

LEY CHOON GROUP HOLDINGS LIMITED
(Company Registration No. 198700318G)

ANNOUNCEMENT OF CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE FIRST HALF YEAR ENDED 30 SEPTEMBER 2025

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Table of Contents

A	Condensed interim consolidated statement of profit or loss and other comprehensive income	3
B	Condensed interim statements of financial position	4
C	Condensed interim statements of changes in equity	5
D	Condensed interim consolidated statement of cash flows	7
E	Notes to the condensed interim consolidated financial statements	9
F	Other information required by Appendix 7C of the Catalist Rules	17

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

		The Group		
		6 Months ended		
		30-Sep	30-Sep	
		2025	2024	
	Note	S\$'000	S\$'000	Change %
Revenue	4	64,404	64,412	0.0%
Cost of sales		(52,955)	(51,132)	3.6%
Gross profit		11,449	13,280	-13.8%
Other income		1,212	1,475	-17.8%
Selling and distribution expenses		(88)	(76)	15.8%
Administrative expenses		(6,427)	(6,005)	7.0%
Impairment losses on trade receivables reversed/(recognised), net		24	(115)	n/m
Other operating expenses		(65)	(108)	-39.8%
Finance costs		(210)	(189)	11.1%
Profit before taxation	6	5,895	8,262	-28.6%
Taxation	7	189	(940)	n/m
Profit for the period		6,084	7,322	-16.9%
Other comprehensive income after tax:				
Items that are or may be reclassified subsequently to profit or loss				
Foreign currency translation differences on consolidation		3	63	-95.2%
Other comprehensive income for the period, net of tax of nil		3	63	-95.2%
Total comprehensive income for the year		6,087	7,385	-17.6%
Profit/(Loss) attributable to:				
Owners of the company		6,083	7,323	-16.9%
Non-controlling interest		1	(1)	n/m
Profit for the period		6,084	7,322	-16.9%
Total comprehensive income/(loss) attributable to:				
Owners of the company		6,086	7,386	-17.6%
Non-controlling interest		1	(1)	n/m
Total comprehensive income for the period		6,087	7,385	-17.6%
Earnings per share attributed to owners of the Company (Singapore cent)				
Basic and diluted		0.404	0.486	

B. Condensed interim statements of financial position

	Group		Company	
	As at 30-Sep-25 S\$'000	As at 31-Mar-25 S\$'000	As at 30-Sep-25 S\$'000	As at 31-Mar-25 S\$'000
ASSETS				
Non-Current Assets				
Property, plant and equipment	10,915	12,819	—	—
Right-of-use assets	11,473	7,199	—	—
Subsidiaries	—	—	160,100	160,100
Deferred tax assets	734	734	—	—
Club membership	229	229	—	—
Other receivables	600	—	—	—
	<u>23,951</u>	<u>20,981</u>	<u>160,100</u>	<u>160,100</u>
Current Assets				
Inventories	7,511	6,465	—	—
Contract assets	35,501	27,954	—	—
Trade and other receivables	14,576	22,488	1,888	5,701
Prepayments	6,468	4,539	14	21
Other investments	19	20	—	—
Cash and bank deposits	11,684	15,149	34	1,144
	<u>75,759</u>	<u>76,615</u>	<u>1,936</u>	<u>6,866</u>
Total assets	<u>99,710</u>	<u>97,596</u>	<u>162,036</u>	<u>166,966</u>
EQUITY AND LIABILITIES				
Capital and Reserves				
Share capital	97,889	97,889	164,108	164,108
Accumulated losses	(24,178)	(25,744)	(31,022)	(26,204)
Other reserves	(1,419)	(1,422)	28,774	28,774
Equity attributable to equity holders of the Company	<u>72,292</u>	<u>70,723</u>	<u>161,860</u>	<u>166,678</u>
Non-controlling interest	2	1	—	—
Total equity	<u>72,294</u>	<u>70,724</u>	<u>161,860</u>	<u>166,678</u>
Non-Current Liabilities				
Deferred tax liabilities	27	27	—	—
Lease liabilities	4,685	3,129	—	—
	<u>4,712</u>	<u>3,156</u>	<u>—</u>	<u>—</u>
Current Liabilities				
Lease liabilities	4,137	2,356	—	—
Borrowings	—	1,226	—	—
Trade and other payables	17,949	18,902	176	288
Provisions	4	4	—	—
Current tax payable	614	1,228	—	—
	<u>22,704</u>	<u>23,716</u>	<u>176</u>	<u>288</u>
Total liabilities	<u>27,416</u>	<u>26,872</u>	<u>176</u>	<u>288</u>
Total equity and liabilities	<u>99,710</u>	<u>97,596</u>	<u>162,036</u>	<u>166,966</u>

