TAT SENG PACKAGING GROUP LTD
達 成 包 裝 集 團

Company Registration No.: 197702806M

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2025

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

	Note	The Group 6 months ended 31 December 2025 $'000	2024 $'000	Change %	The Group 12 months ended 31 December 2025 $'000	2024 $'000	Change %
Revenue	*4*	**120,307**	**126,696**	-5.0%	**231,406**	**253,938**	-8.9%
Cost of sales		**(94,721)**	**(98,365)**	-3.7%	**(183,011)**	**(197,460)**	-7.3%
Gross profit		**25,586**	**28,331**	-9.7%	**48,395**	**56,478**	-14.3%
Other income		1,082	962	12.5%	1,728	2,061	-16.2%
Distribution and selling expenses		(8,910)	(8,572)	3.9%	(17,016)	(17,192)	-1.0%
General and administrative expenses		(7,095)	(7,900)	-10.2%	(14,281)	(16,178)	-11.7%
Reversal of allowance made for impairment losses of trade and other receivables (net)		23	103	*NM*	61	203	*NM*
Other expenses		(396)	(2,732)	-85.5%	(473)	(2,838)	-83.3%
Results from operating activities		**10,290**	**10,192**	1.0%	**18,414**	**22,534**	-18.3%
Finance income		2,171	1,654	31.3%	3,651	3,263	11.9%
Finance costs		(102)	(820)	-87.6%	(1,122)	(1,517)	-26.0%
Net finance income		**2,069**	**834**	148.1%	**2,529**	**1,746**	44.8%
Profit before tax	*5*	**12,359**	**11,026**	12.1%	**20,943**	**24,280**	-13.7%
Tax expense	*6*	(1,917)	(1,790)	7.1%	(2,993)	(4,336)	-31.0%
Profit for the period/year		**10,442**	**9,236**	13.1%	**17,950**	**19,944**	-10.0%
Profit attributable to:							
Owners of the Company		9,793	8,699	12.6%	16,887	18,825	-10.3%
Non-controlling interests		649	537	20.9%	1,063	1,119	-5.0%
Profit for the period/year		**10,442**	**9,236**		**17,950**	**19,944**	
Consolidated Statement of Comprehensive Income							
Profit for the period/year		10,442	9,236	13.1%	17,950	19,944	-10.0%
Other comprehensive income:							
Items that are or may be reclassified subsequently to profit or loss:							
Foreign currency translation differences		3,182	(447)	*NM*	(1,594)	(6)	*NM*
Total other comprehensive income for the period/year, net of tax		**3,182**	**(447)**	*NM*	**(1,594)**	**(6)**	*NM*
Total comprehensive income for the period/year		**13,624**	**8,789**	55.0%	**16,356**	**19,938**	-18.0%
Total comprehensive income attributable to:							
Owners of the Company		12,630	8,294	52.3%	15,445	18,812	-17.9%
Non-controlling interests		994	495	100.8%	911	1,126	-19.1%
Total comprehensive income for the period/year		**13,624**	**8,789**		**16,356**	**19,938**	
Earnings per share for profit for the period/year attributable to the owners of the Company during the period/year:							
Basic and diluted earnings per ordinary share (in cents) [1]		6.23	5.53		10.74	11.98	

[1] *The diluted earnings per ordinary share is the same as the basic earnings per ordinary share as there are no dilutive instruments in issue during the period/year.*

