NEW WAVE HOLDINGS LTD.

Unaudited Full Year Financial Statement and Dividend Announcement for the Financial Year Ended 31/03/2025

A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income for the six months and full year ended 31 March 2025

		Group Six months ended 31 March			Group Year ended 31 March		
	Note	2025 S$'000	2024 S$'000	Change %	2025 S$'000	2024 S$'000	Change %
Revenue	4	8,806	7,433	18.5	17,106	15,159	12.8
Cost of sales		(7,247)	(6,594)	9.9	(14,204)	(13,263)	7.1
Gross profit		1,559	839	85.8	2,902	1,896	53.1
Interest income		4	3	33.3	7	6	16.7
Other income		34	116	(70.7)	199	206	(3.4)
Distribution costs		(172)	(139)	23.7	(336)	(282)	19.1
Administrative expenses		(1,955)	(1,898)	3.0	(3,954)	(3,759)	5.2
Loss allowance (made)/reversed for trade receivables	11	(12)	(12)	-	22	(75)	NM
Other operating expenses		(287)	(1,273)	(77.5)	(582)	(1,981)	(70.6)
Finance costs		(201)	(162)	24.1	(373)	(347)	7.5
Loss before income tax	5	(1,030)	(2,526)	(59.2)	(2,115)	(4,336)	(51.2)
Income tax expense	6	(4)	(171)	(97.7)	(6)	(145)	(95.9)
Loss for the period/year		(1,034)	(2,697)	(61.7)	(2,121)	(4,481)	(52.7)
Other comprehensive income							
Items that may subsequently be reclassified to profit or loss:							
Foreign currency translation		(196)	(318)	(38.4)	291	(461)	(163.1)
Total comprehensive income for the period/year		(1,230)	(3,015)	(59.2)	(1,830)	(4,942)	(63.0)
Loss after tax attributable to:							
Owners of the parent		(1,054)	(2,629)	(59.9)	(2,145)	(4,334)	(50.5)
Non-controlling interest		20	(68)	(129.4)	24	(147)	NM
		(1,034)	(2,697)	(61.7)	(2,121)	(4,481)	(52.7)
Total comprehensive income attributable to:							
Owners of the parent		(1,279)	(2,943)	(56.5)	(1,865)	(4,761)	(60.8)
Non-controlling interest		49	(72)	(168.1)	35	(181)	NM
		(1,230)	(3,015)	(59.2)	(1,830)	(4,942)	(63.0)
Loss per share (Cents)							
- Basic and diluted	7	(0.06)	(0.15)		(0.12)	(0.25)	

NM = Not Meaningful

B. Condensed Interim Consolidated Statement of Financial Position as at 31 March 2025

	Note	Group		Company	
		As at 31/3/2025 (Unaudited) S$'000	As at 31/3/2024 (Audited) S$'000	As at 31/3/2025 (Unaudited) S$'000	As at 31/3/2024 (Audited) S$'000
Non-current assets					
Property, plant and equipment		1,841	1,837	-	-
Right-of-use assets		559	686	-	-
Investment properties	10	5,170	5,170	-	-
Investments in subsidiaries		-	-	10,390	10,390
Deferred tax asset		5	5	-	-
		7,575	7,698	10,390	10,390
Current assets					
Inventories		7,506	8,905	-	-
Trade and other receivables	11	5,006	3,574	61	495
Prepayments		106	183	10	11
Income tax recoverable		481	333	-	-
Cash and cash equivalents		1,063	1,030	23	23
		14,162	14,025	94	529
Less:-					
Current liabilities					
Trade and other payables		5,890	4,328	3,325	3,251
Lease liabilities		295	414	-	-
Interest-bearing liabilities	12	4,748	4,068	-	-
		10,933	8,810	3,325	3,251
Net current assets		3,229	5,215	(3,231)	(2,722)
Non-current liabilities					
Interest-bearing liabilities	12	511	757	-	-
Lease liabilities		223	256	-	-
		734	1,013	-	-
Net assets		10,070	11,900	7,159	7,668
Capital and reserves					
Share capital	9	27,460	27,460	27,460	27,460
Asset revaluation reserve		315	315	-	-
Share-based payment reserve		31	31	31	31
Foreign currency translation reserve		(2,643)	(2,923)	-	-
Accumulated losses		(15,277)	(13,132)	(20,332)	(19,823)
Equity attributable to owners of the parent		9,886	11,751	7,159	7,668
Non-controlling interest		184	149	-	-
Total equity		10,070	11,900	7,159	7,668

