 2026 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last interim financial statements for the period ended 30 September 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 financial statements are presented in Singapore dollars which is the Company's functional currency.

#### 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.

#### 2.2 Use of judgements and estimates

In preparing the condensed 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 expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 March 2025.

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



Management is of the opinion that there are no critical judgements involved that have a significant effect on the amounts recognised in the financial statements apart from those involving estimates which are dealt with below.

The key assumptions concerning the future, and other key sources of estimation uncertainty at the end of reporting period, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are discussed below.

#### Valuation of investment properties

The Group estimates the fair value of investment properties based on valuations performed by an independent professional valuer. The estimated market values may differ from the price at which the Group's assets could be sold at a particular time, since actual selling prices are negotiated between willing buyers and sellers. Also, certain estimates such as overall market conditions require an assessment of factors not within management's control. As a result, actual results of operations and realisation of net assets may differ from the estimates set forth in these financial statements, and the difference may be significant.

Information about the valuation techniques and inputs used in determining the fair values of investment properties is disclosed in Note 12.

The carrying amount of investment properties is disclosed in Note 12.

#### Impairment in property, plant and equipment and cost of investment in subsidiary

The Group reviews the carrying amount of its property, plant and equipment and cost of investment in subsidiary to determine whether there are any indications that these assets have suffered an impairment loss. If indicators of impairment exist, the recoverable amount of the assets are estimated to determine the extent of the impairment loss, if any.

For the year ended 31 March 2026, the Group considered indicators of impairment on property, plant and equipment in Singapore and estimated their recoverable amount based on a value-in-use ("VIU") computation. Based on the VIU computation, no impairment losses were required for FY2026. In FY2025, the Group recognised impairment losses amounting to \$10.1 million in the statement of profit or loss and other comprehensive income.

Given the uncertainty in political, customer concentration and currency risks, property, plant and equipment in Myanmar and the cost of investment in the subsidiary, Chemical Industries (Myanmar) Limited remain fully impaired as at 31 March 2025 and 31 March 2026.

#### Useful lives of property, plant and equipment

Property, plant and equipment are depreciated on a straight-line basis over their estimated useful lives. Management estimates useful lives by reference to expected usage, repair and maintenance, and technical or commercial obsolescence. Changes to these factors could impact the useful lives and related depreciation charges.

#### Allowance for inventories

In determining the allowance for inventories, management compares the net realisable value against the cost of the inventories. This involves estimating future demand and selling prices of the inventories. Changes to these estimates may result in the recognition of additional allowances for inventories.



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#### Provision for onerous contracts

An onerous contract is considered to exist when the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it. Management has determined certain sales contracts to be onerous, based on the contracted selling prices and the estimation of costs to fulfil the contract. The provision at year end represents the net costs of meeting the Group's and the Company's obligations under those contracts.

#### Provision for land restoration

This relates to the expected cost of reinstating leasehold land to its original state at the end of the lease term. The provision is based on current restoration cost information available (e.g. quotations from external suppliers) and to the best knowledge and experience of management.

### **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

##### 4.1 Reportable segments

Information reported to the Group's chief operating decision maker for the purposes of resource allocation and assessment of segmental performance is organised into two operating segments - Industrial Chemicals and Properties.

The Industrial Chemicals segment is involved in the manufacturing and sales of chemicals. The Properties segment is involved in the business of managing and renting of commercial properties.

Description	Industrial Chemicals	Properties	Group
	\$'000	\$'000	\$'000
<b><u>1 October 2025 to 31 March 2026</u></b>			
Segment revenue			
Sales to external customers	30,180	794	30,974
Segment profit	472	731	1,203
Interest income			129
Finance cost			(135)
Profit before tax			1,197
Income tax credit			199
Profit for the period			1,396
<b><u>As at 31 March 2026</u></b>			
Segment assets	46,977	82,781	129,758
Unallocated assets			1,356
Consolidated assets			131,114
<b><u>Other information</u></b>			
Capital expenditures	1,253	5	1,258
Depreciation	1,626	11	1,637
Reversal of provision for onerous contracts	(222)	-	(222)
Reversal of write down of inventories to net realisable value	(207)	-	(207)
Inventory written off	96	-	96
Fair value gain on investment properties	-	(200)	(200)