C. Condensed interim statements of changes in equity

Group	Share capital	Accumulated losses	Foreign currency translation reserve	Other reserve	Equity attributable to owners of the company	Non-controlling interest	Total equity
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 April 2024	97,889	(36,172)	(1,440)	(45)	60,232	2	60,234
Profit/(Loss) for the period	—	7,323	—	—	7,323	(1)	7,322
Other comprehensive income for the period							
- Foreign currency translation differences	—	—	63	—	63	—	63
Other comprehensive income for the period, net of tax of nil	—	—	63	—	63	—	63
Total comprehensive income/(loss) for the period	—	7,323	63	—	7,386	(1)	7,385
Contributions by and contributions to owners							
- Dividends	—	(4,066)	—	—	(4,066)	—	(4,066)
Transactions with owners in their capacity as owners	—	(4,066)	—	—	(4,066)	—	(4,066)
Balance at 30 September 2024	97,889	(32,915)	(1,377)	(45)	63,552	1	63,553
Balance at 1 April 2025	97,889	(25,744)	(1,383)	(39)	70,723	1	70,724
Profit for the period	—	6,083	—	—	6,083	1	6,084
Other comprehensive income for the period							
- Foreign currency translation differences	—	—	3	—	3	—	3
Other comprehensive income for the period, net of tax of nil	—	—	3	—	3	—	3
Total comprehensive income for the period	—	6,083	3	—	6,086	1	6,087
Contributions by and contributions to owners							
- Dividends	—	(4,517)	—	—	(4,517)	—	(4,517)
Transactions with owners in their capacity as owners	—	(4,517)	—	—	(4,517)	—	(4,517)
Balance at 30 September 2025	97,889	(24,178)	(1,380)	(39)	72,292	2	72,294

C. Condensed interim statements of changes in equity (cont'd)

<u>Company</u>	Share capital S\$'000	Capital reserve S\$'000	Accumulated losses S\$'000	Total equity S\$'000
Balance at 1 April 2024	164,108	28,774	(26,760)	166,122
Loss for the year, representing total comprehensive loss for the period	—	—	(359)	(359)
Contributions by and contributions to owners				
- Dividends	—	—	(4,066)	(4,066)
Transactions with owners in their capacity as owners	—	—	(4,066)	(4,066)
Balance at 30 September 2024	164,108	28,774	(31,185)	161,697
Balance at 1 April 2025	164,108	28,774	(26,204)	166,678
Loss for the year, representing total comprehensive loss for the period	—	—	(301)	(301)
Contributions by and contributions to owners				
- Dividends	—	—	(4,517)	(4,517)
Transactions with owners in their capacity as owners	—	—	(4,517)	(4,517)
Balance at 30 September 2025	164,108	28,774	(31,022)	161,860

