



HENGYANG PETROCHEMICAL LOGISTICS LIMITED

(Incorporated in Singapore on 23 April 2008)
(Company Registration Number: 200807923K)

UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THREE-MONTH FINANCIAL PERIOD ENDED 31 MARCH ("1Q") 2026

The following information are prepared in accordance with Appendix 7C Financial Statements and Dividend Announcement of the Listing Manual Section B: Rules of Catalist (the "Catalist Rules") of the Singapore Exchange Securities Trading Limited (the "SGX-ST"), cross-referenced from Catalist Rule 704(10) and Catalist Rule 705.

PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) A statement of comprehensive income for the group together with a comparative statement for the corresponding period of the immediately preceding financial year

The Group does not generate any revenue.

The Group holds 41.64% interest in Jiangyin Foreversun Chemical Logistics Co., Ltd. ("**China Holdco**"). The financial statements presented herein is prepared using the equity method of accounting in respect of the 41.64% interest in China Holdco held by the Company and its subsidiaries (collectively, the "**Group**") as at 31 December 2025 and 31 March 2026, and such interest has been accounted for as an investment under "*Investment in a Joint Venture*" on the Group's balance sheets.

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

RMB'000	Note	Group		
		1Q2026 (Unaudited)	1Q2025 (Unaudited)	% (+/-)
Interest income		-	75	(100.0)
Administrative and other expenses	8	(781)	(859)	(9.1)
Interest expense		(2)	(1)	100.0
Share of results of joint venture, net of tax	N7	(21,405)	(3,393)	530.9
Loss before income tax	N6	(22,188)	(4,178)	431.1
Income tax expense		-	-	-
Net loss for the financial period		(22,188)	(4,178)	431.1
Total comprehensive loss attributable to owners of the Company		(22,188)	(4,178)	431.1
Loss per Share ("LPS") (RMB cents):				
Basic	6	(10.91)	(2.05)	
Diluted	6	(10.91)	(2.05)	

The Group's interest in China Holdco represents its entire business and operations, all of which are carried out in the People's Republic of China (the "**PRC**"). Where appropriate, certain financial information relating to China Holdco and its subsidiaries (the "**China Holdco Group**") has been included herein purely for the purpose of understanding the underlying financial performance of the Group.

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- 1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year: (A) Investment income; (B) Other income including interest income; (C) Interest on borrowings; (D) Depreciation and amortisation; (E) Allowance for doubtful debts and bad debts written off; (F) Write-off for stock obsolescence; (G) Impairment in value of investments; (H) Foreign exchange gain/loss (where applicable); (I) Adjustments for under or overprovision of tax in respect of prior years; and (J) Profit or loss on sale of investments, properties, and/or plant and equipment**

Please refer to N6.

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

Condensed interim statements of financial position

	Note	Group		Company	
		31.03.2026 (Unaudited)	31.12.2025 (Unaudited)	31.03.2026 (Unaudited)	31.12.2025 (Unaudited)
RMB'000					
Non-current assets					
Investments in a subsidiary		-	-	303,472	303,472
Investment in joint venture	N7	470,003	491,408	-	-
Right-of-use asset		107	122	-	-
		470,110	491,530	303,472	303,472
Current assets					
Other receivables		15	15	-	-
Amount owing by a subsidiary of joint venture		357	360	6	6
Amount owing by a subsidiary		-	-	1,256	1,255
Cash and bank balances		15,149	15,149	1,106	1,106
		15,521	15,524	2,368	2,367
Less:					
Current liabilities					
Other payables		3,474	2,695	3,010	2,238
Amount owing to a subsidiary		-	-	32,145	32,752
Lease liability	N8	59	59	-	-
		3,533	2,754	35,155	34,990
Net current assets/(liabilities)		11,988	12,770	(32,787)	(32,623)
Less:					
Non-current liability					
Lease liability	N8	45	59	-	-
Net assets		482,053	504,241	270,685	270,849
Equity					
Share capital	1(d)(i)	289,064	289,064	289,064	289,064
Other reserve		83,004	83,004	-	-
Retained earnings		109,985	132,173	(18,379)	(18,215)
Total equity		482,053	504,241	270,685	270,849

1(b)(ii) Aggregate amount of Group's borrowings and debts security.