C. Condensed Interim Consolidated Statement of Cash Flows for the financial year ended 31 March 2025

	Group	
	Year ended 31 March	
	2025	2024
	(Unaudited)	(Audited)
	S$'000	S$'000
Operating activities		
Loss before income tax	(2,115)	(4,336)
Adjustments for:-		
Loss allowance (reversed)/made for trade receivables	(22)	75
Amortisation of intangible asset	-	228
Amortisation of right-of-use assets	477	440
Bad trade receivables written off	5	6
Depreciation of property, plant and equipment	99	111
Gain on disposal of plant and equipment	(8)	(8)
Impairment of intangible assets	-	1,030
Plant and equipment written off	-	1
Interest expense	373	347
Interest income	(7)	(6)
Write back of inventories	-	(1)
Unrealised foreign exchange (gain)/loss	(39)	13
Operating cash flows before working capital changes	(1,237)	(2,100)
Working capital changes:-		
Inventories	1,613	4,076
Trade and other receivables	(1,291)	455
Trade and other payables	1,474	560
Prepayments	78	(3)
Cash from operations	637	2,988
Interest received	7	6
Interest paid	(373)	(347)
Income taxes (paid)/refunded, net	(131)	38
Net cash from operating activities	140	2,685
Investing activities		
Proceeds from disposal of plant and equipment	15	8
Purchase of property, plant and equipment (Note B)	(42)	(81)
Net cash used in investing activities	(27)	(73)
Financing activities		
Proceeds from trust receipts	8,490	6,410
Repayment of trust receipts	(8,383)	(8,297)
Proceeds from a term loan	1,500	-
Repayment of term loans	(1,152)	(1,115)
Repayments of principal of lease liabilities	(461)	(434)
Net cash used in financing activities	(6)	(3,436)
Net change in cash and cash equivalents	107	(824)
Cash and cash equivalents at the beginning of the financial year	758	1,620
Effects of currency translation on cash and cash equivalents	17	(38)
Cash and cash equivalents at the end of the financial year (Note A)	882	758

Note A:

Cash and cash equivalents comprise fixed deposit and cash and bank balances less bank overdrafts:-

	S$'000	S$'000
Fixed deposits with banks	278	257
Cash and bank balances	785	773
Total as per statement of financial position	1,063	1,030
Less: bank overdrafts	181	272
Total as per cash flow statement	882	758

Note B:

Additions to plant and equipment comprised the following:

	S$'000	S$'000
Additions to plant and equipment (including leased assets)	93	81
Acquired under finance lease agreements	(51)	-
	42	81

D. Condensed Interim Consolidated Statements of Changes in Equity for the financial year ended 31 March 2025

	Equity attributable to owners of the parent							
The Group	Share capital S$'000	Asset revaluation reserve S$'000	Share-based payment reserve S$'000	Foreign currency translation reserve S$'000	Accumulated losses S$'000	Total S$'000	NCI S$'000	Total Equity S$'000
Balance at 1 April 2024	27,460	315	31	(2,923)	(13,132)	11,751	149	11,900
Loss for the financial year	-	-	-	-	(2,145)	(2,145)	24	(2,121)
Other comprehensive income for the financial year								
Exchange differences on translating foreign operations	-	-	-	280	-	280	11	291
Total comprehensive income for the financial year	-	-	-	280	(2,145)	(1,865)	35	(1,830)
Balance at 31 March 2025	27,460	315	31	(2,643)	(15,277)	9,886	184	10,070
Balance at 1 April 2023	27,460	315	31	(2,496)	(8,798)	16,512	330	16,842
Loss for the financial year	-	-	-	-	(4,334)	(4,334)	(147)	(4,481)
Other comprehensive income for the financial year								
Exchange differences on translating foreign operations	-	-	-	(427)	-	(427)	(34)	(461)
Total comprehensive income for the financial year	-	-	-	(427)	(4,334)	(4,761)	(181)	(4,942)
Balance at 31 March 2024	27,460	315	31	(2,923)	(13,132)	11,751	149	11,900