NM - Not Meaningful

B. Condensed interim statements of financial position

	Note	The Group		The Company	
		As at 31-Dec-25 $'000	As at 31-Dec-24 $'000	As at 31-Dec-25 $'000	As at 31-Dec-24 $'000
Non-current assets					
Property, plant and equipment	*9*	79,573	80,009	12,009	13,023
Right-of-use assets		6,948	7,368	6,467	6,824
Investment in subsidiaries		-	-	29,321	29,321
Intangible assets		1,011	1,025	-	-
Deferred tax assets		2,173	2,785	737	1,052
Other financial assets	*10*	22,289	26,533	19,381	12,907
Trade and other receivables		201	216	-	-
		112,195	**117,936**	**67,915**	**63,127**
Current assets					
Inventories		24,594	22,095	92	132
Bills receivable		25,961	34,539	-	-
Trade and other receivables		47,234	50,524	6,326	15,435
Cash and cash equivalents		110,173	97,469	75,590	48,889
Other financial assets	*10*	10,916	5,933	-	-
		218,878	**210,560**	**82,008**	**64,456**
Current liabilities					
Trade and other payables		36,548	41,134	7,561	6,451
Loans and borrowings	*11*	57,850	61,195	375	364
Deferred income		224	250	16	17
Current tax liabilities		839	1,654	-	-
		95,461	**104,233**	**7,952**	**6,832**
Net current assets		**123,417**	**106,327**	**74,056**	**57,624**
Non-current liabilities					
Deferred income		709	943	174	190
Loans and borrowings	*11*	9,453	6,359	5,746	5,951
Deferred tax liabilities		2,862	3,488	-	-
		13,024	**10,790**	**5,920**	**6,141**
Net assets		**222,588**	**213,473**	**136,051**	**114,610**
Equity attributable to owners of the Company					
Share capital	*13*	31,440	31,440	31,440	31,440
Retained earnings		177,852	167,272	104,611	83,170
Capital reserve		3,566	3,566	-	-
Statutory reserve fund		13,684	13,665	-	-
Foreign currency translation reserve		(14,978)	(13,536)	-	-
		211,564	202,407	136,051	114,610
Non-controlling interests		11,024	11,066	-	-
Total equity		**222,588**	**213,473**	**136,051**	**114,610**

C. Condensed interim statements of changes in equity

	Share capital	Capital reserve	Statutory reserve fund	Foreign currency translation reserve	Retained earnings	Total	Non-controlling interests	Total Equity
	$'000	$'000	$'000	$'000	$'000	$'000	$'000	$'000
Group								
At 1/1/2024	**31,440**	**3,566**	**13,665**	**(13,523)**	**156,307**	**191,455**	**11,362**	**202,817**
Total comprehensive income for the year								
Profit for the year	-	-	-	-	18,825	18,825	1,119	**19,944**
Other comprehensive income								
Foreign currency translation differences	-	-	-	(13)	-	(13)	7	**(6)**
Total comprehensive income for the year	**-**	**-**	**-**	**(13)**	**18,825**	**18,812**	**1,126**	**19,938**
Transaction with owners of the Company, recognised directly in equity								
Distributions to owners of the Company								
Dividends to owners of the Company	-	-	-	-	(7,860)	(7,860)	(1,422)	**(9,282)**
Total distributions to owners of the Company	**-**	**-**	**-**	**-**	**(7,860)**	**(7,860)**	**(1,422)**	**(9,282)**
At 31/12/2024	**31,440**	**3,566**	**13,665**	**(13,536)**	**167,272**	**202,407**	**11,066**	**213,473**
At 1/1/2025	**31,440**	**3,566**	**13,665**	**(13,536)**	**167,272**	**202,407**	**11,066**	**213,473**
Total comprehensive income for the year								
Profit for the year	-	-	-	-	16,887	16,887	1,063	**17,950**
Other comprehensive income								
Foreign currency translation differences	-	-	-	(1,442)	-	(1,442)	(152)	**(1,594)**
Total comprehensive income for the year	**-**	**-**	**-**	**(1,442)**	**16,887**	**15,445**	**911**	**16,356**
Transaction with owners of the Company, recognised directly in equity								
Distributions to owners of the Company								
Dividends to owners of the Company	-	-	-	-	(6,288)	(6,288)	(953)	**(7,241)**
Total distributions to owners of the Company	**-**	**-**	**-**	**-**	**(6,288)**	**(6,288)**	**(953)**	**(7,241)**
Transfer between reserves								
Appropriation of retained earnings to statutory reserve fund	**-**	**-**	**19**	**-**	**(19)**	**-**	**-**	**-**
At 31/12/2025	**31,440**	**3,566**	**13,684**	**(14,978)**	**177,852**	**211,564**	**11,024**	**222,588**