**4. Segment and revenue information (cont'd)**

**4.1 Reportable segments (cont'd)**

Description	Industrial Chemicals \$'000	Properties \$'000	Group \$'000
<b><u>1 October 2024 to 31 March 2025</u></b>			
Segment revenue			
Sales to external customers	31,450	989	32,439
Segment (loss) profit	(22,002)	339	(21,663)
Interest income			238
Finance cost			(267)
Loss before tax			(21,692)
Income tax credit			790
Loss for the period			(20,902)
<b><u>As at 31 March 2025</u></b>			
Segment assets	55,516	81,391	136,907
Unallocated assets			1,219
Consolidated assets			138,126
<u>Other information</u>			
Capital expenditures	2,338	-	2,338
Depreciation	3,539	12	3,551
Impairment of plant and equipment	10,100	-	10,100
Provision for onerous contracts	6,222	-	6,222
Write down of inventories to net realisable value	227	-	227
Fair value loss on investment properties	-	300	300
<b><u>1 April 2025 to 31 March 2026</u></b>			
Segment revenue			
Sales to external customers	59,003	1,631	60,634
Segment (loss) profit	(2,215)	1,152	(1,063)
Interest income			343
Dividend income			73
Finance cost			(279)
Loss before tax			(926)
Income tax credit			7
Loss for the year			(919)



**4. Segment and revenue information (cont'd)**

**4.1 Reportable segments (cont'd)**

Description	Industrial Chemicals	Properties	Group
	\$'000	\$'000	\$'000
<b><u>As at 31 March 2026</u></b>			
Segment assets	46,977	82,781	129,758
Unallocated assets			1,356
Consolidated assets			131,114
<u>Other information</u>			
Capital expenditures	2,045	7	2,052
Depreciation	4,301	23	4,324
Reversal of provision for onerous contracts	(222)	-	(222)
Reversal of write down of inventories to net realisable value	(207)	-	(207)
Inventory written off	96	-	96
Fair value gain on investment properties	-	(100)	(100)
<b><u>1 April 2024 to 31 March 2025</u></b>			
Segment revenue			
Sales to external customers	63,493	1,881	65,374
Segment (loss) profit	(23,044)	595	(22,449)
Interest income			592
Dividend income			55
Finance cost			(300)
Loss before tax			(22,102)
Income tax credit			645
Loss for the year			(21,457)



**4. Segment and revenue information (cont'd)**

**4.1 Reportable segments (cont'd)**

Description	Industrial Chemicals	Properties	Group
	\$'000	\$'000	\$'000
<b><u>As at 31 March 2025</u></b>			
Segment assets	55,516	81,391	136,907
Unallocated assets			1,219
Consolidated assets			138,126
<u>Other information</u>			
Capital expenditures	9,753	-	9,753
Depreciation	6,686	24	6,710
Impairment of plant and equipment	10,100	-	10,100
Provision for onerous contracts	6,222	-	6,222
Write down of inventories to net realisable value	227	-	227
Fair value loss on investment properties	-	700	700

Revenue reported above represents revenue generated from external customers. There were no intersegment sales.

Segmental profit represents profits earned by each segment without allocation of interest income, dividend income, finance costs and income tax expense.

All assets are allocated to reportable segments other than financial assets at FVTPL.



**4. Segment and revenue information (cont'd)**

**4.2 Disaggregation of revenue**

Description	Industrial Chemicals	Properties	Group
	\$'000	\$'000	\$'000
<b><u>1 October 2025 to 31 March 2026</u></b>			
Singapore	28,742	794	29,536
Myanmar	1,438	-	1,438
Total revenue	30,180	794	30,974
Timing of revenue recognition			
At a point in time	30,180	-	30,180
Over time	-	794	794
Total revenue	30,180	794	30,974
<b><u>1 October 2024 to 31 March 2025</u></b>			
Singapore	30,611	989	31,600
Myanmar	839	-	839
Total revenue	31,450	989	32,439
Timing of revenue recognition			
At a point in time	31,450	-	31,450
Over time	-	989	989
	31,450	989	32,439