D. Condensed Interim Consolidated Statements of Changes in Equity for the financial year ended 31 March 2025 (Continued)

The Company	Share capital S$'000	Share-based payment reserve S$'000	Accumulated losses S$'000	Total S$'000
Balance at 1 April 2024	27,460	31	(19,823)	7,668
Loss for the financial year, representing total comprehensive income for the financial year	-	-	(509)	(509)
Balance at 31 March 2025	27,460	31	(20,332)	7,159
Balance at 1 April 2023	27,460	31	(8,084)	19,407
Loss for the financial year, representing total comprehensive income for the financial year	-	-	(11,739)	(11,739)
Balance at 31 March 2024	27,460	31	(19,823)	7,668

E. Notes to the Condensed Interim Consolidated Financial Statements

1. Corporate Information

New Wave Holdings Ltd. (the "Company") is a public company limited by shares, incorporated and domiciled in the Republic of Singapore. The Company is listed on Catalist of the Singapore Exchange Securities Trading Limited.

These condensed interim consolidated financial statements as at and for the six months ended 31 March 2025 comprise the Company and its subsidiaries (collectively, the Group).

The principal activity of the Company is that of an investment holding company. The subsidiaries' operations are primarily divided into two divisions, the principal activities of which are (i) the sale and distribution of aluminium alloy products and (ii) trading in cabling products, electrical and electronic equipment and components, hardware and software engineering in micro-computer and communication systems.

2. Basis of preparation

The condensed interim financial statements for the six months ended 31 March 2025 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore.

The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last interim financial statements for the half year period ended 30 September 2024.

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.

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

2. Basis of preparation (Continued)

2.1 New and amended standards adopted by the Group

The Group has adopted the new or revised SFRS(I) and Interpretations to SFRS(I) ("SFRS(I) INT") that are relevant to its operations and are effective in the financial year ended 31 March 2025 ("**FY2025**"). The adoption of these standards does not have any material effect on the financial performance or position of the Group.

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 were applied to the audited annual consolidated financial statements as at 31 March 2024 ("**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.

The Management is of the opinion that there are no critical judgements that have a significant effect on the amounts recognised in the financial statements.

Significant accounting estimates and assumptions made are as follows:

(i) <u>Fair value of investment properties</u>

The Group's investment properties comprise freehold shop units that are held for long-term rental yields and for capital appreciation. The fair value of the investment properties have been determined to be at S$5,170,000 based on the valuation carried out by an independent valuer having an appropriate recognised professional qualification.

The management has reviewed the appropriateness of the valuation methodologies and assumptions adopted and the appropriateness and reliability of the inputs used in the valuations and is satisfied that the fair value is reflective of current market situation.

(ii) <u>Allowance for inventories obsolescence</u>

Inventories are stated at the lower of cost and net realisable value. The management primarily determines cost of inventories using the "first-in, first-out" and "weighted average" method. The management provides for obsolete inventories based on historical usage, estimated future demand and related pricing. In determining inventories obsolescence, the management considers recent sales activities, related margin and market positioning of its products. However, factors beyond its control, such as demand levels, technological advances and pricing competition, could change from period to period. Such factors may require the Group to reduce the value of its inventories.

The management has provided an allowance for inventories obsolescence for the components distribution division of approximately S$7,000 for FY2025. However certain previously impaired stocks were sold during the year, the cost of which also approximate S$7,000.

No allowance for inventories obsolescence was recorded for the aluminium products distribution division. On a regular basis, the division will identify certain stock items that may ultimately be sold as scrap metal and will write down the value of these items to an approximate scrap value. The write-off amount will not be shown as inventories obsolescence but will be treated as cost adjustment and included in cost of sales. This is because these items will remain in stock and can be sold at regular selling prices whenever there is a demand for them.

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

2. Basis of preparation (Continued)

2.2 Use of judgements and estimates (Continued)

(iii) Loss allowance for impairment of trade receivables

Management determines the expected loss arising from default for trade receivables, by categorising them based on the historical loss pattern, historical payment profile, geographical risk as well as credit risk profile of customers. In addition, the Management separately evaluates the expected credit impaired losses of slow-paying customers where possibility of default may be higher. Total collections of previously impaired debts exceeded allowances for expected credit losses, and a net reversal of impairment losses of approximately S$22,000 was recorded for FY2025 (FY2024: loss allowance of S$75,000).