Amount repayable in one year or less, or on demand

As at 31 March 2026		As at 31 December 2025	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
-	-	-	-

Amount repayable after one year

As at 31 March 2026		As at 31 December 2025	
Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
-	-	-	-

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Details of any collateral

Nil

Note: The borrowings which exist in the China Holdco Group and the assets and liabilities of the China Holdco Group are not consolidated in the Group's financial statements.

Contingent liabilities

As at 31 March 2026, the Group and its joint venture partners had given guarantees amounting up to RMB282,541,000 (31 December 2025: RMB282,541,000) to certain lenders in respect of borrowings of the China Holdco Group.

At 31 March 2026, the total amount of borrowings covered by the Group's guarantees amounted to RMB194,860,000 (31 December 2025: RMB196,330,000). Such financial guarantees require the Group to reimburse the lenders if the China Holdco Group fails to make principal or interest repayments when due in accordance with the terms of the respective borrowings.

As at 31 March 2026, the current liabilities of the China Holdco Group exceeded its current assets by RMB498,612,000 (31 December 2025: RMB561,975,000). The China Holdco Group has RMB370,150,000 of borrowings which are due for repayment within the next 12 months from the reporting date, of which RMB13,346,000 were guaranteed by the Group.

There was no default or non-repayment since the inception of these borrowings. Furthermore, China Holdco Group's borrowings are secured over mortgages against fixed assets of China Holdco Group. As at 31 March 2026, the carrying amount of the China Holdco Group's fixed assets are substantially larger than the carrying amount of the outstanding borrowings. Based on the Company's consideration and assessment, the Group does not expect significant credit losses arising from these guarantees.

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

Condensed interim consolidated statement of cash flows

	Group	
	1Q2026 (Unaudited)	1Q2025 (Unaudited)
Operating activities		
Loss before income tax	(22,187)	(4,178)
Adjustments for:		
Amortisation of right of use asset	15	15
Share of result of joint venture	21,405	3,393
Interest income	-	(75)
Interest expense	2	1
Operating cash flows before working capital changes	(766)	(844)
Other receivables and amounts owing by related parties	3	(1)
Other payables	779	418
Cash used in operations	16	(427)
Income tax paid	-	-
Net cash used in operating activities	16	(427)
Investing activities		
Interest received	-	75
Net cash generated from investing activities	-	75
Financing activities		
Principal element of lease payments	(14)	(16)
Interest expense	(2)	(1)
Net cash used in financing activities	(16)	(17)
Net change in cash and cash equivalents	-	(369)
Cash and cash equivalents at the beginning of the financial period	15,149	19,250
Cash and cash equivalents at end of the financial period	15,149	18,881

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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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Condensed Interim Statement of Changes in Equity

The Company

RMB'000	Share capital	Retained earnings	Total equity
(Unaudited)			
Balance as at 1 January 2026	289,064	(18,215)	270,849
Total comprehensive loss for the financial period	-	(164)	(164)
Balance as at 31 March 2026	289,064	(18,379)	270,685
(Unaudited)			
Balance as at 1 January 2025	289,064	(14,475)	274,589
Total comprehensive loss for the financial period	-	(1,016)	(1,016)
Balance as at 31 March 2025	289,064	(15,491)	273,573

The Group

RMB'000	Share capital	Other reserve	Retained earnings	Equity attributable to owners of the Company	Total equity
(Unaudited)					
Balance as at 1 January 2026	289,064	83,004	132,173	504,241	504,241
Total comprehensive loss for the financial period	-	-	(22,188)	(22,188)	(22,188)
Balance as at 31 March 2026	289,064	83,004	109,985	482,053	482,053
(Unaudited)					
Balance as at 1 January 2025	289,064	83,004	177,437	549,505	549,505
Total comprehensive loss for the financial period	-	-	(4,178)	(4,178)	(4,178)
Balance as at 31 March 2025	289,064	83,004	173,259	545,327	545,327

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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.

There were no changes in the Company's share capital since the end of the previous period reported on and there were no outstanding options, convertibles, treasury shares or subsidiary holdings as at 31 March 2026 and 31 December 2025.

1(d)(iii) To show the 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.

	31.03.2026	31.12.2025
Total number of issued shares (excluding treasury shares)	203,461,883	203,461,883

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

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 as the Company did not have any treasury shares.

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 as the Company did not have any subsidiary holdings.