**4. Segment and revenue information (cont'd)**

**4.2 Disaggregation of revenue (cont'd)**

Description	Industrial Chemicals	Properties	Group
	\$'000	\$'000	\$'000
<b><u>1 April 2025 to 31 March 2026</u></b>			
Singapore	56,348	1,631	57,979
Myanmar	2,655	-	2,655
Total revenue	59,003	1,631	60,634
Timing of revenue recognition			
At a point in time	59,003	-	59,003
Over time	-	1,631	1,631
	59,003	1,631	60,634
<b><u>1 April 2024 to 31 March 2025</u></b>			
Singapore	62,087	1,881	63,968
Myanmar	1,406	-	1,406
Total revenue	63,493	1,881	65,374
Timing of revenue recognition			
At a point in time	63,493	-	63,493
Over time	-	1,881	1,881
	63,493	1,881	65,374



## 5 Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group and the Company as at 31 March 2025 and 31 March 2026:

Description	Group		Company	
	31 Mar 2026	31 Mar 2025	31 Mar 2026	31 Mar 2025
	\$'000	\$'000	\$'000	\$'000
<b>Financial Assets</b>				
Financial assets at amortised cost	32,234	36,829	23,990	28,080
Financial assets at FVTPL	1,356	1,219	1,356	1,219
<b>Financial Liabilities</b>				
Financial liabilities at amortised cost	7,477	15,121	6,363	13,644
Lease liabilities	2,294	1,615	2,294	1,615

The carrying amounts of cash and cash equivalents, trade and other receivables and payables and other liabilities approximate their respective fair values due to the relatively short-term maturity of these financial instruments.

## 6 Provisions

	Group and company	
	2026	2025
	\$'000	\$'000
<u>Provision for onerous contracts</u>		
Balance at beginning of year	6,540	318
(Decrease) / Increase in provision	(222)	6,222
Balance at end of year	<u>6,318</u>	<u>6,540</u>
<u>Provision for land restoration</u>		
Balance at beginning of year	8,275	8,060
Increase in provision	470	-
Unwinding of discount	223	215
Balance at end of year	<u>8,968</u>	<u>8,275</u>
Total provisions	<u>15,286</u>	<u>14,815</u>
Analysed as:		
Current	6,318	6,540
Non-current	8,968	8,275
	<u>15,286</u>	<u>14,815</u>



## 7 Profit / (Loss) before tax

This has been arrived at after (charging) crediting:

Description	Group		Group	
	Second half		Full year	
	FY2026	FY2025	FY2026	FY2025
	\$'000	\$'000	\$'000	\$'000
Fair value gain / (loss) on investment properties	200	(300)	100	(700)
Dividend income	-	-	73	55
Interest income	129	238	343	592
Net foreign exchange (loss) / gain	(160)	375	(756)	(443)
Gain on disposal of property, plant & equipment	-	8	12	8
Write off of property, plant and equipment	(1)	(6)	(1)	(6)
Gain on financial assets at FVTPL	137	176	137	266
(Increase) / Decrease in loss allowance on trade receivables	(3)	93	(10)	151
Government grants income	26	35	49	51
Storage income	205	289	413	609
Delivery, transport and handling charges	134	199	300	363
Other miscellaneous income	112	292	257	486
Reversal of / (Provision for) onerous contracts	222	(6,222)	222	(6,222)
Reversal of / (Write down) of inventories to net realisable value	207	(227)	207	(227)
Inventory written off	(96)	-	(96)	-
Depreciation of property, plant and equipment	(1,637)	(3,551)	(4,324)	(6,710)
Finance costs on lease liabilities	(135)	(242)	(264)	(275)
Impairment of property, plant and equipment	-	(10,100)	-	(10,100)

### Related party transactions

There are no material related party transactions for the financial year.



## 8 Taxation

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

	Group			
	FY2026	FY2025	FY2026	FY2025
	Second half		Full year	
	\$'000	\$'000	\$'000	\$'000
Current income tax expense / (credit):				
Provision for current period	76	133	244	278
Over provision in prior years	(268)	(66)	(244)	(66)
	(192)	67	-	212
Deferred tax credit:				
Current period	(7)	(857)	(7)	(857)
Total income tax credit	(199)	(790)	(7)	(645)

## 9 Dividends

During the year ended 31 March 2026, the Company paid dividends as follows:

	Group	
	FY2026	FY2025
	\$'000	\$'000
Ordinary dividends		
Tax- exempt one-tier final dividend in respect of the previous financial year:		
- 0.5 cents (2025: 1.5 cents) per ordinary share	379	1,139

## 10 Net asset value

	Group		Company	
	FY2026	FY2025	FY2026	FY2025
	\$	\$	\$	\$
Net asset value per ordinary share	1.39	1.40	0.91	0.91



## 11 Financial assets at fair value through profit or loss

	Group and Company	
	FY2026	FY2025
	\$'000	\$'000
Quoted equity shares at fair value through profit or loss	1,356	1,219

Investments in quoted equity securities offer the Group and the Company the opportunity for returns through dividend income and fair value gains. They have no fixed maturity or coupon rate. The fair value of these securities is based on the quoted closing market prices on the last market day of the financial year.

## 12 Investment properties

The Group's investment properties consist of commercial properties, held for long-term rental yields and/or capital appreciation. They are mainly leased to third parties under operating leases.

Description	Group	
	FY2026	FY2025
	\$'000	\$'000
At beginning of year	73,600	74,300
Fair value gain / (loss) included in profit or loss	100	(700)
At end of year	73,700	73,600

The fair value gain during the year is included as part of other income in profit or loss.

The fair values of the Group's investment properties at 31 March 2026 and 31 March 2025 were determined on the basis of valuations carried out at the respective year end dates by an independent valuer having an appropriate recognised professional qualification and recent experience in the location and category of the properties being valued. The fair value was determined based on the market comparison approach that reflects recent transaction prices for similar properties. In estimating the fair value of the properties, the highest and best use of these properties is their current use. There has been no change to the valuation technique.

Significant unobservable inputs in the valuations relate to the price per square feet of floor area, which is made by reference to recent transacted prices for similar properties in the locality and adjusted based on the valuer's knowledge of the factors specific to the Group's respective properties such as location, floor area and remaining lease tenure. The higher the price per square feet, the higher the valuation, assuming all other variables are held constant. The fair value measurement of the investment properties is classified as Level 3 in the fair value hierarchy.



### 13 Property, plant and equipment

During the year ended 31 March 2026, the Group acquired assets amounting to \$2,052,000 (31 March 2025: \$9,753,000) and expensed off / disposed of assets amounting to net book value of \$7,000 (31 March 2025: \$5,000).

### 14 Subsidiaries

Description	Company	
	FY2026	FY2025
	\$'000	\$'000
Unquoted equity shares		
At cost	51,179	13,179
Less: impairment loss recognised	(6,876)	(6,876)
	44,303	6,303
Advance payment for new shares	-	38,000
Total	44,303	44,303

In 2026 and 2025, no impairment loss was recorded against the investment in subsidiaries.

The advances to subsidiary represented cash proceeds to a subsidiary for the issuance of new ordinary shares. The share issuance occurred in FY2025.

### 15 Bills payables

Description	Group		Company	
	FY2026	FY2025	FY2026	FY2025
	\$'000	\$'000	\$'000	\$'000
Bills payable				
Amount repayable in one year or less, or on demand	-	4,164	-	4,164

In FY2025, the average interest rates and the tenor of the bills payables were 5.78% per annum and 120 days, respectively.



## 16 Share capital

Description	Group and Company			
	FY2026		FY2025	
	No. of shares issued '000	\$'000	No. of shares issued '000	\$'000
Ordinary shares				
Issued and paid up: At the beginning and end of the year	75,945	75,945	75,945	75,945

The Company did not hold any treasury shares as at 31 March 2026 and 31 March 2025.

The Company's subsidiaries do not hold any shares in the Company as at 31 March 2026 and 31 March 2025.

## 17 Subsequent events

On 10 April 2026, the Company subscribed for 900,000 ordinary shares in the capital of CI Manufacturing Pte. Ltd., a wholly-owned subsidiary of the Company, for an aggregate cash consideration of S\$900,000. The subscription was funded through internal resources and did not result in any change in the Company's effective interest in CI Manufacturing Pte. Ltd. The subscription does not have any impact on the Group's consolidated financial statements for the financial year ended 31 March 2026.

Save as disclosed above, there are no known subsequent events which have led to adjustments to this set of financial statements.