	Share capital	Retained earnings	Total Equity
	$'000	$'000	$'000
Company			
At 1/1/2024	**31,440**	**67,081**	**98,521**
Total comprehensive income for the year			
Profit for the year	-	23,949	**23,949**
Total comprehensive income for the year	**-**	**23,949**	**23,949**
Transactions with owners, recognised directly in equity			
Dividends to owners of the Company	-	(7,860)	**(7,860)**
Total contributions by and distributions to owners/Total transactions with owners	**-**	**(7,860)**	**(7,860)**
At 31/12/2024	**31,440**	**83,170**	**114,610**
At 1/1/2025	**31,440**	**83,170**	**114,610**
Total comprehensive income for the year			
Profit for the year	-	27,729	**27,729**
Total comprehensive income for the year	**-**	**27,729**	**27,729**
Transactions with owners, recognised directly in equity			
Dividends to owners of the Company	-	(6,288)	**(6,288)**
Total contributions by and distributions to owners/Total transactions with owners	**-**	**(6,288)**	**(6,288)**
At 31/12/2025	**31,440**	**104,611**	**136,051**

D. Condensed interim consolidated statement of cash flows

	The Group 12 months ended 31 December	
	2025	2024
	$'000	$'000
Cash flows from operating activities		
Profit before tax	20,943	24,280
Adjustments for:		
Amortisation of deferred income	(245)	(270)
Depreciation of property, plant and equipment	9,630	9,797
Depreciation of right-of-use assets	736	655
Dividend income	(645)	(65)
Gain on disposal of property, plant and equipment (net)	(68)	(70)
Interest expense	1,035	1,209
Interest income	(2,420)	(3,198)
(Gain)/loss on fair value of financial assets (net)	(586)	191
Property, plant and equipment written off	8	116
Unrealised loss/(gain) on exchange differences (net)	104	(465)
Write-back for impairment losses of inventories (net)	(41)	(51)
Write-back for impairment losses of trade and other receivables (net)	(61)	(203)
	28,390	**31,926**
Changes in:		
- Inventories	(2,696)	(783)
- Bills receivables	8,012	(493)
- Trade and other receivables	2,716	(1,444)
- Trade and other payables	(5,326)	3,996
Cash generated from operations	**31,096**	**33,202**
Taxes paid (net)	(3,851)	(3,508)
Net cash from operating activities	**27,245**	**29,694**
Cash flows from investing activities		
Acquisition of other financial assets	(15,851)	(15,886)
Acquisition of property, plant and equipment	(9,449)	(3,916)
Acquisition of right-of-use asset	-	(434)
Dividend received	645	21
Interest received	1,957	2,808
Proceeds from maturity and redemption of other financial assets	15,867	-
Proceeds from disposal of property, plant and equipment	672	195
Net cash used in investing activities	**(6,159)**	**(17,212)**
Cash flows from financing activities		
Changes in pledged deposit	(601)	2,006
Dividends paid to non-controlling interests	(953)	(1,422)
Dividends paid	(6,288)	(7,860)
Interest paid	(1,042)	(1,212)
Payment of lease liabilities	(571)	(515)
Proceeds from loans and borrowings	89,500	99,148
Repayment of loans and borrowings	(88,638)	(107,406)
Net cash used in financing activities	**(8,593)**	**(17,261)**
Net increase/(decrease) in cash and cash equivalents	**12,493**	**(4,779)**
Cash and cash equivalents at 1 January	89,801	94,571
Effect of exchange rate fluctuations on cash held	(287)	9
Cash and cash equivalents at 31 December	**102,007**	**89,801**
Cash and cash equivalents in the statement of cash flows at end of year comprise of:-		
Fixed deposits	80,768	50,006
Cash and bank balances	29,405	47,463
Cash and cash equivalents in the statement of financial position	**110,173**	**97,469**
Deposits pledged	(8,166)	(7,668)
Cash and cash equivalents in the statement of cash flows	**102,007**	**89,801**

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

Tat Seng Packaging Group Ltd (the "Company") is incorporated and domiciled in Singapore and whose shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at and for the six months and year ended 31 December 2025 comprise the Company and its subsidiaries (together referred to as the "Group" and individually as "Group entities"). The Group is primarily involved in the manufacturing and sales of corrugated paper products and other packaging products.