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NOTES TO THE UNAUDITED CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

N1. General Corporate information

Hengyang Petrochemical Logistics Limited (the “**Company**”) is a public limited liability company, incorporated and domiciled in Singapore with its registered office located at 8 Marina View, #11-11, Asia Square Tower 1, Singapore 018960.

The Company’s registration number is 200807923K. The principal place of business is 1 Hengyang Road, Shizhuang Industrial Park, New Harbor City, Jiangyin, Jiangsu Province, PRC 214446. The Company is listed on the Catalist Board of the SGX-ST.

The principal activity of the Company is that of investment holding. The principal activities of its principal operating entity is set out in Note N7.

The immediate and ultimate holding company is Foreversun Holdings Co., Ltd., a company incorporated in the British Virgin Islands. The ultimate controlling party is Mr Gu Wen Long, whose interest in the Company is held through his shareholdings in Foreversun Holdings Co., Ltd.

N2. Basis of Preparation

The condensed interim consolidated financial statements for the financial period ended 31 March 2026 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim consolidated financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for FY2025.

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 N2.1 below.

The individual financial statements of each Group entity are measured and presented in the currency of the primary economic environment in which the entity operates (“**functional currency**”). The condensed interim consolidated financial statements of the Group and the statement of financial position of the Company are presented in Chinese renminbi (“**RMB**”) which is the functional currency of the Company and the presentation currency for the consolidated financial statements and all values presented are rounded to the nearest thousand (RMB’000) unless otherwise stated.

N2.1 New and amended standards adopted by the Group

The new and/or amended SFRS(I) for the current reporting period are not relevant to the Group. The Group did not have to change its accounting policies or make retrospective adjustments as a result of the above new or amended SFRS(I).

N2.2. Use of judgements and estimates

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

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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 2025.

These estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Critical judgements made in applying the accounting policies

The following is the critical judgement, apart from those involving estimations (see below) that management has made in the process of applying the Group's accounting policies and which have a significant effect on the amounts recognised in the financial statements.

Joint control

As at 31 March 2026, the Group (through Hengyang Holding Pte Ltd), Sinopec Chemical Sales Company Limited ("**Sinopec Chemical**"), CITIC Port Investment Co., Ltd. ("**CITIC Port**") and Zhangjiagang Yituo Petrochemical Co., Ltd. ("**Yituo Petrochemical**") respectively hold 41.64%, 49.16%, 1.68% and 7.52% of the equity interest in China Holdco.

Management has carried out an assessment to determine whether the Group continues to have joint control over China Holdco. The assessment included review of unanimous consent from the three joint venture partners for certain reserved matters and relevant activities which will significantly affect the returns of the joint venture. Accordingly, the Company concluded that it is appropriate to classify China Holdco as a joint venture of the Company (N7).

Key sources of estimation uncertainty

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

Impairment of investment in a joint venture

The Group conducts impairment test annually and had carried out a review of the investment in joint venture for FY2025. The Group will review its investment in the joint venture at the end of the current financial year. The Group's carrying amount of investment in a joint venture as at 31 March 2026 was RMB470,003,000 (31 December 2025: RMB491,408,000).

N3. Seasonal operations

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

N4. Segment and revenue information

The Group has only one reportable operating segment, which is the investment holding segment relating to the Group's investment in a joint venture and other investment holding activities. The Group's business is engaged entirely in the PRC and hence no segment information is disclosed.

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N5. Financial assets and financial liabilities

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

RMB'000	Group		Company	
	31.03.2026	31.12.2025	31.03.2026	31.12.2025
Financial assets				
Other receivables	15	15	-	-
Amount owing by a subsidiary of joint venture	357	360	6	6
Amount owing by a subsidiary	-	-	1,256	1,255
Cash and cash equivalents	15,149	15,149	1,106	1,106
	<u>15,521</u>	<u>15,524</u>	<u>2,368</u>	<u>2,367</u>
Financial liabilities				
Other payables	3,474	2,695	3,010	2,238
Amount owing to a subsidiary	-	-	32,145	32,752
Lease liability	104	118	-	-
	<u>3,578</u>	<u>2,813</u>	<u>35,155</u>	<u>34,990</u>

N6. Loss before income tax

N6.1 Significant items

RMB'000	Group	
	1Q2026	1Q2025
Other income		
Interest income from bank deposits	-	75
	-	75
Expenses		
Amortisation of right-of-use asset	15	15
Employee benefit costs (inclusive of directors' fees)	501	604