D. Condensed interim consolidated statement of cash flows

		The Group	
		6 Months Period ended	
Note		30-Sep-25	30-Sep-24
		S\$'000	S\$'000
Cash Flows from Operating Activities:			
Profit before taxation		5,895	8,262
Adjustments for:			
Depreciation of property, plant and equipment		2,565	2,803
Depreciation of right-of-use assets		1,191	960
Fair value loss on other investments		1	3
Gain on disposal of property, plant and equipment		(164)	(192)
Impairment losses on trade receivables (reversed)/recognised, net		(24)	115
Interest expense		210	189
Interest income		(116)	(24)
Provision for onerous contracts reversed		—	(252)
Write-down on inventories		35	—
Operating cash flows before working capital changes		9,593	11,864
Changes in inventories		(1,079)	(729)
Changes in contract assets		(7,547)	(10,801)
Changes in trade and other receivables		7,340	6,253
Changes in prepayments		(1,927)	359
Changes in trade and other payables		(950)	(5,621)
Cash generated from operations		5,430	1,325
Income taxes paid		(425)	(109)
Net cash generated from operating activities		5,005	1,216
Cash Flows from Investing Activities:			
Interest received		116	24
Purchase of property, plant and equipment		(1,162)	(547)
Proceeds from disposal of property, plant and equipment		243	251
Net cash used in investing activities		(803)	(272)
Cash Flows from Financing Activities:			
Dividends paid	8	(4,517)	(4,066)
Interest paid		(210)	(189)
Repayment of lease liabilities		(1,708)	(1,537)
Repayment of bills payable		(1,226)	—
Net cash used in financing activities		(7,661)	(5,792)
Net decrease in cash and cash equivalents		(3,459)	(4,848)
Cash and cash equivalents at beginning of period		15,129	9,371
Exchange differences on translation of cash and cash equivalents		(6)	(10)
Cash and cash equivalents at end of period		11,664	4,513

D. Condensed interim consolidated statement of cash flows (cont'd)

Cash and cash equivalents

	The Group	
	6 Months Period ended	
	30-Sep-25	30-Sep-24
	S\$'000	S\$'000
Cash at banks and cash on hand	3,664	3,513
Fixed deposits	8,020	1,000
	11,684	4,513
Less: Fixed deposits with maturity of more than three months	(20)	—
Cash and cash equivalents as per consolidated statement of cash flows	11,664	4,513

E. Notes to the condensed interim consolidated financial statements

1. Corporate information

Ley Choon Group Holdings Limited (the “**Company**”) is incorporated and domiciled in Singapore and whose shares are publicly traded on the Catalist board of the Singapore Exchange. These condensed interim consolidated financial statements as at and for the six months ended 30 September 2025 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activity of the Company is that of an investment holding company. The principal activities of the subsidiaries are as below:

- Underground utilities infrastructure construction and maintenance services, which include water pipes, NEWater pipes, high-pressure gas pipes, high-voltage power cables, fiber optic cables and sewer pipeline rehabilitation;
- Road and airfield pavement construction and maintenance services, which include the supplying and laying of graded stones, cement treated base and milling and laying of asphalt premix; and
- Construction materials supply services, which include production of asphalt premix and recycled aggregates from construction and demolition waste.

2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 September 2025 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Committee 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.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Singapore dollar which is the Company’s functional currency.

2.1. New and amended standards adopted by the Group

A number of amendments to standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.2. Use of judgements and estimates

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

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

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

Information about estimates, assumptions and judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is as follows:

- Note 10 - Depreciation of property, plant and equipment and right-of-use assets

There were no significant changes in critical judgements, estimates and assumptions as compared to the consolidated financial statements as at and for the year ended 31 March 2025.

3. Seasonal operations

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

4. Segment and revenue information

The Group is organised into the following main business segments:

Segment 1: Pipes & roads;

Segment 2: Construction materials; and Others

These operating segments are reported in a manner consistent with internal reporting provided to the Chief Executive Officer who is responsible for allocating resources and assessing performance of the operating segments.

4.1. Reportable segments

The Group	Pipes and roads		Construction materials		Others/Unallocated		Total	
	30-Sep-25	30-Sep-24	30 Sep 25	30 Sep 24	30 Sep 25	30 Sep 24	30 Sep 25	30 Sep 24
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
External revenue	63,600	63,312	804	1,100	—	—	64,404	64,412
Inter-segment revenue	16,334	28,024	12,661	17,322	—	—	28,995	45,346
Total revenue	79,934	91,336	13,465	18,422	—	—	93,399	109,758
Interest income	—	—	—	—	116	24	116	24
Interest expense	(208)	(189)	(2)	—	—	—	(210)	(189)
Depreciation of property, plant and equipment	(1,229)	(1,224)	(410)	(464)	(926)	(1,115)	(2,565)	(2,803)
Depreciation of right-of-use assets	(1,093)	(730)	—	(90)	(98)	(140)	(1,191)	(960)
Impairment losses on trade receivables, reversed/(recognised), net	24	(115)	—	—	—	—	24	(115)
Gain on disposal of property, plant and equipment	164	191	—	—	—	1	164	192
Provision for onerous contracts	—	252	—	—	—	—	—	252
Reportable segment profit/(loss) before tax	10,970	12,636	111	153	(5,186)	(4,527)	5,895	8,262
Reportable segment assets	67,440	63,569	7,041	7,092	25,229	17,080	99,710	87,741
Capital expenditure	6,120	1,760	—	61	89	22	6,209	1,843
Reportable segment liabilities	18,682	14,508	624	2,198	8,110	7,482	27,416	24,188