2. Basis of Preparation

The condensed interim financial statements for six months and year ended 31 December 2025 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 June 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 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/year. The application of new standards and amendments to standards does not have a material effect on the condensed interim financial statement.

2.2. Use of judgements and estimates

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

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

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

Information about assumptions and judgement that have a significant risk of resulting in a material adjustment within the next financial year are included in note 9 - impairment on property, plant and equipment.

2.3. Measurement of fair values

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

3. Seasonal operations

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

4. Segment and revenue information

The Group has two reportable segments which are geographical segments namely Singapore and People's Republic of China ("PRC"). These geographical segments are managed separately because they require different marketing strategies and bear different financial and business risks.

Geographical segments are defined based on the location of the Group's assets. Sales to external customers disclosed in geographical segments are based on the geographical location of its customers. These operating businesses are organised and managed separately with each segment representing a strategic business unit that serves different markets.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly income tax and deferred tax assets and liabilities. Segment revenue, expenses and results include transfers between business segments. These transfers are eliminated on consolidation.

All operating segments' operating results are reviewed regularly by the Managing Director/CEO to make decisions about resources to be allocated to the segment and to assess its performance, and for which discrete financial information is available.

4.1. Reportable segments

For the six months period	1 July 2025 to 31 December 2025			1 July 2024 to 31 December 2024		
	Singapore	PRC	Group	Singapore	PRC	Group
	$'000	$'000	$'000	$'000	$'000	$'000
Revenue from external parties	21,574	98,733	120,307	22,667	104,029	126,696
Segment results	1,208	9,082	10,290	2,277	7,915	10,192
Finance income	1,883	288	2,171	1,196	458	1,654
Finance costs	337	(439)	(102)	(337)	(483)	(820)
Net finance income/(costs)	2,220	(151)	2,069	859	(25)	834
Taxation			(1,917)			(1,790)
Net profit for the period			10,442			9,236
Segment assets	145,282	183,618	328,900	124,938	200,773	325,711
Unallocated assets			2,173			2,785
Total assets			331,073			328,496
Segment liabilities	15,441	89,343	104,784	15,947	93,934	109,881
Unallocated liabilities			3,701			5,142
Total liabilities			108,485			115,023
Other segment information:						
Capital expenditure	321	7,011	7,332	678	726	1,404
Depreciation of property, plant and equipment	1,372	3,450	4,822	1,339	3,679	5,018
Depreciation of right-of-use assets	355	14	369	345	14	359

For the year	1 January 2025 to 31 December 2025			1 January 2024 to 31 December 2024		
	Singapore	PRC	Group	Singapore	PRC	Group
	$'000	$'000	$'000	$'000	$'000	$'000
Revenue from external parties	42,309	189,097	231,406	45,955	207,983	253,938
Segment results	2,682	15,732	18,414	4,396	18,138	22,534
Finance income	2,987	664	3,651	2,310	953	3,263
Finance costs	(235)	(887)	(1,122)	(456)	(1,061)	(1,517)
Net finance income/(costs)	2,752	(223)	2,529	1,854	(108)	1,746
Taxation			(2,993)			(4,336)
Net profit for the year			17,950			19,944
Segment assets	145,282	183,618	328,900	124,938	200,773	325,711
Unallocated assets			2,173			2,785
Total assets			331,073			328,496
Segment liabilities	15,441	89,343	104,784	15,947	93,934	109,881
Unallocated liabilities			3,701			5,142
Total liabilities			108,485			115,023
Other segment information:						
Capital expenditure	980	9,651	10,631	1,630	2,283	3,913
Depreciation of property, plant and equipment	2,735	6,895	9,630	2,604	7,193	9,797
Depreciation of right-of-use assets	708	28	736	627	28	655

Please refer to Section 2 of Other information required by Listing Rule Appendix 7.2 for additional information.