N6.2. Related party transactions

During 1Q2026, in addition to the information disclosed elsewhere in these interim financial statements, the Group's joint venture entered into the following transactions with related parties at rates and terms agreed between the parties:

RMB'000	Group	
	1Q2026	1Q2025
By joint venture		
<i>Sales to related parties</i>	3,173	8,122
- Jiangyin Golden Bridge Chemical Co., Ltd. (a)	3,173	8,122

- (a) Jiangyin Golden Bridge Chemical Co., Ltd. ("**Jinqiao Chemical**") is a company established and wholly-owned by Ms Sun Fang, the spouse of the Company's Director and Chief Executive Officer and Controlling Shareholder, Mr Gu Wenlong.

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N7. Investment in a joint venture

RMB'000	Group	
	31.03.2026	31.12.2025
At beginning of the financial year	491,408	532,299
Share of results of joint venture, net of tax	(21,405)	(40,891)
At the end of the financial period	<u>470,003</u>	<u>491,408</u>

The details of the joint venture are as follows:

Name of company (Principal place of business)	Principal activities	Effective equity interest held by the Group	
		31 March 2026	31 December 2025
		%	%
Held by Hengyang Holding Pte. Ltd.			
Jiangyin Foreversun Chemical Logistics Co., Ltd. (PRC)	Storage, dispatch, drumming and land transportation of liquid petrochemical products and management of ports terminals	41.64	41.64

The financial year end of the China Holdco is 31 December.

15% of equity interests in the China Holdco has been pledged in favour of certain lenders for long-term borrowings taken by China Holdco in January 2025. The Group also extended financial guarantees to certain borrowings. The details are set out in paragraph 1(b)(ii) of this announcement.

N7.1 Impairment assessment of investment in a joint venture

There is no impairment on the investment in joint venture for 1Q2026.

N7.2 Significant restrictions

As at 31 March 2026, cash and bank balances of approximately RMB34,092,000 (31 December 2025: RMB54,857,000) held by the joint venture in the PRC are subject to local exchange control regulations. These regulations place restrictions on exporting capital out of the country other than through dividends.

N7.3 Summarised financial information

Summarised financial information in respect of the China Holdco Group and reconciliation with the carrying amount of the investment in the condensed interim consolidated financial statements are as follows:

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Summarised condensed interim consolidated statement of financial position of China Holdco Group

	China Holdco Group	
RMB'000	31.03.2026	31.12.2025
Current assets	111,474	156,454
Non-current assets	4,267,181	4,300,173
Current liabilities	(610,086)	(718,429)
Non-current liabilities	(2,685,788)	(2,584,786)
Net asset	<u>1,082,781</u>	<u>1,153,412</u>

The above amounts of assets and liabilities include the following:

	China Holdco Group	
RMB'000	31.03.2026	31.12.2025
Cash and cash equivalents	34,092	54,857
Current financial liabilities (excluding trade and other payables and current income tax payable)	(193,916)	(166,916)
Non-current financial liabilities (excluding trade and other payables and deferred income tax payable)	(2,622,685)	(2,521,404)

Condensed interim consolidated statement of profit or loss and other comprehensive income of China Holdco Group

RMB'000	1Q2026	1Q2025	VAR	%
	(Unaudited)	(Unaudited)		(+/-)
Revenue⁽¹⁾	74,532	129,738	(55,206)	(42.6)
Cost of sales ⁽²⁾	(88,851)	(86,547)	2,304	2.7
Gross profit	(14,319)	43,191	(57,510)	(133.2)
Other income	1,183	1,289	(106)	(8.2)
Administrative and other expenses ⁽³⁾	(13,555)	(20,026)	(6,471)	(32.3)
Finance costs	(28,886)	(29,533)	(647)	(2.2)
Loss before tax from operation	(55,577)	(5,079)	(50,498)	994.3
Income tax expense ⁽⁴⁾	(645)	(3,994)	(3,349)	(83.9)
Loss for the financial period	(56,222)	(9,073)	(47,149)	519.7
Non-controlling interest	(56,222)	(1,988)	(54,234)	(2728.1)
Owners of China Holdco	(5,881)	(7,085)	1,204	(17.0)
Share proportion of Company in China Holdco	41.64%	41.64%	-	-
Share of result of China Holdco	(20,962)	(2,950)	(18,012)	610.6
Depreciation and amortisation on fair value adjustment ⁽⁵⁾	(443)	(443)	-	-
Share of result of joint venture	(21,405)	(3,393)	(18,012)	530.9

Notes:

- (1) Revenue from transportation segment increased by RMB1.85 million or 17.24%, from RMB10.73 million in 1Q2025 to RMB12.58 million in 1Q2026, as the volume of transportation increased.