The Group’s credit risk exposure in relation to trade receivables under SFRS(I) 9 are set out in the provision matrix as follows:

Group	**Current**	**Past due for 1 to 90 days**	**Past due for 91 to 180 days**	**Past due for 181 to 365 days**	**Past due for more than 1 year**	**Total**
	$'000	**$'000**	**$'000**	**$'000**	**$'000**	**$'000**
As at 31 March 2025						
Trade receivables						
Gross carrying amount	2,485	1,270	342	280	85	4,462
Loss allowance:						
Non-credit impaired	(58)	(29)	(8)	(6)	(1)	(102)
Credit impaired	-	-	(22)	(40)	(65)	(127)
	2,427	1,241	312	234	19	4,233
As at 31 March 2024						
Trade receivables						
Gross carrying amount	1,781	1,234	120	57	128	3,320
Loss allowance:						
Non-credit impaired	(41)	(25)	(3)	(1)	-	(70)
Credit impaired	-	-	(14)	(38)	(121)	(173)
	1,740	1,209	103	18	7	3,077

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 two main business segments namely:

(i) Components distribution; and
(ii) Aluminium products distribution

These operating segments are reported in a manner consistent with internal reporting provided to the chief operating decision maker who is responsible for allocating resources and assessing performance of the operating segments. The chief operating decision maker has been identified as the group of executive directors and the chief executive officer who make strategic decisions.

The following tables show the segmental performance for the six months and for the year ended 31 March 2025. Additions to non-current assets included additions to property, plant and equipment and right-of-use assets.

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

4. Segment and revenue information (Continued)

Business Segments

Six months ended 31 Mar 2025	**Components Distribution** S$'000	**Aluminium Products Distribution** S$'000	**Unallocated** S$'000	**Consolidated** S$'000
Revenue				
External revenue	1,164	7,642	-	8,806
Results				
Segment results	81	(310)	(323)	(552)
Interest income	1	3	-	4
Finance costs	(59)	(142)	-	(201)
Amortisation of ROU assets	-	(233)	-	(233)
Depreciation expense	(15)	(33)	-	(48)
Profit/(Loss) before income tax	8	(715)	(323)	(1,030)
Income tax expense	-	(4)	-	(4)
Profit/(Loss) after income tax	8	(719)	(323)	(1,034)
Capital expenditure				
- Additions to non-current assets	26	315	-	341

Six months ended 31 Mar 2024	**Components Distribution** S$'000	**Aluminium Products Distribution** S$'000	**Unallocated** S$'000	**Consolidated** S$'000
Revenue				
External revenue	954	6,479	-	7,433
Results				
Segment results	13	(614)	(326)	(927)
Interest income	-	3	-	3
Finance costs	(16)	(146)	-	(162)
Impairment of intangible assets	-	(1,030)	-	(1,030)
Amortisation of intangible assets	-	(114)	-	(114)
Amortisation of ROU assets	-	(241)	-	(241)
Depreciation expense	(14)	(41)	-	(55)
Loss before income tax	(17)	(2,183)	(326)	(2,526)
Income tax expense	(31)	(140)	-	(171)
Loss after income tax	(48)	(2,323)	(326)	(2,697)
Capital expenditure				
- Additions to non-current assets	12	20	-	32

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

4. Segment and revenue information (Continued)

Business Segments (Continued)

Year ended 31 March 2025

	Components Distribution	Aluminium Products Distribution	Unallocated	Consolidated
	S$'000	S$'000	S$'000	S$'000
Revenue				
External revenue	2,226	14,880	-	17,106
Results				
Segment results	133	(521)	(785)	(1,173)
Interest income	1	6	-	7
Finance costs	(107)	(266)	-	(373)
Amortisation of ROU assets	-	(477)	-	(477)
Depreciation expense	(29)	(70)	-	(99)
Loss before income tax	(2)	(1,328)	(785)	(2,115)
Income tax expense	-	(6)	-	(6)
Loss after income tax	(2)	(1,334)	(785)	(2,121)
Capital expenditure				
- Additions to non-current assets	27	375	-	402
Assets and Liabilities				
Segment assets	7,151	14,066	34	21,251
Current income tax recoverable and deferred tax asset	6	480	-	486
Total assets	7,157	14,546	34	21,737
Segment liabilities	3,257	8,067	343	11,667
Deferred tax liabilities and and current income tax payable	-	-	-	-
Total liabilities	3,257	8,067	343	11,667

