

UNAUDITED INTERIM FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE 6 MONTHS FINANCIAL PERIOD (“HY FY”) ENDED 30 JUNE 2025

This announcement has been reviewed by the Company's Sponsor, Evolve Capital Advisory Private Limited. It has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement. The contact person for the Sponsor is Mr. Jerry Chua (Registered Professional, Evolve Capital Advisory Private Limited), who can be contacted at 160 Robinson Road, #20-01/02, SBF Center, Singapore 068914, telephone: +65 6241 6626.

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A. INTERIM CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	HY FY2025 S\$'000	HY FY2024 S\$'000	+/(-) %
Revenue	4	1,752	58	>100.0
Other income	5	5	75	(93.3)
Changes in inventories		-	-	n.m.
Purchases of inventories and other direct costs		(1,261)	(28)	>100.0
Employee benefits expense	6	(692)	(624)	10.9
Depreciation expense	8	(42)	(32)	34.4
Research and development expense	8	-	(1)	n.m.
Other expenses	8	(370)	(571)	(35.4)
Finance costs	7	(6)	(24)	(75.0)
Loss before tax	8	(614)	(1,147)	(46.5)
Income tax expense	9	(11)	-	n.m.
Loss for the period from continuing operations		(625)	(1,147)	(46.5)
Discontinued operations				
Loss for the period from discontinued operations		-	(302)	n.m.
Loss for the period		(625)	(1,449)	(56.9)
Other comprehensive gain for the period:				
<i>Items that may be reclassified subsequently to profit or loss</i>				
Effects of translation of foreign operations		5	68	(92.6)
Total comprehensive loss for the period		(620)	(1,381)	(55.1)
Basic and Diluted Loss per share (cents)	10			
- from continuing operations		(0.04)	(0.16)	
- from discontinued operations		-	(0.04)	
		(0.04)	(0.20)	

n.m. – not meaningful

B. INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		As at 30/6/25 S\$'000	As at 31/12/24 S\$'000	As at 30/6/25 S\$'000	As at 31/12/24 S\$'000
Non-current assets					
Plant and equipment	11	5	6	5	6
Right-of-use assets	12	32	59	32	59
Intangible assets	13	1,441	1,441	-	-
Goodwill		2,495	2,495	-	-
Investments in subsidiaries		-	-	-	*
		<u>3,973</u>	<u>4,001</u>	<u>37</u>	<u>65</u>
Current assets					
Cash and cash equivalents		300	295	35	112
Trade receivables		433	281	7	7
Prepayments		25	20	25	20
Other receivables		68	71	3,631	3,610
		<u>826</u>	<u>667</u>	<u>3,698</u>	<u>3,749</u>
Total assets		<u>4,799</u>	<u>4,668</u>	<u>3,735</u>	<u>3,814</u>
Current liabilities					
Trade payables		368	190	59	21
Other payables		384	571	324	393
Loan due to shareholder	14	410	410	-	-
Contract liabilities		60	60	60	60
Lease liabilities		33	56	33	56
Borrowings	15	176	613	176	613
Income tax payable		-	5	-	-
		<u>1,431</u>	<u>1,905</u>	<u>652</u>	<u>1,143</u>
Net current (liabilities)/ assets		<u>(605)</u>	<u>(1,238)</u>	<u>3,046</u>	<u>2,606</u>
Non-current liabilities					
Loan due to shareholder	14	1,896	666	1,896	666
Lease liabilities		-	5	-	5
Deferred tax liabilities	16	360	360	-	-
		<u>2,256</u>	<u>1,031</u>	<u>1,896</u>	<u>671</u>
Total liabilities		<u>3,687</u>	<u>2,936</u>	<u>2,548</u>	<u>1,814</u>
Net assets		<u>1,112</u>	<u>1,732</u>	<u>1,187</u>	<u>2,000</u>
Equity attributable to owners of the Company					
Share capital	17	72,612	72,612	72,612	72,612
Contingent consideration	17	1,013	1,013	1,013	1,013
Foreign currency translation reserve		93	88	-	-
Accumulated losses		(72,606)	(71,981)	(72,438)	(71,625)
Total equity		<u>1,112</u>	<u>1,732</u>	<u>1,187</u>	<u>2,000</u>

