KOH BROTHERS ECO ENGINEERING LIMITED

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NEWS RELEASE

KOH BROTHERS ECO ENGINEERING'S FULL YEAR REVENUE INCREASES 65% TO $246.0 MILLION; TURNAROUND TO PROFITABILITY IN FY2025

- ***Reports net profit attributable to equity holders of $6.8 million for FY2025***
- ***Proposes a final dividend of 0.030 Singapore cent per share***
- ***Group remains focused on the execution of its robust order book of $1.1 billion as at 31 December 2025***
- ***Bio-Refinery and Renewable Energy segment continues to deliver robust financials***
- ***Healthy balance sheet with cash and bank balances of $71.8 million***

SINGAPORE, 13 February 2026 – SGX Catalist-listed sustainable engineering solutions provider, Koh Brothers Eco Engineering Limited (許兄弟生态工程有限公司) ("**Koh Brothers Eco**", together with its subsidiaries, collectively the "**Group**"), today reported its financial performance for the full year ended 31 December 2025 ("**FY2025**").

The Group reported a 65% jump in revenue to $246.0 million for FY2025, compared to $149.0 million for the full year ended 31 December 2024 ("**FY2024**"). This was driven by a strong performance in the Engineering and Construction segment, which more than doubled its revenue year-on-year to $181.5 million. This was attributable to contributions from increased construction activities arising from new projects during the year.

Gross profit improved significantly to $29.2 million in FY2025, as compared to a gross profit of $6.1 million in FY2024, attributable to higher gross profit contribution from the Bio-Refinery and Renewable Energy segment.

Other (losses)/ gains changed from a net gain of $1.01 million in FY2024 to a net loss of $2.38 million in FY2025, mainly due to the unrealised foreign exchange loss from the Bio-Refinery and Renewable Energy segment, arising primarily from the weakening of the United States Dollar against the Malaysian Ringgit.

Overall, the Group reported net profit attributable to equity holders of $6.8 million in FY2025, a turnaround from the net loss attributable to equity holders of $17.1 million in FY2024.

Net asset value per share increased to 4.27 Singapore cents as at 31 December 2025, compared to 3.99 Singapore cents as at 31 December 2024.

As at 31 December 2025, the Group's order book amounted to $1.1 billion. Cash and bank balances remained healthy at $71.8 million as at 31 December 2025, while shareholders' equity recorded at $120.5 million as at 31 December 2025.

Koh Brothers Eco's Chief Executive Officer, Mr. Paul Shin, commented, "The Group delivered a strong recovery in FY2025 compared with the same period in the previous year, supported by increased construction activities arising from new projects across our Engineering and Construction segment. We continued to make steady progress on several major infrastructure projects, including the intra-terminal tunnels at Changi Airport's new Terminal 5, undertaken through our integrated joint venture with Penta Ocean. These projects reflect the strength of our technical capabilities, execution discipline and long-standing partnerships. Our order book expanded to $1.1 billion as at 31 December 2025, providing clear revenue visibility in the coming years. We continue to pursue opportunities to strengthen our order book and ensure sustainable growth.

Mr Shin added, "Our subsidiary, Oiltek, will continue to leverage its resilient business model, strong engineering capabilities, proprietary patented technology, and proven track record to secure more projects, and remain primed for its next phase of growth."

Outlook & Future Strategies

Based on latest figures from the Ministry of Trade and Industry[1] announced on 10 February 2026, the Singapore economy grew by 6.9% on a year-on-year basis in the fourth quarter of 2025, faster than the 4.6% growth in the previous quarter.

For the whole of 2025, GDP grew by 5.0%, easing from the 5.3% growth in 2024. The construction sector expanded by 4.6% year-on-year in the fourth quarter, moderating from the 5.6% growth in the previous quarter. Growth during the quarter was due to an increase in both public and private sector construction output. For the whole year, the sector expanded by 5.2%, after growing by 5.4% in 2024.

According to the projection by the Building and Construction Authority Singapore ("BCA") on 22 January 2026[2], the total value of construction contracts is expected to range between $47 billion and $53 billion in nominal terms in 2026. The average projected construction output at $44.5 billion in 2026 will be around 7% higher than the preliminary estimate of about $41.7 billion in 2025. This sustained construction demand expected in 2026 is supported by the expected awarding of additional construction packages for Changi Terminal 5 (T5) Development, for Marina Bay Sands Integrated Resort (MBS IR2) expansion, New Tengah General & Community Hospital, Downtown Line 2 Extension and Thomson-East Coast Line Extension. Over the medium-term, construction demand is projected by the BCA to reach an average of between $39 billion and $46 billion per year from 2027 to 2030.

The Group is strategically positioned to continue leveraging its established track record, extensive experience, and expertise to tender for more construction projects.

Notwithstanding the supportive demand outlook, the operating environment is expected to remain challenging amid persistent labour constraints, cost pressures, and increasingly stringent regulatory and productivity requirements. While the sector

[1] *Ministry of Trade and Industry Singapore, MTI Upgrades 2026 GDP Growth Forecast to "2.0 to 4.0 Per Cent", 10 Feb 2026,* https://www.mti.gov.sg/newsroom/mti-upgrades-2026-gdp-growth-forecast-to--2-0-to-4-0-per-cent-/

[2] *Building and Construction Authority, Steady Construction Demand In 2026 As Singapore Steps Up Support For Built Environment Firms Through Collaboration And Innovation, 22 Jan 2026*, https://www1.bca.gov.sg/about-us/news-and-publications/media-releases/2026/01/22/steady-construction-demand-in-2026-as-singapore-steps-up-support-for-built-environment-firms-through-collaboration-and-innovation

outlook for 2026 continues to be underpinned by public-sector demand, competition remains intense and project execution risks persist due to unforeseen global economic risks. In response, the Group will maintain a prudent and selective approach to project tendering, continue efforts to recover costs arising from variation orders, exercise disciplined cost management while enhancing operational efficiency, in order to manage risks and safeguard long-term sustainability.