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Revenue from storage service segment decreased by RMB57.06 million or 47.95%, from RMB119.01 million in 1Q2025 to RMB61.95 million in 1Q2026, mainly due to the following:

- (a) an increase in revenue of RMB1.22 million from Yueyang Hengyang Petrochemical Logistics Co., Ltd. (“**Yueyang Hengyang**”) attributed by higher utilization rate of tanks during 1Q2026;

the increase was partially offset by:

- (i) a decrease in revenue of RMB20.82 million from Deqiao Logistics Co., Ltd., (“**Deqiao**”), as well as a decrease in revenue of RMB12.47 million from Tianjin Hengyang Petrochemical Logistics Co., Ltd. (“**Tianjin Hengyang**”) and a decrease in revenue of RMB17.1 million from China Holdco attributed by a lower utilisation rate of its tanks’ capacity due to lower demand of export chemicals and gas products caused by the inclusion of the Company, China Holdco and Mr Gu in the SDN List as announced by the Company on 16 October 2025 (the “**SDN inclusion**”).
- (ii) decrease in revenue of RMB1.45 million from Chongqing New Hengyang Logistics Co., Ltd. (“**Chongqing New Hengyang**”) as well as a decrease in revenue of RMB4.72 million from Wuhan Hengyang Petrochemical Logistics Co., Ltd. (“**Wuhan Hengyang**”) mainly due to lower demand from the market.
- (iii) decrease in revenue of RMB6.61 million from Nanrong Petrochemical Co., Ltd. (南荣石油化学有限公司) and Nanrong Petrochemical Industry (Jiangyin) Co., Ltd. (南荣石油化工 (江阴) 有限公司), collectively, the “**Nanrong Subsidiaries**” mainly due to lower demand of gas products storage resulted by SDN inclusion.
- (2) Cost of sales increased by RMB2.3 million or 2.7% mainly due to cost of transportation segment increased as revenue growth and increased depreciation cost of Tianjin Hengyang as its 2nd stage project began operation in January 2025.
- (3) Administrative and other expenses decreased by RMB6.47 million or 32.3%, mainly due to tighter cost controls and lower depreciation and amortization expenses as certain assets became fully depreciated or reached the end of their useful lives.
- (4) Income tax expense decreased by RMB3.35 million or 83.85%, mainly due to decrease of taxable income.
- (5) Fair value adjustment arose from the initial recognition in May 2017 from fair value adjustment on property, plant and equipment and land use rights of the joint venture, and amortised over the useful life of these assets of the joint-venture.

N7.4 Reconciliation of summarised financial information

Reconciliation of the summarised financial information presented, to the carrying amount of the Group’s interest in a joint venture, is as follows:

	Group	
RMB’000	31.03.2026	31.12.2025
Proportion of Group ownership	41.64%	41.64%
Share of net assets of the joint venture	378,535	399,497
Fair value adjustment on plant and equipment and land use rights	53,879	53,879
Cumulative depreciation and amortisation on fair value adjustment	(17,746)	(17,303)

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Interest in joint venture	414,668	436,073
Goodwill	55,335	55,335
Carrying value of Group's interest in joint venture	470,003	491,408

N8. Lease liability

RMB'000	Group	
	31.03.2026	31.12.2025
Balance as at 1 January	118	54
Interest expense	2	
Addition	-	125
Lease payments		
- Principal portion	(14)	(59)
- Interest portion	(2)	(2)
	(16)	(61)
Balance as at the end of the financial year	104	118

The maturity analysis of lease liabilities of the Group is as follows:

RMB'000	31.03.2026	31.12.2025
Contractual undiscounted cash flows		
- Not later than a year	63	64
- Between one and three years	46	61
	109	125
Less: Future interest expense	(5)	(7)
Present value of lease liabilities	104	118
Presented in statement of financial position		
- Non-current	45	59
- Current	59	59
	104	118

The Group leases an office premise in Singapore with fixed payments over the lease terms and the incremental borrowing rate applied was 5.5% (FY2025: 5.25%) per annum.