4.2. Disaggregation of Revenue

	6 Months Period ended 30 September 2025			6 Months Period ended 30 September 2024		
	Pipes and Roads S\$'000	Construction materials S\$'000	TOTAL S\$'000	Pipes and Roads S\$'000	Construction materials S\$'000	TOTAL S\$'000
The Group						
Revenue from contracts with customers						
- Rendering of services	62,971	—	62,971	62,473	—	62,473
- Sale of construction materials	—	804	804	—	1,100	1,100
	62,971	804	63,775	62,473	1,100	63,573
Rental of motor vehicles and machinery	629	—	629	839	—	839
	63,600	804	64,404	63,312	1,100	64,412
Timing of transfer of goods and services						
- Over time	17,562	—	17,562	29,152	—	29,152
- At a point in time	45,409	804	46,213	33,321	1,100	34,421
	62,971	804	63,775	62,473	1,100	63,573
Geographical information						
Singapore	63,598	804	64,402	63,312	1,100	64,412
Sri Lanka	2	—	2	—	—	—
	63,600	804	64,404	63,312	1,100	64,412

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 September 2025 and 31 March 2025:

	The Group		The Company	
	30 Sep 2025	31 Mar 2025	30 Sep 2025	31 Mar 2025
	\$'000	\$'000	\$'000	\$'000
<u>Financial assets</u>				
Financial assets at fair value through other comprehensive income (FVOCI)	19	20	—	—
Cash and bank deposits and trade and other receivables (Amortised cost)	26,260	37,637	1,922	6,845
	<u>26,279</u>	<u>37,657</u>	<u>1,922</u>	<u>6,845</u>
 <u>Financial liabilities</u>				
Trade and other payables*, Borrowings and lease liabilities (Amortised cost)	<u>25,523</u>	<u>23,174</u>	<u>176</u>	<u>288</u>

* Excluding net output taxes

5.1 Fair value measurement

The carrying amount of financial assets and liabilities with a maturity of less than one year is assumed to approximate their fair values.

However, the Group and the Company do not anticipate that the carrying amounts recorded at the end of the reporting period would be significantly different from the values that would eventually be received or settled.

The face value less any estimated credit adjustments for financial assets and liabilities with a maturity of less than one year, comprising trade and other receivables, cash and bank deposits, borrowings (which are short-term or repayable on demand), and trade and other payables, are assumed to approximate their fair values. The fair value of financial liabilities is estimated by discounting the future contractual cash flows at the current market interest rate available to the Group and the Company for similar financial instruments.

Fair value hierarchy

The table below analyses financial instruments carried at fair value, by valuation method. The different levels have been defined as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as is prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the assets or liability that are not based on observable market data (unobservable inputs).

6. Profit before taxation

6.1. Significant items

	6 months ended	
	30 Sep 2025 S\$'000	30 Sep 2024 S\$'000
The Group		
Depreciation of property, plant and equipment	2,565	2,803
Depreciation of right-of-use assets	1,191	960
Fair value loss on other investments	1	3
Finance costs	210	189
Foreign exchange loss, net	28	104
Gain on disposal of property, plant and equipment	(164)	(192)
Impairment losses on trade receivables (reversed)/recognised, net	(24)	115
Interest income	(116)	(24)
Operating lease expenses	867	561
Provision for onerous contracts reversed	—	(252)
Write-down on inventories	35	—