The Group remains confident of the long-term outlook of the Bio-Refinery and Renewable Energy segment as supported by steady global growth in fats and oils consumption across food, beverage, and industrial applications. The expanding global vegetable oil market presents sustained opportunities for the Group as an engineering solutions provider across a wide range of feedstocks, including palm, soybean, and rapeseed oils.

Simultaneously, global sustainability trends continue to create growth opportunities for the Renewable Energy segment, particularly in biodiesel and Sustainable Aviation Fuel ("**SAF**"). SAF is expected to play a critical role in global decarbonisation efforts, with strong long-term demand growth projected globally and within ASEAN. The Group has the relevant experience and capabilities for the SAF value chain, as it has designed and delivered plants capable of treating and cleansing palm oil mill effluent ("**POME**"), as well as any other vegetable oil-based raw materials in compliance with the International Sustainability & Carbon Certification ("**ISCC**") for use as feedstock in the production and manufacture of hydrogenated vegetable oil ("**HVO**") or renewable diesel, which can be upgraded to SAF. Despite near-term uncertainties arising from global economic volatility and geopolitical tensions that may delay customer capital expenditure, the Group remains cautiously optimistic on its overall outlook and long-term growth prospects, supported by continued innovation and selective evaluation of strategic joint venture opportunities aligned with its sustainability objectives.

Final Dividend

Taking into consideration the Group's improved financial performance and financial position in FY2025, the Board has proposed a final dividend of 0.030 Singapore cent per ordinary share for the financial year ended 31 December 2025, subject to shareholders' approval at the forthcoming Annual General Meeting. The proposed dividend reflects the Group's prudent capital management and its ability to generate sustainable cashflows, while preserving sufficient resources to meet operational requirements and support future growth. The Board will continue to adopt a balanced approach in returning value to shareholders, taking into account the Group's long-term interests and prevailing market conditions.

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Note to Media: This media release is to be read in conjunction with the announcement issued on SGXNET on the same date.

About Koh Brothers Eco Engineering Limited

Listed on the Singapore Exchange ("**SGX**") in 2006, Koh Brothers Eco Engineering Limited ("**Koh Brothers Eco**", and together with its subsidiaries, the "**Group**") is a sustainable engineering solutions group that provides engineering, procurement and construction ("**EPC**") services for water and wastewater treatment, hydro-engineering, bio-refinery and renewable energy projects as well as engineering and construction services, specialising in providing building and civil engineering construction and infrastructure works.

Incorporated in Singapore in 1975, Koh Brothers Eco started out by providing EPC services for water and wastewater treatment projects as well as hydro-engineering projects. Its principal market is in Asia with projects from both the public and private sectors.

The Group's Engineering and Construction division under Koh Brothers Building & Civil Engineering Contractor (Pte.) Ltd. ("**KBCE**"), which holds the A1 grade from the Building and Construction Authority ("**BCA**") for both building and civil engineering categories, possesses capabilities in building and civil engineering construction. The BCA A1 grade allows KBCE to tender for building and civil infrastructure projects of unlimited value. KBCE, which enjoys a long and rich corporate history, has a strong track record ranging from design and build to general construction for residential, commercial and institutional buildings and infrastructure works. KBCE is also a BCA L6 – (ME11) graded contractor which enables it to tender for public mechanical engineering projects of unlimited value.

Over the years, KBCE has participated in projects by various public sector agencies such as the BCA, Housing & Development Board ("**HDB**"), PUB, Singapore's National Water Agency, Urban Redevelopment Authority ("**URA**"), Land Transport Authority ("**LTA**") and Changi Airport Group ("**CAG**").

Some of KBCE's major infrastructure projects include the Punggol Waterway awarded by HDB, the iconic Marina Barrage, Geylang River Make Over, Changi Water Reclamation Plant (Phase 1), and Jurong Water Reclamation Plant by PUB, the Common Service Tunnel by URA, Downtown Line 1 Bugis Station by LTA and the retention pond at Changi Airport by CAG. In addition, through a joint venture with Samsung C&T Corporation, KBCE secured a landmark $1.12 billion project from CAG for development works to effect three-runway operations at Changi Airport.

Other landmark building projects by KBCE include Building and Electrical works at Jurong West Neighbourhood 6 Contract; Building works at Chua Chu Kang Neighbourhood 4 Contract awarded by HDB; New Halls of Residence at Nanyang Avenue for Nanyang Technological University and the development of River Valley High School and a hostel at Boon Lay Avenue, both commissioned by the Ministry of Education; Design and Build projects for the Provost & Armour Cluster in Kranji Camp and Keat Hong Camp, both awarded by the Ministry of Defence; and the construction of the Singapore Civil Defence Force Headquarters Complex at Ubi Avenue 4 commissioned by the Ministry of Home Affairs.

The Group's Bio-Refinery and Renewal Energy division under Oiltek International Limited specialises in a full range of conventional edible oil process plants as well as biodiesel, pre-treatment and winter fuel plants. Through its subsidiary, Oiltek Global

Energy Sdn. Bhd., it also designs, builds and supplies biogas recovery systems to palm oil mill effluent plants in Malaysia and Indonesia. Oiltek International Limited is listed on the SGX.

*This announcement has been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (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 document.*

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