4.2. Disaggregation of Revenue

The Group derives revenue from the transfer of goods and services at a point in time only.

5. Profit before taxation

5.1. Significant items

	The Group			
	6 months ended 31 December		12 months ended 31 December	
	2025	2024	2025	2024
	$'000	$'000	$'000	$'000
Amortisation of deferred income	(122)	(134)	(245)	(270)
Depreciation of property, plant and equipment	4,822	5,018	9,630	9,797
Depreciation of right-of-use assets	369	359	736	655
Dividend income from equity investments	(504)	(65)	(645)	(65)
(Gain)/loss on disposal of property, plant and equipment (net)	(88)	5	(68)	(70)
(Gain)/loss on fair value of finacial assets (net)	(1,034)	191	(586)	191
Government grants	(464)	(522)	(754)	(1,240)
Interest income from fixed deposit and others	(1,081)	(1,588)	(2,420)	(3,197)
Interest expense	507	578	1,035	1,209
Loss/(gain) on foreign exchange (net)	108	(115)	107	(232)
Property, plant and equipment written off	7	57	8	115
Reversal of provision in relation to the consumption of steam usage of Hefei	(444)	-	(444)	-
Write-back for impairment loss for inventories (net)	(126)	(7)	(41)	(52)

5.2. Related party transactions

During the period/year, other than disclosed elsewhere in the financial statements, there were the following significant transactions with related parties:

	The Group 6 months ended 31 December		The Company 6 months ended 31 December		The Group 12 months ended 31 December		The Company 12 months ended 31 December	
	2025 $'000	2024 $'000	2025 $'000	2024 $'000	2025 $'000	2024 $'000	2025 $'000	2024 $'000
Holding company:								
Corporate service fee	12	12	12	12	24	24	24	24
Subsidiaries:								
Services rendered	-	-	(702)	(289)	-	-	(971)	(586)
Management fee income	-	-	(257)	(260)	-	-	(514)	(512)
Recharge of centralised cost	-	-	(751)	(723)	-	-	(1,491)	(1,445)
Dividend income	-	-	(22,533)	(24,724)	-	-	(27,800)	(24,724)
Rental expenses	-	-	3	3	-	-	5	5
Purchases	-	-	10,116	10,514	-	-	20,096	20,866
Related parties:								
Sales	(933)	(726)	(848)	(674)	(1,581)	(1,541)	(1,496)	(1,489)
Purchases	1	-	-	-	1	-	-	-

6. 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 in the condensed interim consolidated statement of profit or loss are:

	The Group 6 months ended 31 December		The Group 12 months ended 31 December	
	2025 $'000	2024 $'000	2025 $'000	2024 $'000
Current period/year income tax	1,796	2,308	3,026	4,134
Under provision of tax in respect of prior period/years	80	46	22	185
Current period/year deferred tax	(4)	(253)	16	466
Under/(over) provision of deferred tax in respect of prior period/years	45	(311)	(71)	(449)
	1,917	1,790	2,993	4,336

7. Dividends

	The Group 12 months ended 31 December	
	2025 $'000	2024 $'000
Paid by the Company to owner of the Company		
Final exempt (one-tier) dividend at $0.030 (2024: $0.020) per ordinary share in respect of the previous financial year	4,716	3,144
Interim exempt (one-tier) dividend at $0.010 (2024: $0.030) per ordinary share in respect of the current financial year	1,572	4,716
	6,288	7,860
Paid by subsidiary to NCI		
Dividends in respect of the current financial year	953	1,422

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

	The Group 12 months ended 31 December	
	2025 $'000	2024 $'000
Interim cash dividend	1,572	4,716
Final cash dividend	61,308*	4,716
Total annual dividend	62,880	9,432

*To be approved by shareholders at the forthcoming AGM

8. Net Asset Value

	The Group As at 31-Dec-25	The Group As at 31-Dec-24	The Company As at 31-Dec-25	The Company As at 31-Dec-24
Net asset value per ordinary share based on no. of ordinary share of the Company (in cents)	134.58	128.76	86.55	72.91

9. Property, plant and equipment

During the six months ended 31 December 2025, the Group acquired assets amounting to S$7,331,568 (2024: S$1,404,119) and disposed/write off of assets with net book value amounting to S$579,965 (2024: S$188,976).