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

4. Segment and revenue information (Continued)

Business Segments (Continued)

Year ended 31 March 2024	Components Distribution	Aluminium Products Distribution	Unallocated	Consolidated
	S$'000	S$'000	S$'000	S$'000
Revenue				
External revenue	1,869	13,290	-	15,159
Results				
Segment results	(7)	(1,422)	(757)	(2,186)
Interest income	-	6	-	6
Finance costs	(27)	(320)	-	(347)
Impairment of intangible assets	-	(1,030)	-	(1,030)
Amortisation of intangible assets	-	(228)	-	(228)
Amortisation of ROU assets	-	(440)	-	(440)
Depreciation expense	(28)	(83)	-	(111)
Loss before income tax	(62)	(3,517)	(757)	(4,336)
Income tax expense	(31)	(114)	-	(145)
Loss after income tax	(93)	(3,631)	(757)	(4,481)
Capital expenditure				
- Additions to non-current assets	12	688	-	700
Assets and Liabilities				
Segment assets	6,704	14,647	34	21,385
Current income tax recoverable and deferred tax asset	6	332	-	338
Total assets	6,710	14,979	34	21,723
Segment liabilities	1,521	7,982	320	9,823
Deferred tax liabilities and current income tax payable	-	-	-	-
Total liabilities	1,521	7,982	320	9,823

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

4. Segment and revenue information (Continued)

Geographical information

The Group's business segments operate in three main geographical areas, namely, Singapore, Malaysia and the People's Republic of China ("**PRC**"). Non-current assets consist primarily of property, plant and equipment, investment properties and right-of-use assets. Non-current assets are shown by the geographical area in which the assets are located.

	Singapore	Malaysia	PRC	Consolidated
FY2025	S$'000	S$'000	S$'000	S$'000
Non-current assets	5,929	1,395	246	7,570
FY2024				
Non-current assets	6,284	1,278	131	7,693

Disaggregation of revenue

The Group has disaggregated revenue by business segment and in accordance to the country to which goods are delivered:

	Components Distribution		Aluminium Products Distribution		Total	
Six months ended 31 March	2025	2024	2025	2024	2025	2024
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Primary Geographical market						
Singapore	1,061	847	1,355	1,162	2,416	2,009
Malaysia	76	75	4,718	3,769	4,794	3,844
People's Republic of China	-	-	1,546	1,528	1,546	1,528
Others	27	32	23	20	50	52
	1,164	954	7,642	6,479	8,806	7,433
Timing of transfer of goods						
- Over time	197	192	-	-	197	192
- Point in time	967	762	7,642	6,479	8,609	7,241

	Components Distribution		Aluminium Products Distribution		Total	
Year ended 31 March	2025	2024	2025	2024	2025	2024
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Primary Geographical market						
Singapore	2,045	1,658	3,156	2,784	5,201	4,442
Malaysia	108	163	8,756	6,719	8,864	6,882
People's Republic of China	-	-	2,920	3,639	2,920	3,639
Others	73	48	48	148	121	196
	2,226	1,869	14,880	13,290	17,106	15,159
Timing of transfer of goods						
- Over time	399	372	-	-	399	372
- Point in time	1,827	1,497	14,880	13,290	16,707	14,787

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

5. Loss before tax – significant items

Loss before income tax is arrived at	Group Six months ended 31 March			Group Year ended 31 March		
	2025 S$'000	2024 S$'000	Change %	2025 S$'000	2024 S$'000	Change %
After charging:						
Impairment of intangible assets	-	1,030	NM	-	1,030	NM
Amortisation of intangible assets	-	114	NM	-	228	NM
Amortisation of right-of-use assets	233	241	(3.3)	477	440	8.4
Depreciation of property, plant and equipment	49	56	(12.5)	99	111	(10.8)
Foreign exchange loss, net	86	-	NM	-	166	NM
and crediting:						
Gain on disposal of plant and equipment	8	-	NM	8	8	-
Government grants	36	24	50.0	44	51	(13.7)
Operating lease income – investment properties	30	30	-	60	60	-
Sale of recycled materials	44	31	41.9	77	54	42.6
Foreign exchange gain, net	-	174	NM	6	-	NM