*Amount less than S\$1,000

C. INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	Group	
	HY FY2025	HY FY2024
	S\$'000	S\$'000
Operating activities		
Loss before income tax:		
From continuing operations	(614)	(1,147)
From discontinued operations	-	(302)
	<u>(614)</u>	<u>(1,449)</u>
Adjustments for:		
Depreciation of plant and equipment	-	4
Depreciation of right-of-use assets	42	65
Inventories written off	16	27
Writeback of allowance for inventories	-	(38)
Reversal for expected credit loss	-	(1)
Interest expense on lease liabilities	1	6
Interest expense on borrowings	5	20
Professional fees – equity settled	-	50
Operating cash flows before movement in working capital	(550)	(1,316)
Trade receivables	(152)	25
Prepayments	(5)	19
Other receivables	3	(10)
Inventories	(16)	18
Trade payables	178	5
Other payables	(187)	917
Contract liabilities	-	(17)
Cash flows used in operations	(729)	(359)
Tax paid	(16)	-
Interest paid	(6)	(26)
Net cash used in operating activities	(751)	(385)
Financing activities		
Proceeds from share issuance	-	1,004
Share issuance expenses	-	(72)
Payment of principal portion of borrowings	(437)	(536)
Payment of principal portion of lease liabilities	(42)	(107)
Loan from shareholder	1,230	-
Net cash generated from financing activities	751	289
Net decrease in cash and cash equivalents	-	(96)
Cash and cash equivalents at beginning of the period	295	183
Exchange effects on cash and cash equivalents	5	68
Cash and cash equivalents at end of the period	300	155

D. INTERIM STATEMENTS OF CHANGES IN EQUITY

(In S\$'000)	Share capital	Foreign currency translation reserve	Contingent consideration	Accumulated losses	Total equity
Group					
Balance as at 1 January 2025	72,612	88	1,013	(71,981)	1,732
<u>Total comprehensive loss for the period</u>					
Loss for the period	-	-	-	(625)	(625)
Other comprehensive gain for the period	-	5	-	-	5
Total	-	5	-	(625)	(620)
 Balance as at 30 June 2025	 72,612	 93	 1,013	 (72,606)	 1,112
 Balance as at 1 January 2024	 66,536	 22	 -	 (68,547)	 (1,989)
<u>Total comprehensive loss for the period</u>					
Loss for the period	-	-	-	(1,449)	(1,449)
Other comprehensive gain for the period	-	68	-	-	68
Total	-	68	-	(1,449)	(1,381)
 <u>Transactions with owners, recognised directly in equity</u>					
Issue of new shares	1,004	-	-	-	1,004
Share issuance expenses	(72)	-	-	-	(72)
Professional fee – equity settled	50	-	-	-	50
Total	982	-	-	-	982
 Balance as at 30 June 2024	 67,518	 90	 -	 (69,996)	 (2,388)

D. INTERIM STATEMENTS OF CHANGES IN EQUITY (cont'd)

(In S\$'000)	Share capital	Contingent consideration	Accumulated losses	Total equity
<u>Company</u>				
Balance as at 1 January 2025	72,612	1,013	(71,625)	2,000
Loss for the period, representing total comprehensive loss for the period	-	-	(813)	(813)
Total	-	-	(813)	(813)
Balance as at 30 June 2025	72,612	1,013	(72,438)	1,187
Balance as at 1 January 2024	66,536	-	(68,600)	(2,064)
Loss for the period, representing total comprehensive loss for the period	-	-	(1,245)	(1,245)
Total	-	-	(1,245)	(1,245)
<u>Transactions with owners, recognised directly in equity</u>				
Issue of new shares	1,004	-	-	1,004
Share issuance expenses	(72)	-	-	(72)
Professional fee – equity settled	50	-	-	50
Total	982	-	-	982
Balance as at 30 June 2024	67,518	-	(69,845)	(2,327)

E. SELECTED NOTES TO THE FINANCIAL STATEMENTS

1. Corporate information

Embracing Future Holdings Limited (formerly known as Biolidics Limited) (the “**Company**”) is a limited liability company incorporated and domiciled in Singapore. The Company is listed on the Catalist of SGX-ST.

The condensed interim financial statements for HY FY2025 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activities of the Group and the Company are those relating to:

- (a) technology development, technology transfer, marketing, sale and distribution of biomedical technology, life and medicine science related products and services;
- (b) integrated marketing services provider in the gaming industry (E-Sports);
- (c) Multi-Channel Networking (MCN) and live-streaming; and
- (d) investment holdings.

2. Basis of preparation

The condensed interim financial statements for HY FY2025 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 financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last audited financial statements for the year ended 31 December 2024 (“**FY2024**”).

The condensed interim financial statements are presented in Singapore Dollars which is the Company’s functional currency. All financial information presented in Singapore Dollars have been rounded to the nearest thousand, unless otherwise stated.

Going concern assumption

The Group had recorded a net loss of approximately S\$0.6 million and a net operating cash outflow of approximately S\$0.75 million for HY FY2025. As at 30 June 2025, the Group’s current liabilities exceeded its current assets by S\$0.6 million. Nevertheless, the Group management is of the view that it is appropriate for the financial statements of the Group and of the Company to be prepared on a going concern basis after taking into consideration the following:

- 1. Mr. Zhu Hua, the shareholder and director of the Company, has given an undertaking that he will provide continuing financial support to the Group and the Company to enable them to continue their operations as going concerns and to meet their current liabilities as and when these are due for payments for the next 12 months from the date of approval of the financial statements by the board of directors for the financial year ended 31 December 2024.
- 2. To support that the financial statements of the Group have been prepared on a going concern basis and to ensure the adequacy of funds required to meet its obligations, working capital and capital commitment needs, the Group has prepared a consolidated cash flow forecast for a 18-month period from 1 January 2025 to 30 June 2026 (“**Cash Flow Forecast**”). In preparing the Cash Flow Forecast, management has taken the following into consideration:

2. Basis of preparation

- The Group's operating and financing activities are expected to generate positive cash flows for the Group and the Company in the next 18 months from 31 December 2024, which includes the fund raising availability of a S\$4 million loan facility from the Company's shareholder and director, Mr. Zhu Hua;
 - The Group's business in the E-Sports segment is expected to positively contribute to the Group's revenue and operating cash flows during the next 18 months from 31 December 2024;
 - The Group had performed a reset on its existing cancer, infectious diseases and laboratory services segments, considering the challenges and low customer demands for the Group's goods and services in these business segments. The Group is reshaping its strategic focus and direction to serve other new markets, in particularly MCN, E-Sports and Live-streaming;
 - Further to the Group's resetting strategy, the Group is also considering streamlining its current operations by consolidating its business units and/or business segments to improve cost-efficiency, which includes implementing cost cutting measures to optimise administrative and operating costs; and
 - Subsequent to 31 December 2024, the Company has received additional loan disbursements from the Company's shareholder and director, Mr. Zhu Hua, amounting to S\$1.23 million in total, which is sufficient to support the Group's and the Company's working capital and operational needs for the next 18 months from 31 December 2024. The loans are unsecured, interest-free, and repayable by three equal payment tranches on 2 October 2028, 2 October 2029 and 2 October 2030 respectively.
3. To provide additional and recurrent revenue streams for the Group, with the approval of shareholders in the Extraordinary General Meeting held on 23 February 2024, the Group has diversified its business into Multi-Channel Networking (MCN), E-Sports and Live-streaming. This will allow the Group to reduce its reliance on the Group's existing business in cancer, infectious disease and laboratory services. In FY2024, the Group has acquired Shenzhen Xiaozhao Network Technology Co., Ltd, a wholly owned subsidiary based in China, to launch its business in the E-Sports segment by providing integrated marketing services in the gaming industry.
4. The management are actively evaluating and reviewing various corporate strategies, including fund raising, strategic acquisitions of suitable businesses as well as restructuring the Group's existing businesses or assets with a view towards enhancing and solidifying the earnings base of the Group. The Group will look for alternative sources of funding such as equity or debt fundraising through a placement of securities of the Company to investors or other fundraising opportunities to raise the requisite funding for the Group's working capital requirements.

After considering the abovementioned measures and mitigating actions, management is confident that the Group will be able to generate sufficient cash flows and have the necessary funds to meet the operating requirements of the Group's operations and to settle its liabilities as and when they fall due for at least another 12 months from the date of these financial statements are authorised for issuance and that the use of the going concern assumption in the preparation of the consolidated financial statements of the Group for HY FY2025 is appropriate.

These financial statements did not include any adjustments that may result in the event that the Group and the Company are unable to continue as going concerns. In the event that the Group and the Company are unable to continue as going concerns, adjustments may have to be made to reflect the situation that assets may need to be realised other than in the amounts at which they are currently recorded in the statements of financial position. In addition, the Group and the Company may have to provide for further liabilities that might arise and to reclassify non-current assets and liabilities as current assets and current liabilities.

2. Basis of preparation

2.1 New and amended standards adopted by the Group

The Group has applied the same accounting policies and methods of computation in the preparation of the condensed interim financial statements for HY FY2025 as compared to those applied in the audited financial statements for FY2024 except for the adoption of new or revised SFRS(I) and Interpretations of Singapore Financial Reporting Standards (“**SFRS(I) INT**”) that are mandatory for financial years beginning on or after 1 January 2025. The Group has adopted all applicable SFRS(I) and SFRS(I) INT that are mandatory for financial years beginning on or after 1 January 2025. The adoption of these SFRS(I) and SFRS(I) INT has no significant impact on the Group’s consolidated financial statements.

2.2 Use of judgements and estimates

The preparation of the Group’s consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

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 audited financial statements for FY2024.

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 critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is as follows:

- Identification of a cash-generating unit (“**CGU**”) - Management identified the Group’s MCN business and E-sports business as the two CGUs in the Group, having considered the products and services being offered and the inter-dependency of the cash flows generated within each CGU. This assessment reflects the Group’s strategic shift following the ongoing liquidation of the laboratory services business and the inactive status of the cancer business.

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

- Impairment assessment on goodwill

For the purpose of impairment testing, goodwill is allocated to each of the Group’s CGUs expected to benefit from the synergies of the combination. CGUs to which goodwill has been allocated are tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the CGU is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit. An impairment loss recognised for goodwill is not reversed in a subsequent period.

2. Basis of preparation

- Expected credit losses (“ECLs”)

The Group uses a provision matrix to calculate ECLs for trade receivables. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns. The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed. The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future. As at 30 June 2025, the carrying amount of the Group's trade receivables was approximately S\$0.43 million (31 December 2024: S\$0.28 million).