During the year ended 31 December 2025, the Group acquired assets amounting to S$10,631,054 (2024: S$3,912,637) and disposed/write off of assets with net book value amounting to S$611,731 (2024: S$275,690).

Measurement of recoverable amounts of property, plant and equipment

The Group performed impairment assessment on the property, plant and equipment as at each reporting date to determine whether there are indicators of impairment. The determination of recoverable amounts involves judgement and is subject to estimation uncertainties. The recoverable amount of each CGU is determined based on greater of value-in-use method and fair value less costs to sell method. As at 31 December 2025, the recoverable amount for these CGUs were assessed to be in excess of the respective carrying amounts, no impairment was determined.

10. Other financial assets

	The Group		The Company	
	As at 31-Dec-25 $'000	As at 31-Dec-24 $'000	As at 31-Dec-25 $'000	As at 31-Dec-24 $'000
Other long term financial assets				
Time deposits, at amortised cost	2,908	13,626	-	-
Structured notes, at FVTPL#	6,831	4,986	6,831	4,986
Singapore listed equity investments, at FVTPL	10,615	5,993	10,615	5,993
Investment fund, at FVTPL	1,935	1,928	1,935	1,928
	22,289	26,533	19,381	12,907
Other short term financial assets				
Time deposits, at amortised cost	10,916	5,933	-	-

Pricipal protected and interest-bearing

11. Loans and borrowings

	The Group		The Company	
	As at 31-Dec-25 $'000	As at 31-Dec-24 $'000	As at 31-Dec-25 $'000	As at 31-Dec-24 $'000
Non-Current				
Bank loans - Unsecured	3,346	-	-	-
Lease liabilities	6,107	6,359	5,746	5,951
	9,453	6,359	5,746	5,951
Current				
Bank loans - Secured	-	11,151	-	-
Bank loans - Unsecured	26,299	20,631	-	-
Bills payable - Secured	31,036	28,894	-	-
Lease liabilities	515	519	375	364
	57,850	61,195	375	364

Details of any collateral

The Group's loans and borrowings are secured by certain leasehold land and buildings with net book value of approximately S$Nil (31.12.2024: S$7.8 million) and cash and cash equivalents amounting to S$8.2 million (31.12.2024: S$7.7 million).

12. Commitments

Capital commitments

Capital expenditure contracted for as at the reporting date but not recognised in the financial statements are as follows:

	The Group		The Company	
	As at 31-Dec-25 $'000	As at 31-Dec-24 $'000	As at 31-Dec-25 $'000	As at 31-Dec-24 $'000
Capital commitments in respect of purchase of property, plant and equipment	1,290	259	7	18

13. Share capital

	The Group As at 31-Dec-25		The Company As at 31-Dec-24	
	Number of shares '000	Amount $'000	Number of shares '000	Amount $'000
Beginning/end of the year	157,200	31,440	157,200	31,440

Since the end of 31 December 2024, there has been no change in the Company's share capital arising from rights issue, bonus issue, subdivision, consolidation, shares buy-back, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose.

There were also no outstanding convertibles for which shares may be issued. Neither was there any treasury shares being transferred, transacted, cancelled or held by the Company during or as at the end of the current financial year and previous financial year.

There were no subsidiary holdings during or as at the end of the current financial year and as at the previous financial year.

14. Subsequent events

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

Other Information Required by Listing Rule Appendix 7.2

OTHER INFORMATION

1. Review

The condensed consolidated statement of financial position of Tat Seng Packaging Group Ltd and its subsidiaries as at 31 December 2025 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-months period and year then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

2a. Condensed interim consolidated statement of profit or loss and other comprehensive income

FY 2025 VS FY 2024

The Group registerd revenue of S$231.4 million in FY2025, a decrease of 8.9% or S$22.5 million as compared to S$253.9 million in FY2024.