6.2. Related party transactions

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

7. Taxation

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

	6 Months ended	
	30 Sep 2025 S\$'000	30 Sep 2024 S\$'000
The Group		
Current income tax expenses		
- current period	—	777
- changes in estimates in respect of prior years	(189)	—
Deferred taxation relating to origination and reversal of temporary differences	—	163
	<u>(189)</u>	<u>940</u>

8. Dividends

The Group and the Company	6 Months ended	
	30 Sep 2025	30 Sep 2024
	S\$'000	S\$'000
Final tax-exempt (one-tier) dividend of S\$0.003 (30 September 2024: S\$0.0027) per share in respect of the previous financial year	4,517	4,066

9. Net Asset Value

	Group		Company	
	As at	As at	As at	As at
	30 Sep 2025	31 Mar 2025	30 Sep 2025	31 Mar 2025
Net asset value (NAV in cents)				
NAV per ordinary share	4.80	4.70	10.75	11.07
Number of shares	1,505,767,572	1,505,767,572	1,505,767,572	1,505,767,572

10. Property, plant and equipment

During the six months ended 30 September 2025, the Group acquired property, plant and equipment amounting to S\$580,000 (30 September 2024: S\$448,000) and disposed of property, plant and equipment amounting to S\$79,000 (30 September 2024: S\$59,000).

11. Borrowings

The Group	As at	As at
	30 Sep 2025	31 Mar 2025
	S\$'000	S\$'000
Amount repayable within one year or on demand		
Secured	—	1,226

The bank borrowings and credit facilities of the Group are secured by corporate guarantees by the Company as well as charge over assets.

12. Share capital

	The Group		The Company	
	As at	As at	As at	As at
	30 Sep 2025	31 Mar 2025	30 Sep 2025	31 Mar 2025
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Issued and fully paid, with no par value</u>				
At beginning and end of interim period	97,889	97,889	164,108	164,108

The Group and the Company

30 Sep 2025 31 Mar 2025

Number of ordinary shares

At beginning and end of interim period

1,505,767,572 1,505,767,572

The Company did not hold any treasury shares as at 30 September 2025 and 31 March 2025.

The Company's subsidiaries do not hold any shares in the Company as at 30 September 2025 and 31 March 2025.

F. Other Information Required by Appendix 7C of the Catalist Rules

OTHER INFORMATION

1. Review

The condensed consolidated statement of financial position of Ley Choon Group Holdings Limited and its subsidiaries as at 30 September 2025 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the first half year ended 30 September 2025 and certain explanatory notes have not been audited or reviewed.

1A. 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.

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

The financial statements referred above were not reviewed or audited.

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

The current results are in line with the commentary disclosed in paragraph 4 of the announcement of condensed interim financial statements for the second half and full year ended 31 March 2025 dated 29 May 2025.

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

The outlook for the construction industry remains positive, supported by sustained public sector demand and continued infrastructure development in Singapore. While global uncertainties and rising construction costs may persist, overall activity in the sector is expected to remain resilient.

The Group remains confident in navigating the evolving business environment and continues to focus on sustainable growth through disciplined and strategic tendering in underground infrastructure and utilities projects. Ongoing efforts to enhance operational efficiency, strengthen cost management, and optimise cash flow will further reinforce the Group's resilience and competitiveness.

Separately, the Group is also reviewing its lease arrangements for certain operating facilities in Singapore. While some adjustments may be required in the medium term, no significant disruption to operations is anticipated. The Group is proactively preparing to ensure operational continuity and readiness for future growth over the next 12 months.

To-date, the Group's unfulfilled order book stands at a healthy level of approximately S\$350.3 million.

5. Dividend Information

5a. Current Financial Period Reported on

Any dividend recommended for the current financial period reported on?

No.

5b. Corresponding Period of the Immediate Preceding Financial Year

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

No.

5c. Date Payable

Not applicable.

5d. Books Closure Date

Not applicable.

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

No interim dividend has been recommended for the financial period ended 30 September 2025, primarily to preserve the Group's working capital to support operational needs and sustain financial stability.

7. Interested person transactions

The Group has not obtained a general mandate from shareholders for interested party transactions. The Group had no interested party transactions during the period.