In determining the loss allowance for amount due from subsidiaries, when measuring ECL, loss given default constitutes a key input in measuring ECL. Loss given default is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive. As at 30 June 2025, the carrying amount of the Company's receivables due from subsidiaries was approximately S\$3.57 million (31 December 2024: S\$3.56 million).

- Impairment on non-financial assets

An assessment is made for the reporting period whether there is any indication that the non-financial assets may be impaired. If any such indication exists, an estimate is made of the recoverable amount of the assets. The recoverable amounts of cash-generating units if applicable is measured based on the fair value less costs of disposal or value in use calculations. It is reasonably possible, based on existing knowledge, that outcomes within the next reporting period that are different from assumptions could require a material adjustment to the carrying amount of the balances affected.

- Impairment assessment of investment in subsidiaries

Management has carried out a review and determined that there are indicators of impairment of the Company's investments in subsidiaries. The recoverable amount of the investments as at 31 December 2024 has been estimated based on fair value less cost of disposal of the relevant CGU's assets with adjustments to arrive at equity value of the investments. As at 30 June 2025, the carrying amount of the Company's investments in subsidiaries was S\$2 (31 December 2024: S\$2).

3. Seasonal operations

The Group's businesses were not affected significantly by seasonal or cyclical factors during HY FY2025.

4. Revenue

The Group derives its revenue from the transfer of goods and services over time and at a point in time in the following major revenue streams. This is consistent with the revenue information that is disclosed for each reportable segment under SFRS(I) 8.

Disaggregation of revenue

	Group	
	HY FY2025	HY FY2024
	S\$'000	S\$'000
<u>Continued Operations:</u>		
Sale of services related to E-Sports	1,752	-
Sale of devices and consumables	-	46
Sale of extended warranty services	-	12
Total from continuing operations	1,752	58
<u>Discontinued Operations:</u>		
Rendering of laboratory services	-	5
Total from discontinued operations	-	5
	1,752	63
Timing of transfer of goods or services		
<u>Continued Operations:</u>		
At point in time	1,752	46
Over time	-	12
Total from continuing operations	1,752	58
<u>Discontinued Operations:</u>		
At point in time	-	5
Total from discontinued operations	-	5
	1,752	63

5. Other income

	Group	
	HY FY2025	HY FY2024
	S\$'000	S\$'000
<u>Continued Operations:</u>		
Government grants	5	65
Foreign exchange gain/(loss), net	-	2
Others	-	8
Total from continuing operations	5	75
<u>Discontinued Operations:</u>		
Government grants	-	5
Total from discontinued operations	-	5
	5	80

6. Employee benefits expense

	Group	
	HY FY2025	HY FY2024
	S\$'000	S\$'000
<u>Continued Operations:</u>		
Directors' remuneration	60	89
Salaries and bonuses	615	492
Employer's contribution to defined contribution plans	17	43
Total from continuing operations	692	624
<u>Discontinued Operations:</u>		
Salaries and bonuses	-	148
Employer's contribution to defined contribution plans	-	20
Total from discontinued operations	-	168
	692	792

7. Finance costs

	Group	
	HY FY2025	HY FY2024
	S\$'000	S\$'000
<u>Continued Operations:</u>		
Interest expense on borrowings	5	20
Interest expense on lease liabilities	1	4
Total from continuing operations	6	24
<u>Discontinued Operations:</u>		
Interest expense on lease liabilities	-	2
Total from discontinued operations	-	2
	6	26

8. Loss before tax

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

	Group	
	HY FY2025	HY FY2024
	S\$'000	S\$'000
<u>Continued Operations:</u>		
Depreciation of right-of-use assets	42	32
Inventories written off	-	27
Writeback of allowance for inventories	-	(38)
(Writeback)/provision for unconsumed leave	(1)	24
Insurance	18	25
Rental expenses	-	19
Travelling expenses	1	1
Professional fees (cash-settled)	266	285
Professional fees (equity-settled)	-	50
Sales and marketing expenses	3	35
Repairs and maintenance	4	17
Subscriptions	7	18
Staff training	-	3
Utilities	15	12
Delivery charges	-	2

Research and development expense

Research and development expense are incurred for product and service development, research collaboration and testing purposes.

	Group	
	HY FY2025	HY FY2024
	S\$'000	S\$'000
<u>Discontinued Operations:</u>		
Depreciation of plant and equipment	-	4
Depreciation of right-of-use assets	-	33
Provision/(writeback) for unconsumed leave	-	17
Rental expenses	-	1
Professional fees (cash-settled)	-	14
Repairs and maintenance	-	2

9. Income tax expense

	Group	
	HY FY2025	HY FY2024
	S\$'000	S\$'000
<u>Continued and Discontinued Operations:</u>		
Current income tax	11	-
Deferred income tax		
- Origination and reversal of temporary differences	-	-
Income tax expense recognised in profit or loss	11	-

10. Loss per share

Basic loss per share is calculated by dividing loss for the period, net of tax, 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 loss for the period, net of tax, 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.