Total revenue achieved by the Singapore operations in FY2025 decreased by 7.9% or S$3.6 million from S$46.0 million in FY2024. The decrease was mainly due to competitive selling price and partly due to reduction of total sales volume (sqm) by 2.8%.

Total revenue of China's operations decreased by 9.1% or S$18.9 million to S$189.1 million in the Group's reporting currency in FY2025 as compared to FY2024. The decrease was mainly due to decrease of total sales volume (sqm) of China's operations by 5.3%. It was also partly due to the competitive selling price and the weakening of Renmini ("RMB") against Singapore Dollars ("SGD").

The Group’s gross profit decreased by 14.3% or S$8.1 million to S$48.4 million in FY2025 as compared to FY2024 was mainly due to reduction in sales volume and competitive selling price.

Other income decreased by 16.2% or S$0.3 million in FY2025 as compared to FY2024. The decrease was mainly due to reduction in government grants and partly due to reduction of the net foreign exchange gain. However, the decrease was partially offset by the reversal of provision in relation to the consumption of steam usage of Hefei that was recognised in FY2024.

General and administrative expenses decreased by 11.7% or S$1.9 million mainly due to the reduction of bonus provision as a result of lower profit before tax achieved for 2025 as compared to 2024. It was also partly due to reduction of staff cost.

Other expenses decreased by 83.3% or S$2.4 million mainly due to the one-off provision in relation to the consumption of steam usage of Hefei that was recognised in FY2024.

Net finance income increased by 44.8% or S$0.8 million mainly due to an increase in net gain on fair value and higher dividend income from investment in other financial assets in 2025 as compared to 2024. However, it was partially offset by the decrease of interest income derived from fixed deposits.

Tax expense decreased by 31.0% or S$1.3 million mainly due to reduction in provision for income tax expenses which is in line with lower profit before tax achieved for 2025 as compared to 2024.

As a result, the net profit attributable to owners of the Company decreased by S$1.9 million or 10.3% in 2025 as compared to 2024.

2H 2025 VS 2H 2024

The Group generated revenue of S$120.3 million in 2H2025, a decrease of 5.0% or S$6.4 million as compared to S$126.7 million in 2H2024.

Total revenue of Singapore operations in 2H2025 decreased by 4.8% or S$1.1 million from S$22.7 million in 2H2024. The decrease was mainly due to reduction in selling price. However, the total sales volume (sqm) of Singapore's operations increased by 3.8% in 2H2025 as compared to 2H2024.

Total revenue of China's operations decreased by 5.1% or S$5.3 million to S$98.7 million in the Group's reporting currency in 2H2025 as compared to 2H2024. The decrease was mainly due to the competitive selling price and reduction of total sales volume (sqm) of China's operations by 1.8%. It was also partly due to the weakening of Renmini ("RMB") against Singapore Dollars ("SGD").

General and administrative expenses decreased by 10.2% or S$0.8 million mainly due to the reduction of bonus provision and partly due to reduction of staff cost.

Other expenses decreased by 85.5% or S$2.3 million mainly due to the one-off provision in relation to the consumption of steam usage of Hefei that was recognised in 2H2024.

Net finance income increased by 148.1% or S$1.2 million mainly due to an increase in net gain on fair value and higher dividend income from investment in other financial assets in 2H2025 as compared to 2H2024. However, it was partially offset by the decrease of interest income derived from fixed deposits.

As a result, the net profit attributable to owners of the Company increased by S$1.1 million or 12.6% in 2H2025 as compared to 2H2024.

2b. Statement of financial position

Total short term and long term other financial assets increased by S$0.7 million during the year. Please refer to note 10 for the full breakdown of total short term and long term other financial assets as at 31 December 2025 and 31 December 2024.

The bills receivable decreased by S$8.6 million mainly due to the decrease in the receipt of bills receivable from customers and partly due to reduction of revenue.