8. Review of performance of the Group

Comprehensive income statement for the first half year ended 30 September 2025

The Group is primarily organised into two business segments: Pipes & Roads and Construction Materials. The Pipes & Roads segment accounted for approximately 98.8% of the Group's total revenue, while the Construction Materials segment contributed the remaining 1.2%. This distribution remains largely consistent with the previous year.

Revenue

Revenue for the first half year ended 30 September 2025 ("1H FY2026") remained relatively stable at approximately S\$64.4 million, consistent with the amount recorded in the corresponding period of the previous financial year ("1H FY2025"). The stable performance was mainly supported by ongoing pipe-laying and cable-laying projects, which partially offset lower contributions from road works projects. Revenue from this segment was lower as a major section under an existing contract has been completed, while newly awarded projects are still in the initial stages of commencement and are expected to ramp up progressively over the coming periods.

Gross profit

Gross profit was S\$11.4 million with a gross profit margin of 17.8% for 1HFY2026, compared to a gross profit of S\$13.3 million with a gross profit margin of 20.6% for 1HFY2025. The overall gross profit and gross margin were lower year-on-year. This was mainly due to the lower revenue from the completed projects, current composition of projects, with some new contracts still in their early stages and others at different phases of completion, resulting in margin variation arising from the project mix.

Other income

Other income for 1HFY2026 decreased by approximately S\$0.3 million, or 17.8%, to S\$1.2 million, compared to S\$1.5 million in 1HFY2025, due mainly to a decrease in income from scrap sales.

Selling and distribution expenses

Selling and distribution expenses for 1HFY2026 increased by 15.8% to S\$0.1 million compared to 1HFY2025, due mainly to higher business travelling expenses incurred during the period.

Administrative expenses

Administrative expenses for 1HFY2026 increased by approximately S\$0.4 million compared to 1HFY2025, due mainly to higher administrative staff-related costs as well as increase in certain office expenses incurred during the period.

Impairment losses on trade receivables reversed

The reversal of impairment losses on trade receivables for 1HFY2026 was due mainly to the recovery of overdue collections.

Other operating expenses

Other operating expenses for 1HFY2026 decreased by approximately S\$0.04 million, or 39.8%, compared to 1HFY2025, due mainly to a decrease in foreign exchange losses during the period.

Finance costs

Finance costs for 1HFY2026 increased by approximately S\$0.02 million, or 11.1%, to S\$0.2 million compared to 1HFY2025, due mainly to an increase in interest expense on lease liabilities.

Net profit

The Group reported a net profit after tax of S\$6.1 million for 1HFY2026 compared to 1HFY2025 of S\$7.3 million due to the various reasons as explained above.

Consolidated statements of financial position

Non-current assets

The Group's non-current assets increased by S\$3.0 million from S\$21.0 million as at 31 March 2025 to S\$24.0 million as at 30 September 2025, attributable mainly to:

- (a) increase in right-of-use assets by S\$4.3 million to S\$11.5 million as at 30 September 2025 compared to S\$7.2 million as at 31 March 2025, mainly attributable to additions of right-of-use assets amounting to S\$5.6 million, partially offset by the depreciation of S\$1.2 million and reclassification of S\$0.1 million to property, plant and equipment;

- (b) increase in other receivables by S\$0.6 million mainly due to the reclassification of loan receivable from current assets to non-current assets in line with the repayment schedule;

which were partially offset by:

- (c) decrease in property, plant and equipment by S\$1.9 million to S\$10.9 million as at 30 September 2025 compared to S\$12.8 million as at 31 March 2025 due mainly to the depreciation of S\$2.5 million, disposal of plant and equipment of S\$0.1 million; partially offset by additions of plant and equipment amounting to S\$0.6 million and reclassification of fully paid right-of-use assets of S\$0.1 million.