	Group	
<u>Continued Operations:</u>	HY FY2025	HY FY2024
Loss for the period, net of tax, attributable to owners of the Company used in the computations of basic and diluted loss per share (S\$'000)	(625)	(1,147)
Weighted average number of shares for (basic and diluted) loss per share computation ('000)	1,690,759	734,226
Basic loss per share (cents)	(0.04)	(0.16)
Diluted loss per share (cents)	(0.04)	(0.16)
<u>Discontinued Operations:</u>		
Loss for the period, net of tax, attributable to owners of the Company used in the computations of basic and diluted loss per share (S\$'000)	-	(302)
Weighted average number of shares for (basic and diluted) loss per share computation ('000)	-	734,226
Basic loss per share (cents)	-	(0.04)
Diluted loss per share (cents)	-	(0.04)

11. Plant and equipment

During HY FY2025, the Group acquired plant and equipment amounting to Nil (HY FY2024: Nil).

Impairment assessment of plant and equipment

The Group has carried out impairment assessment for plant and equipment by estimating the recoverable amounts of the respective CGUs of the Group as disclosed in Note 2.2 under Section E - Selected notes to the financial statements of this announcement. Included in the CGUs are plant and equipment and right-of-use assets. Based on the impairment assessment, no impairment charge was required as at 30 June 2025.

12. Right-of-use assets

The Group has lease contracts for office and warehouse premises, laboratory space, and office and laboratory equipment used in its operations. Leases of office premise, laboratory space and warehouse premise generally have lease terms of 1 year or less, while office and laboratory equipment generally have lease terms of 3 to 5 years. The Group's obligations under its leases are secured by the lessor's title to the leased assets. Generally, the Group is restricted from assigning and subleasing the leased assets. There are no lease contracts that include extension or termination options and variable lease payments.

There were additions of right-of-use assets of S\$14,370 during HY FY2025 (HY FY2024: S\$32,000).

Impairment assessment of right-of-use assets

The Group has carried out impairment assessment for right-of-use assets by estimating the recoverable amounts of the respective CGUs of the Group as disclosed in Note 2.2 under Section E - Selected notes to the financial statements of this announcement. Included in the CGUs are plant and equipment, intangible assets and right-of-use assets. Based on the impairment assessment, no impairment charge was required as at 30 June 2025.

13. Intangible assets

Group	Customer relationships	Customer contracts	Patent rights	Trademark	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Cost:					
At 31 December 2024 and 30 June 2025	1,268	173	913	92	2,446
Accumulated amortisation and impairment:					
At 31 December 2024 and 30 June 2025	-	-	913	92	1,005
Carrying amount:					
At 31 December 2024 and 30 June 2025	1,268	173	-	-	1,441

Company	Patent rights	Trademark	Total
	S\$'000	S\$'000	S\$'000
Cost:			
At 31 December 2024 and 30 June 2025	913	92	1,005
Accumulated amortisation and impairment:			
At 31 December 2024 and 30 June 2025	913	92	1,005
Carrying amount:			
At 31 December 2024 and 30 June 2025	-	-	-

Impairment assessment of intangible assets

The Group has carried out impairment assessment for intangible assets by estimating the recoverable amounts of the respective CGUs of the Group as disclosed in Note 2.2 under Section E - Selected notes to the financial statements of this announcement. Included in the CGUs are plant and equipment, intangible assets and right-of-use assets. Based on the impairment assessment, no impairment charge or reversal of impairment was required as at 30 June 2025.

14. Loan due to shareholder

The Group's loan due to a shareholder comprised of S\$1,896,000 which is non-trade in nature, unsecured, interest-free, repayable by three equal payment tranches on 2 October 2028, 2 October 2029 and 2 October 2030 respectively, and denominated in Singapore Dollar. The remaining balance of S\$410,000 is non-trade in nature, unsecured, interest-free, repayable on demand, and denominated in Singapore Dollar.

15. Bank loans

	Group		Company	
	As at 30/6/25	As at 31/12/24	As at 30/6/25	As at 31/12/24
	S\$'000	S\$'000	S\$'000	S\$'000
Amount repayable within one year or on demand				
Secured	-	-	-	-
Unsecured	176	613	176	613

16. Deferred tax liabilities

Deferred tax liabilities of the Group arose from:

	Group	
	As at 30/6/25	As at 31/12/24
	S\$'000	S\$'000
Fair value adjustment on acquisition of subsidiary	360	360

17. Share capital

	Number of shares	Share capital S\$'000
Issued and fully paid ordinary shares:		
As at 31 December 2024 and 30 June 2025	1,690,758,836	73,625
Less: Contingent consideration	(135,600,000)	(1,013)
	<u>1,555,158,836</u>	<u>72,612</u>

The Company had on 7 August 2025 issued and allotted an aggregate of 42,682,979 new ordinary shares in the issued share capital of the Company. Following the completion of the allotment and issuance, the total issued and paid-up share capital of the Company had increased from 1,690,758,836 shares to 1,733,441,815 shares as at the date of this announcement. Please refer to the Company's announcement dated 7 August 2025 for further details.