## **F. Other Information Required by Listing Rule Appendix 7.2**

### **1. Review**

The consolidated statement of financial position of Chemical Industries (Far East) Limited and its subsidiaries as at 31 March 2026 and the related consolidated profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed by the Company's auditors.

### **2. Review of performance of the Group**

#### **Consolidated Statement of Profit or Loss and Other Comprehensive Income**

Group revenue decreased from S\$65.4 million in FY2025 to S\$60.6 million in FY2026. Notwithstanding the lower revenue, gross profit improved due to cost management initiatives and lower product costs.

Operating expenses were lower in FY2026, mainly due to the absence of impairment loss on property, plant and equipment, provision for onerous contracts and fair value loss on investment properties recorded in FY2025. Distribution expenses also decreased, while administrative expenses remained broadly in line with FY2025.

As a result of the above, the Group reported a lower loss before tax of S\$0.9 million in FY2026, compared with a loss before tax of S\$22.1 million in FY2025.

#### **Statement of Financial Position**

The Group's total assets decreased from S\$138.1 million as at 31 March 2025 to S\$131.1 million as at 31 March 2026, mainly due to lower cash and cash equivalents, inventories and trade and other receivables. The decrease was partially offset by an increase in investment properties and financial assets at FVTPL.

The Group's total liabilities decreased from S\$31.9 million as at 31 March 2025 to S\$25.8 million as at 31 March 2026, mainly due to lower bills payable and trade and other payables. Accordingly, total equity decreased from S\$106.2 million as at 31 March 2025 to S\$105.4 million as at 31 March 2026.

#### **Statement of Cash Flows**

The Group recorded a net decrease in cash and cash equivalents of S\$3.9 million in FY2026, mainly due to cash used in financing and investing activities, partially offset by net cash inflow from operating activities.

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

No prospect statement was made.



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

Market conditions in the second half of FY2026 remained challenging, however the Group successfully secured several new tenders in Singapore and expanded its export business across Southeast Asia. During the period, a new supply pipeline was successfully commissioned for a key customer, with increased volumes commencing in March 2026.

The Group also executed its rightsizing initiatives, achieving a reduction in headcount without compromising safety, productivity, or regulatory compliance, resulting in cost savings and enhanced operational efficiency. Collectively, these initiatives contributed to a significant narrowing of the Group's losses in FY2026.

Looking ahead, FY2027 is anticipated to remain challenging due to the ongoing conflict in the Middle East. Notwithstanding these challenges, the Group remains firmly committed to strengthening its safety culture, risk management framework, and operational excellence. The Group will continue to pursue new business partnerships and advance its sustainability agenda, with the objective of creating long-term value for customers and key stakeholders and positioning the business for sustainable profitability in the near future.

**5. Dividend information**

5a. Current Financial Period Reported on:

Any dividend declared for the current financial period reported on?

Name of Dividend	Final
Dividend Type	Cash
Dividend Rate	0.5 cents per ordinary share
Tax Rate	One-tier tax exempt

5b. Corresponding Period of the Immediate Preceding Financial Year:

Name of Dividend	Final
Dividend Type	Cash
Dividend Rate	0.5 cents per ordinary share
Tax Rate	One-tier tax exempt

5c. Date Payable: To be advised at a later date.

5d. Books Closure Date: To be advised at a later date.

**6. Interested person transactions**

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

**7. Disclosure of persons occupying managerial positions who are related to a director, CEO or substantial shareholder**

There is no person holding a managerial position who is related to a director, CEO or substantial shareholder.



CHEMICAL INDUSTRIES (FAR EAST) LIMITED.  
化学工业(远东)有限公司

**8. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)**

The Company has received undertakings from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

**9. Additional information required pursuant to Rule 706A of the Listing Manual**

Subsequent to the financial year ended 31 March 2026, on 10 April 2026, the Company injected S\$900,000 into CI Manufacturing Pte. Ltd., a wholly-owned subsidiary of the Company, by subscribing for 900,000 ordinary shares. The subscription was funded by internal resources and CI Manufacturing Pte. Ltd. remains a wholly-owned subsidiary of the Company. The subscription does not have any impact on the Group's consolidated financial statements for the financial year ended 31 March 2026.

**BY ORDER OF THE BOARD**

Ms Foo Soon Soo  
Company Secretary  
26<sup>th</sup> May 2026