Current assets

The Group's current assets decreased by S\$0.8 million from S\$76.6 million as at 31 March 2025 to S\$75.8 million as at 30 September 2025, attributable mainly to:

- (a) decrease in trade and other receivables by S\$7.9 million to S\$14.6 million as at 30 September 2025 compared to S\$22.5 million as at 31 March 2025 due mainly to increase in collections from customers and reclassification of loan receivable from current assets to non-current assets as mentioned above;
- (b) decrease in cash and bank deposits by S\$3.4 million to S\$11.7 million as at 30 September 2025 compared to S\$15.1 million as at 31 March 2025 due mainly to the dividend payment to the shareholders and payment of trade and other payables during the period;

which were partially offset by:

- (c) increase in contract assets by S\$7.5 million to S\$35.5 million as at 30 September 2025 compared to S\$28.0 million as at 31 March 2025 due mainly to the decrease in billing during the period;
- (d) increase in prepayments by S\$2 million due mainly to premiums paid for performance bond and insurance mainly in relation to the new projects and the advance payment made to the suppliers for material purchase for certain projects; and
- (e) increase in inventories by S\$1.0 million to S\$7.5 million as at 30 September 2025 compared to S\$6.5 million as at 31 March 2025 due mainly to the purchase of materials for ongoing projects.

Current liabilities

The Group's current liabilities decreased by S\$1.0 million from S\$23.7 million as at 31 March 2025 to S\$22.7 million as at 30 September 2025 due mainly to:

- (a) decrease in borrowings by S\$1.2 million due mainly to the repayment of borrowings;
- (b) decrease in trade and other payables by S\$1.0 million to S\$17.9 million as at 30 September 2025, compared to S\$18.9 million as at 31 March 2025 due mainly to an increase in payments made to suppliers and subcontractors;
- (c) decrease in current income tax liabilities by S\$0.6 million due mainly to income tax payments made during the period;

which were partially offset by

- (d) increase in lease liabilities by S\$1.8 million due mainly to the additions to the right-of-use assets.

Non-current liabilities

The Group's non-current liabilities increased by S\$1.5 million from S\$3.2 million as at 31 March 2025 to S\$4.7 million as at 30 September 2025 due mainly to additional lease liabilities.

Consolidated statement of cash flow

The Group's cash and cash equivalents stood at approximately S\$11.7 million as at 30 September 2025, as compared to S\$15.1 million as at 31 March 2025.

Net cash generated from operating activities

Net cash generated from operating activities was S\$5.0 million, comprising operating cash flows before working capital changes of S\$9.6 million, net working capital outflow of S\$4.2 million and income taxes paid of S\$0.4 million.

The net working capital outflow of S\$4.2 million was due mainly to the following:

- (a) increase in contract assets of approximately S\$7.5 million due mainly to the decrease in billing during the period;
- (b) decrease in trade and other receivables of approximately S\$7.3 million due mainly to increase in collections from customers during the period;
- (c) decrease in trade and other payables of approximately S\$1.0 million due mainly to an increase in payments made to suppliers and subcontractors;
- (d) increase in prepayments by S\$2 million due mainly to premiums paid for performance bond and insurance in relation to the new projects and the advance payment made to the suppliers for material purchase for certain projects; and
- (e) increase in inventories of approximately S\$1.0 million due mainly to the purchase of materials for ongoing projects.

Net cash used in investing activities

Net cash used in investing activities of approximately S\$0.8 million was due mainly to the purchase of property, plant and equipment and right-of-use assets, partially offset by proceeds from the disposal of property, plant and equipment and interest received.

Net cash used in financing activities

Net cash used in financing activities of approximately S\$7.7 million was due mainly to dividend payment, repayment of bill payables, lease liabilities and interest payments.

9. Disclosure on Acquisitions and Realisations of Shares pursuant to Catalist Rule 706A

During 1HFY2026, there were no acquisitions or realisations of shares resulting in a company becoming or ceasing to be a subsidiary or associated company of the Company, or resulting in the Company increasing or reducing its shareholding percentage in a subsidiary or associated company.

10. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7H under Rule 720(1) of the Catalist Rules.

11. Negative Confirmation by the Board pursuant to Rule 705(5) of the Catalist Rules

Having considered, including but not limited to, the following:

- whether the financial statements provide a balanced and fair view of any material factors that have affected the Company's business conditions and financial position; and
- all material information has been assessed to ensure reliability of the financial statements.

The Board of Directors of the Company confirms, to the best of their knowledge, nothing has come to their attention which may render the first half yearly financial results for the period ended 30 September 2025 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Toh Choo Huat
Executive Chairman and Chief Executive Officer

William Tan Kwang Hwee
Lead Independent Director

13 November 2025