As at 30 June 2025 and 30 June 2024, the Company does not have any outstanding convertibles, treasury shares and subsidiary holdings.

Contingent consideration

The Company is required to pay the former owners of SXNT in 135,600,000 new ordinary shares of the Company if SXNT achieves a net profit after tax of RMB 0.75 million for the 12-month period starting from 22 October 2024 to 21 October 2025.

The fair value of the contingent consideration as at the acquisition date was estimated to amount to S\$1,013,000 based on the discounted value of the market price of the ordinary shares at acquisition date, with 100% weighted average probability on achieving the net profit after tax target for the relevant period and discounted at 5.25% per annum. This is a Level 3 fair value measurement.

18. Net asset value per share

	Group		Company	
	As at 30/6/25	As at 31/12/24	As at 30/6/25	As at 31/12/24
Net asset value (S\$'000)	1,112	1,732	1,187	2,000
Number of Shares ('000)	1,690,759	1,690,759	1,690,759	1,690,759
Net asset value per share (cents)	<u>0.07</u>	<u>0.10</u>	<u>0.07</u>	<u>0.12</u>

19. Related party transactions

There are no material related party transactions apart from those disclosed elsewhere in the financial statements.

20. Segment information

For management purposes and resource allocation, the Group is organised into business operating units based on reports reviewed by the management team that are used to make strategic decisions.

(a) ***Cancer***

The cancer segment involves the identifying and assessing potential collaboration partners, technology, products and services, product development, innovation and improvement and the management of global distributorship network and direct customers in the cancer field.

(b) ***Infectious diseases***

The infectious diseases segment involves the identifying and assessing potential collaboration partners, technology, products and services, product development, innovation and improvement and the management of global distributorship network and direct customers in the infectious diseases field.

(c) ***Corporate segment***

The corporate segment involves the corporate functions in supporting the operations of the entire Group.

(d) ***E-Sports***

The E-Sports segment will involve identifying and assessing potential collaboration partners, technology, digital platforms, products, and services related to E-Sports. It will also include business development, innovation, and improvement, as well as the management of global partnerships, tournament organization, talent development, and community engagement in the E-Sports industry.

The Group's principal place of business is in Singapore, with its non-current assets located in Singapore.

Segment profit/(loss) represents the profit/(loss) earned by each segment without allocation of other gains and losses, distribution and selling expenses, administrative expenses, finance income and finance cost. This is the measure reported to the chief operating decision makers for the purposes of resource allocation and performance assessment.

Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable segment:

HY FY2025	E-Sports S\$'000	Cancer S\$'000	Infectious diseases S\$'000	Corporate segment S\$'000	Total S\$'000
Revenue:					
External customers	1,752	-	-	-	1,752
Inter-segment	-	-	-	-	-
Total revenue	1,752	-	-	-	1,752
Segment results:					
Other income	2	-	-	3	5
Employee benefits expense	(250)	-	-	(442)	(692)
Depreciation expense	-	-	-	(42)	(42)
Other expenses	(44)	-	-	(326)	(370)
Finance costs	-	-	-	(6)	(6)
Segment profit/(loss) before tax	201	-	-	(815)	(614)
Income tax expense	(11)	-	-	-	(11)
Segment profit/(loss) after tax	190	-	-	(815)	(625)
Assets:					
Additions to non-current assets	-	-	-	-	-

HY FY2024	← Continuing Operations →			Discontinued Operations	Total S\$'000
	Cancer S\$'000	Infectious diseases S\$'000	Corporate segment S\$'000	Laboratory services S\$'000	
Revenue:					
External customers	58	-	-	5	63
Inter-segment	-	-	-	-	-
Total revenue	58	-	-	5	63
Segment results:					
Other income	-	-	76	22	98
Employee benefits expense	(18)	-	(606)	(168)	(792)
Depreciation expense	(5)	-	(27)	(37)	(69)
Research and development expense	(1)	-	-	-	(1)
Other expenses	(69)	-	(503)	(110)	(682)
Finance costs					
Segment loss before tax	(60)	(3)	(1,084)	(302)	(1,449)
Income tax credit	-	-	-	-	-
Segment loss after tax	(60)	(3)	(1,084)	(302)	(1,449)
Assets:					
Additions to non-current assets	-	-	-	-	-

Geographical information

Revenue information based on the geographical location of customers are as follows:

Segment revenue	Continuing Operations				Discontinued Operations	
	Cancer		E-Sports		Laboratory services	
	HY FY2025 S\$'000	HY FY2024 S\$'000	HY FY2025 S\$'000	HY FY2024 S\$'000	HY FY2025 S\$'000	HY FY2024 S\$'000
Singapore	-	-	-	-	-	5
Japan	-	2	-	-	-	-
China	-	-	1,752	-	-	-
Europe	-	11	-	-	-	-
Hong Kong	-	18	-	-	-	-
Thailand	-	27	-	-	-	-
	-	58	1,752	-	-	5

Information about major customers

Revenue from two (HY FY2024: three) major customers amounted to approximately S\$1.39 million in HY FY2025 (HY FY2024: S\$0.56 million), arising from the E-Sports segment (HY FY2024: Cancer segment).