Inventories increased by S$2.5 million mainly due to stocking up more raw materials in anticipation of increase in raw material price.

Trade and other payables decreased by S$4.6 million mainly due to the settlement of one-off compensation payment in relation to the provision of consumption of steam usage of Hefei that recognised in prior year. The decreased was partly due to lower trade payables that arising from reduced purchases during the year and reduction of provision of bonus as compared to prior year.

Total short term and long term loans and borrowings decreased by S$0.3 million mainly due to net repayment of loans during the year.

Foreign currency translation reserve decreased by S$1.4 million due to weakening of RMB against SGD.

2c. Condensed interim consolidated statement of cash flows

The net cash from operating activities of S$27.2 million was mainly due to operating profit.

The net cash used in investing activities of S$6.2 million was mainly due to acquisition of property, plant and equipment.

The net cash used in financing activities of S$8.6 million was mainly due to payment of dividends during the year.

As a result of the above activities and coupled with unfavourable effect of exchange rate fluctuations on cash held by China subsidiaries, the Group's cash and cash equivalents excluding bank balances pledged as security increased by S$12.2 million to S$102.0 million.

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

No forecast was provided previously.

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

The excess capacity situation continues to dominate the corrugated packaging industry in China, exacerbating the intense price competition situation. These factors, combined with any increase in raw material prices could have a direct impact on our performance and margins.

The Group will closely monitor market conditions and focus on cost management, efficiency improvement and automation initiatives across our operations to overcome the challenging operating environment. Concurrently, we will also deepen engagement with key and potential customers to strengthen collaboration and generate new business opportunities.

5. Dividend information

5a. Current Financial Year Reported On

Any dividend recommended for the current financial year reported on? Yes

Name of Dividend :	Interim Ordinary	Final	Special
Dividend Type :	Cash; Tax exempt (1-tier) dividend	Cash; Tax exempt (1-tier) dividend	Cash; Tax exempt (1-tier) dividend
Dividend Amount Per Share :	S$0.01 per ordinary share	S$0.05 per ordinary share	S$0.34 per ordinary share
Tax Rate :	Exempt (1-tier)	Exempt (1-tier)	Exempt (1-tier)
Date Paid :	Paid on 12/11/2025	To be approved by shareholders at the forthcoming AGM	

5b. Corresponding Period of the Immediately Preceding Financial Year

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

Name of Dividend :	Interim Ordinary	Final
Dividend Type :	Cash; Tax exempt (1-tier) dividend	Cash; Tax exempt (1-tier) dividend
Dividend Amount Per Share :	S$0.03 per ordinary share	S$0.03 per ordinary share
Tax Rate :	Exempt (1-tier)	Exempt (1-tier)
Date Paid :	Paid on 20/9/2024	Paid on 30/5/2025

5c. Date Payable 16 June 2026

5d. Record Date 2 June 2026

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

Not applicable

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

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions. The aggregate value of the interested person transactions conducted during the year is disclosed below.

Name of Interested person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than $100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than $100,000)
Tee Yih Jia Food Manufacturing Pte Ltd	Associate of Director of the Company	1,347,285	Nil

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 undertaking 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. A breakdown of sales as follows:

	2025 $'000	2024 $'000	Change %
(a) Sales reported for first half year	111,099	127,242	-13%
(b) Operating profit/loss after tax before deducting non-controlling interest reported for first half year	7,508	10,708	-30%
(c) Sales reported for second half year	120,307	126,696	-5%
(d) Operating profit/loss after tax before deducting non-controlling interest reported for second half year	10,442	9,236	13%

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

There are no persons occupying managerial positions in the Company or any of its principal subsidiaries who are a relative to a Director, Chief Executive Officer or Substantial Shareholder of the Company.

11. Disclosure pursuant to Rule 706A of the Listing Manual

There were no changes to the Company's and the Group's shareholding percentage in its respective subsidiaries or associated companies nor incorporation of any new subsidiary or associate by the Company or any of the Group's entities.

On behalf of the Board of Directors

Loh See Moon
Managing Director/CEO
27 February 2026