There is no externally imposed covenant on the lease arrangement. There is no lease expense not capitalised in lease liability.

The lease liability is denominated in Singapore dollars.

N9. Subsequent events

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

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- 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.

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

Not applicable as the figures have not been audited or reviewed by the auditors.

- 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 as the Company's financial statements are not subject to any adverse opinion, qualified opinion or disclaimer of opinion.

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

The financial statements are prepared in accordance with Singapore Financial Reporting Standards (International) (SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore). The accounting policies and computation methods adopted in the financial statements the three months ended 31 March 2026 are the same as those adopted in the Company's most recently audited financial statements.

- 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 N2.

- 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.**

	Group	
	1Q2026 Unaudited	1Q2025 Unaudited
Weighted average number of ordinary shares used in computation of basic (LPS)	203,461,883	203,461,883
Basic and diluted (LPS)(RMB cents)	(10.91)	(2.05)

Notes:

- (a) Basic LPS is calculated by dividing the net loss for the financial period attributable to owners of the Company by the actual number of ordinary shares in issue during the financial period.

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- (b) Diluted LPS is the same as the basic LPS as the Group did not have any outstanding instruments convertible into, rights to subscribe for and options in respect of its ordinary shares during the respective financial period.

7. Net assets value (for the issuer and group) per ordinary share based on issued share capital excluding treasury shares of the issuer at the end of the (a) Current financial period reported on and (b) Immediately preceding financial year.

	Group		Company	
	31.03.2026	31.12.2025	31.03.2026	31.12.2025
	Unaudited	Unaudited	Unaudited	Unaudited
Net asset value per ordinary share (RMB cents)	236.93	247.83	133.04	133.12

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.

Condensed interim consolidated statement of comprehensive income of the Group

The following review is on the performance of the Group. Review on the performance of the China Holdco Group can be found in paragraph N7.3 of this announcement.

The Group did not have any interest income in 1Q2026 (as compared to RMB75,000 in 1Q2025) mainly due to no interest income derived from bank deposit.

Administrative and other expenses decreased by RMB78,000 or 9.1% from RMB859,000 in 1Q2025 to RMB781,000 in 1Q2026 mainly due to lower employee benefit costs (inclusive of directors' fees).

Share of results of joint venture relates to the Company's 41.64% interest in the China Holdco Group. Share of results of joint venture decreased from loss of RMB3.39 million in 1Q2025 to loss of RMB21.4 million in 1Q2026. Please refer to paragraph N7.3 for review of the China Holdco Group's financial performance.

As a result of the aforementioned, the Group recorded a net loss attributable to owners of the Company of RMB22.19 million in 1Q2026 as compared to a loss of RMB4.18 in 1Q2025.

Condensed interim consolidated statement of financial position of the Group

Non-current assets comprise the Group's investment in a joint venture which relates to its interest in the China Holdco Group and right-of-use asset. Investment in a joint venture decreased by RMB21.41 million from RMB491.41 million as at 31 December 2025 to RMB470 million as at 31 March 2026, due to share of loss from China Holdco Group in 1Q2026.

Current assets comprise cash and cash equivalents, amount owing by related parties and other receivables. Current assets decreased by RMB3,000 from RMB15,524,000 as at 31 December 2025 to RMB15,521,000 as at 31 March 2026, mainly due to the impact of foreign exchange rate fluctuations on receivables.

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Current liabilities comprise other payables and lease liability. Current liabilities increased by RMB442,000 from RMB2.75 million as at 31 December 2025 to RMB3.53 million as at 31 March 2026, mainly due to accrued expenses in 1Q2026.

Condensed interim consolidated statement of cash flows of the Group

The Group recorded cash and cash equivalents of RMB15.15 million as at 31 March 2026, which remained unchanged during 1Q2026 due to restrictions on the Company's bank accounts following the SDN Inclusion (please refer to the Company's announcements dated 16 October 2025, 10 December 2025, 5 February 2026 and 30 April 2026).

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

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.