F. OTHER INFORMATION REQUIRED UNDER THE CATALIST RULES

PART I - INFORMATION REQUIRED FOR HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

- 1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Please refer to Section A – Interim consolidated statements of profit or loss and other comprehensive income of this announcement.

- 1(a)(ii) Notes to statement of comprehensive income**

Please refer to Notes 4 to 10 under Section E - Selected notes to the financial statements of this announcement.

- 1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

Please refer to Section B – Interim statements of financial position of this announcement.

- 1(b)(ii) Aggregate amount of group's borrowings and debt securities.**

Please refer to Note 15 under Section E - Selected notes to the financial statements of this announcement.

- 1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Please refer to Section C - Interim consolidated statements of cash flows of this announcement.

- 1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial period.**

Please refer to Section D – Interim statements of changes in equity of this announcement.

- 1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Please refer to Note 17 under Section E - Selected notes to the financial statements of this announcement.

- 1(d)(iii) Total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

Please refer to Note 17 under Section E - Selected notes to the financial statements of this announcement.

- 1(d)(iv) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

- 1(d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable.

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

The figures have not been audited or reviewed by the auditors of the Company.

- 3 Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of a matter).**

Not applicable.

- 3A** **Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:**
(a) Updates on the efforts taken to resolve each outstanding audit issue.
(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.
This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable. The latest audited financial statements of the Company and the Group for the financial year ended 31 December 2024 were not subject to an adverse opinion, qualified opinion or disclaimer of opinion issued by the Company's auditors.

- 4** **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

Please refer to Note 2.1 under Section E - Selected notes to the financial statements of this announcement.

- 5** **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Please refer to Note 2.1 under Section E - Selected notes to the financial statements of this announcement.

- 6** **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

Please refer to Note 10 under Section E - Selected notes to the financial statements of this announcement.

- 7** **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares, excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year.**

Please refer to Note 18 under Section E - Selected notes to the financial statements of this announcement.

- 8 **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

REVIEW OF THE GROUP'S PERFORMANCE

Continuing Operations

Revenue

Revenue increased by S\$1.69 million, from S\$0.06 million in HY FY2024 to S\$1.75 million in HY FY2025, primarily driven by the E-Sports business segment.

Other income

Other income decreased by S\$70,000 or 93.3%, from S\$75,000 in HY FY2024 to S\$5,000 in HY FY2025, due to the decrease in government grant.

Changes in inventories

The Group recorded no changes in inventories in the closing balance of our inventories in HY FY2025 and HY FY2024.

Purchases of inventories and other direct costs

The Group's purchases increased by approximately S\$1.23 million, from S\$0.03 million in HY FY2024 to S\$1.26 million in HY FY2025, which is in line with the increase in revenue from the E-Sports segment during the financial period.

Employee benefits expense

Employee benefits expense increased by S\$0.07 million or 10.9%, from S\$0.62 million in HY FY2024 to S\$0.69 million in HY FY2025, mainly due to an increase in staff headcount from the new E-Sports business segment.

Depreciation expense

Depreciation expense increased by S\$10,000 or 34.4%, from S\$32,000 in HY FY2024 to S\$42,000 in HY FY2025, mainly arising from addition of right-of-use assets in HY FY2025.

Other expenses

Other expenses decreased by S\$0.2 million or 35.4%, from S\$0.57 million in HY FY2024 to S\$0.37 million in HY FY2025, mainly due to lower professional fees in HY FY2025.

Finance costs

Finance costs decreased by S\$18,000 or 75.0%, from S\$24,000 in HY FY2024 to S\$6,000 in HY FY2025, mainly due to repayment of borrowings.

Loss for the period

As a result of the foregoing, loss for the period decreased by S\$0.52 million or 45.5%, from S\$1.15 million in HY FY2024 to S\$0.63 million in HY FY2025.

REVIEW OF THE GROUP'S FINANCIAL POSITION

Non-current assets

The Group's non-current assets decreased by 0.7% or S\$0.03 million, from S\$4.00 million as at 31 December 2024 to S\$3.97 million as at 30 June 2025. This was due to a decrease in right-of-use assets of S\$0.03 million, which arose mainly from depreciation during the period.

Current assets

The Group's current assets increased by 23.8% or S\$0.16 million, from S\$0.67 million as at 31 December 2024 to S\$0.83 million as at 30 June 2025. This was due mainly to an increase in trade receivables by S\$0.15 million from the E-Sports segment.