NM = Not Meaningful

6. Taxation

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

	Six months ended 31 March		Year ended 31 March	
	2025 S$'000	2024 S$'000	2025 S$'000	2024 S$'000
Current income tax:				
Current year	4	-	6	2
Over provision in prior years	-	(1)	-	(1)
Deferred income tax liability:				
Current year	-	255	-	255
Over provision in prior years	-	(83)	-	(111)
	4	171	6	145

7. Loss Per Share

	Six months ended 31 March 2025	Six months ended 31 March 2024	Year ended 31 March 2025	Year ended 31 March 2024
Loss attributable to owners of the parent (S$'000)	(1,054)	(2,629)	(2,145)	(4,334)
Loss per ordinary share after deducting any provision for preference dividends:-				
(a) Based on the weighted average number of ordinary shares in issue (Singapore cents)	(0.06)	(0.15)	(0.12)	(0.25)
(b) On a fully diluted basis (Singapore cents)	(0.06)	(0.15)	(0.12)	(0.25)

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

7. Loss Per Share (Continued)

Loss per ordinary share for the six months ended 31 March 2025 ("**2HFY25**") and 31 March 2024 ("**2HFY24**") and for the year ended 31 March 2025 and 31 March 2024 in Item 7(a) are computed based on the profit or loss attributable to the owners of the parent for each respective financial period divided by the weighted average number of ordinary shares in issue of 1,727,469,695 shares.

Loss per ordinary share on a fully diluted basis for the six months and the full year ended 31 March 2025 and 31 March 2024 in Item 7(b) are the same as the basic loss per ordinary share because the Company did not have any potentially dilutive ordinary shares during and as at the end of the said financial periods.

8. Net Asset Value

	Group		Company	
	As at 31/03/2025	As at 31/03/2024	As at 31/03/2025	As at 31/03/2024
Net asset value per ordinary share based on issued share capital (Singapore cents)	0.58	0.69	0.41	0.44

Net asset value per ordinary share of the Group and the Company are computed based on the net assets of the Group and the Company respectively, divided by the number of issued ordinary shares of 1,727,469,695 shares as at 31 March 2025 and 31 March 2024.

9. Share capital

	Group and Company			
	As at 01/04/2024	**As at 31/03/2025**	**As at 01/04/2024**	**As at 31/03/2025**
	Number of ordinary shares		**S$'000**	**S$'000**
Issued and fully paid up:				
As at the beginning and end of the financial year	1,727,469,695	1,727,469,695	27,460	27,460

There was no change in the issued and paid-up share capital of the Company since the end of the previous period reported on.

There were no outstanding convertible instruments which may be converted to shares as at 31 March 2025 and 31 March 2024.

There were no subsidiary holdings as at 31 March 2025 and 31 March 2024.

The Company did not have any treasury shares as 31 March 2025 and 31 March 2024.

10. Investment Properties

The Group's investment properties comprise freehold shop units that are held for long-term rental yields and for capital appreciation. The fair values of the Group's investment properties as at 31 March 2025 were determined based on the valuation carried out by an independent valuer having an appropriate recognised professional qualification.

The valuations were arrived at by using the "Direct Comparison Method" by making reference to market evidence of transaction prices per square foot for similar properties, and were performed in accordance with International Valuation Standards. The estimation of the fair values of the properties is based on the highest and best use of the properties, which is in line with their current use. The management has reviewed the appropriateness of the valuation methodologies and assumptions adopted and also evaluated the appropriateness and reliability of the inputs used in the valuations. Significant changes in fair value measurements from period to period were evaluated by the management for reasonableness. Key drivers of the changes if any were identified and assessed for reasonableness against relevant information from independent sources, or internal sources if necessary and appropriate.