As announced by the Company in its announcements dated 16 October 2025, 10 December 2025, 5 February 2026 and 30 April 2026, the SDN Inclusion adversely affected the Group's revenue as customers (in particular customers with foreign presence) have adopted a more cautious approach in their engagements with the Group amid uncertainty regarding the timeline for removal from the SDN List. The lack of clarity over the duration and outcome of the SDN Inclusion continues to affect business visibility.

The Group is exploring available avenues to seek removal from the SDN List and has also implemented a series of prudent cost management measures to mitigate the impact on its financial performance. These include the temporary suspension of new investments, the reduction or deferral of non-essential capital expenditures, and the optimisation of labour-related costs through enhanced workforce management.

Given the prevailing uncertainties, the Group expects business conditions to remain challenging over the next 12 months and will continue to monitor developments closely, while maintaining a disciplined approach to cost management and operational efficiency.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No dividend has been declared or recommended for 1Q2026.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

No dividend has been declared or recommended for FY2025.

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- (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 stated)**

Not applicable

- (d) **Date payable**

Not applicable

- (e) **Books closure date**

Not applicable

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

The Board has decided not to recommend any dividend because the China Holdco Group did not declare any dividend for 1Q2026.

- 13. Interested Person Transactions (“IPT”)**

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.

Name of interested person	Nature of relationship	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under the shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under the existing shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
		RMB'000	RMB'000
Provision of petrochemical storage services and land transport services - Jinqiao Chemical	Note 1	-	3,173

Notes:

- (1) Jinqiao Chemical is wholly-owned by Ms Sun Fang, the spouse of Mr Gu Wenlong who is the Director and Chief Executive Officer and Controlling Shareholder of the Company.

- 14. Confirmation pursuant to Catalist Rule 705(5)**

We, Gu Wen Long and Khaw Shee Kai, being directors of the Company (“**Directors**”), hereby confirm on behalf of the Board of Directors that, to the best of the Directors’ knowledge, nothing has come to the attention of the Board of Directors which may render the financial statements of the Group for 1Q2026 to be false or misleading in any material aspect.

On behalf of the Board of Directors

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GU WEN LONG
Chief Executive Officer

KHAW SHEE KAI
Lead Independent Director (AC Chairman)

15. Confirmation pursuant to Catalyst Rule 720(1)

The Board of Directors hereby confirms that the undertakings under Catalyst Rule 720(1) have been obtained from all the directors and executive officers as required in the format set out in Appendix 7H of the Catalyst Rules.

16 Acquisition or sale of shares in subsidiaries and/or associated companies under Catalyst Rule 706(A)

On 2 March 2026, China Holdco completed the acquisition of 5.1967% of the equity interest in Nanrong Petrochemical Co., Ltd. (the “Relevant Acquisition”) for a cash consideration of RMB16 million (equivalent to approximately S\$2.99 million) through public listing and trading process at the Wuxi Property Rights Exchange(无锡产权交易所). As a result, China Holdco currently holds 100% of Nanrong Petrochemical Co., Ltd.

The consideration was arrived at on a willing-buyer and willing-seller basis, taking into account, among other things: (a) the valuation report which had valued 100% equity interest in Nanrong Petrochemical Co., Ltd. had a collective valuation of approximately RMB280.01 million (equivalent to approximately S\$52.27 million); (b) the prospects of the Target and the rationale and benefits to the Group for the acquisition. For the avoidance of doubt, as the relative figures for the acquisition under Chapter 10 of the Catalyst Rules do not exceed 5%, the acquisition constitutes a “non-disclosable transaction” for the purposes of Chapter 10 of the SGX-ST Catalyst Rules.

Based on the Audited financial statements of Nanrong Petrochemical Co., Ltd. as at 31 August 2025, the net asset value attributable to 5.1967% equity acquired by China Holdco was RMB9.54 million.

Save as disclosed above, there is no other acquisition and/or sale of shares in any subsidiaries or associated companies of the Group during 1Q2026 which is required to be reported under Rule 706(A) of the Catalyst Rules.

BY ORDER OF THE BOARD

GU WENLONG
Director and Chief Executive Officer
May 12, 2026

This announcement has been reviewed by the Company's Sponsor, Xandar Capital Pte Ltd (“Sponsor”). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “SGX-ST”) and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement. The contact person for the Sponsor is Ms Pauline Sim, Head of Corporate Finance, at 3 Shenton Way, #24-02 Shenton House, Singapore 068805, telephone (65) 6319 4954.