Current liabilities

The Group's current liabilities decreased by 24.9% or S\$0.48 million, from S\$1.91 million as at 31 December 2024 to S\$1.43 million as at 30 June 2025. This was mainly due to a decrease in bank borrowings of S\$0.44 million.

Non-current liabilities

The Group's non-current liabilities increased by S\$1.23 million, from S\$1.03 million as at 31 December 2024 to S\$2.26 million as at 30 June 2025. This was due mainly to an increase in loan due to shareholder of S\$1.23 million.

REVIEW OF THE GROUP'S CASH FLOW STATEMENT

Operating cash outflow before movements in working capital amounted to S\$0.55 million in HY FY2025. Net cash used in working capital amounted to S\$0.18 million due mainly to (i) increase in trade receivables of S\$0.15 million and (ii) increase in trade payables of S\$0.18 million, partially offset by decrease in other payables of S\$0.19 million.

There is no cash used in or generated from investing activities in HY FY2025.

Net cash generated from financing activities in HY FY2025 amounted to S\$0.75 million. This was due mainly to loan received from shareholder of S\$1.23 million, partially offset by the payment of S\$0.44 million and S\$0.04 million of the principal portions of borrowings and lease liabilities respectively in HY FY2025.

As a result of the above, there was no movement in cash and cash equivalents, which stands at S\$0.3 million as at 31 December 2024 and 30 June 2025.

9 Where a forecast, or a 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.

10 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.

The global E-sports market continues to experience robust growth, projected to reach approximately USD 4.8 billion in 2025, with an expected annual growth rate of 5.54% from 2025 to 2029¹. The E-sports audience is also expanding significantly, forecasted to exceed 640 million viewers in 2025, driven by the increasing popularity of online streaming platforms, sponsorships, and advancements in competitive gaming². The Company's expansion into E-Sports aligns with these growth trends, enabling it to tap into the rising demand for professional gaming and live-streaming content.

Similarly, the Multi-Channel Network (MCN) industry is expected to grow from USD 5.8 billion in 2024 to USD 6.44 billion in 2025, with a compound annual growth rate (CAGR) of 11.1%³. The increasing demand for digital content consumption, coupled with AI-driven content optimization and audience targeting, is driving this growth. The Group's strategic entry into the MCN space is well-positioned to leverage these industry developments by supporting content creators and enhancing monetization opportunities.

¹ Statista, "Global eSports Market Revenue," <https://www.statista.com/outlook/amo/esports/worldwide>

² DemandSage, "eSports Industry Statistics 2025," <https://www.demandsage.com/esports-statistics>

³ The Business Research Company, "Multi-Channel Network Market Report," <https://www.thebusinessresearchcompany.com/report/multichannel-marketing-hubs-global-market-report>

Given these promising industry trends, the Company believes its expansion into E-sports and the MCN space presents valuable opportunities for growth. While market dynamics continue to evolve, the Group remains cautiously optimistic about its ability to capitalize on these developments and strengthen its position in these rapidly expanding sectors, subject to adequate funding and/or financing. The Company will continue to provide timely updates to its shareholders should there be any material development affecting the Group's business and operations.

11 Dividend

(a) Whether an interim (final) ordinary dividend has been declared (recommended)

Nil

(b) (i) Amount per share

Nil

(ii) Previous corresponding period

Nil

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

Not applicable.

(d) Date the dividend is payable

Not applicable.

(e) Date on which Registrable Transfers received by the Company (up to 5pm) will be registered before entitlements to the dividend are determined

Not applicable.

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

No dividend has been declared by the Company as the Group had incurred losses in HY FY2025.

13 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 does not have general mandate from shareholders for interested person transactions.

During the Extraordinary General Meeting held on 17 June 2025, shareholders approved the proposed subscription of new ordinary shares in the share capital of Embracing Future MCN Technology Pte. Ltd. ("EFMCN") up to 204,080 subscription shares at the subscription price

of S\$1.00 per subscription share to the Company and Mr. Zhu Hua, and the allotment and issuance of subscription shares as an interested person transaction.

Save for the abovementioned, there were no interested person transactions (excluding transactions less than S\$100,000 and transactions conducted under the IPT Mandate pursuant to Rule 920 of the Catalist Rules) and interested person transactions conducted under the IPT Mandate pursuant to Rule 920 (excluding transactions less than S\$100,000) during HY FY2025.

14 Negative confirmation by the board pursuant to Rule 705(5)

To the best of the knowledge of the board of directors of the Company (“**Board**”), nothing has come to the attention of the Board which may render the unaudited financial results for HY FY2025 of the Group and the Company to be false or misleading in any material aspect.

15 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).

The Company confirms that it has procured the undertakings from all of its directors and executive officers as required under Rule 720(1) of Catalist Rules.

16 Disclosure pursuant to Rule 706A of the Catalist Rules

There was no acquisition or sale of shares by the Company during HY FY2025 which requires disclosure pursuant to Rule 706A of the Catalist Rules.

ON BEHALF OF THE BOARD

Zhu Hua
Executive Director and Chairman

12 August 2025