E. Notes to the Condensed Interim Consolidated Financial Statements (Continued)

11. Trade and Other Receivables

	Group	
	As at 31/03/2025 S$'000	As at 31/03/2024 S$'000
Trade receivables	4,462	3,320
Loss allowance	(229)	(243)
	4,233	3,077
Notes receivables	3	6
Other receivables	770	491
	5,006	3,574

Movements in loss allowance for trade receivables were as follows:

	Group	
	As at 31/03/2025 S$'000	As at 31/03/2024 S$'000
Balance at the beginning of the financial year	243	198
Write-off against allowance	(3)	(20)
Write back allowance no longer required	(114)	(68)
Loss allowance made during the financial year	92	143
Foreign currency translation differences	11	(10)
Balance at the end of the financial year	229	243

A net loss allowance of S$0.01 million and a reversal of net loss allowance of S$0.02 million were made for the six months period and full year ended 31 March 2025 respectively. Please refer to Note E.2.2 (iii).

12. Interest-bearing Liabilities

	Group	
	As at 31/03/2025 S$'000	As at 31/03/2024 S$'000
<u>Current liabilities</u>		
Bank overdrafts	181	272
Term loans – secured	1,554	48
Term loans – unsecured	224	1,101
Trust receipts – unsecured	2,789	2,647
	4,748	4,068
<u>Non-current liabilities</u>		
Term loans – secured	511	533
Term loans – unsecured	-	224
	511	757

The term loan to finance the purchase of the Malaysian factory is secured by a legal charge against the property as well as a corporate guarantee provided by the Company. A working capital term loan taken up this year is secured by a legal charge against an investment property. Other term loans are supported by corporate guarantees provided by the Company.

Trust receipts and bank overdrafts of the subsidiaries are supported by corporate guarantees provided by the Company.

13. Subsequent events

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

F. OTHER INFORMATION REQUIRED BY APPENDIX 7C AND RULE 706A OF THE CATALIST RULES

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

The condensed interim consolidated financial statements of the Group for the six months and full year ended 31 March 2025 and certain explanatory notes have not been audited or reviewed by the Company's auditors.

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

Not applicable.

3. 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.

Not applicable. The Group's latest financial statements for the year ended 31 March 2024 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

4. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss any material factors that affected the cash flow, working capital, asset or liabilities of the group during the current financial period reported on.

Review of the Financial Performance of the Group – Six months and full year ended 31 March 2025 ("2HFY25" and "FY2025") vs. Six months and full year ended 31 March 2024 ("2HFY24" and "FY2024")

Turnover and Gross Profit

Group sales for 2HFY25 and FY2025 increased 18.5% and 12.8% respectively over the corresponding prior year periods, indicating that revenue was on an improving trend over FY2025. However the operating environment remains challenging amidst the unstable geopolitical situation. Sales growth was the highest in the Malaysia segment, which recorded revenue increase of 28.8%. Singapore segment also recorded a revenue increase of 17.1%; however our PRC segment's revenue dropped 19.8% year-on-year. The Chinese economy has been facing headwinds from slowing productivity growth, the after-effects of the property sector collapse and trade policies and tariffs uncertainties.

The components distribution division recorded an increase in revenue of 19.1% in FY2025 mainly due to the strong performance of the info-comms sector in Singapore, which boosted the demand for our test instruments and technical support. The aluminium products distribution division recorded a moderate increase in revenue of 12.0% as the stronger performance from the Malaysia subsidiaries was partially offset by the decline in revenue from the PRC subsidiaries.

Gross margin in 2HFY25 was 17.7% compared to 11.3% in 2HFY24. For the full year, gross margin in FY2025 was 17.0%, increasing from 12.5% in FY2024. The weak demand for our aluminium products in FY2024 necessitated downward adjustments of our products margin; but with the increased demand in FY2025, our margins have improved correspondingly.

Loss Before Income Tax

Other income for FY2025 was fairly constant compared to FY2024 as the sources of other income have remained consistent.

Most categories of expenses increased in FY2025 as compared to FY2024 in tandem with increased sales; in particular, distribution costs, which included sales commissions, freight outwards and transport expenses, increased 19.1%. Administrative expenses increased 5.2% due partly to a marginal 2.0% increase in employment costs and partly to other general increases in expenses in line with increased business transactions e.g. bank charges and utilities. In addition, the Group incurred legal fees for securing a new term loan, and paid licensing fees for an online platform to improve the collection and analysis of sustainability related data.

In FY2024, the Group provided S$0.08 million of loss allowance for trade receivables due to the lacklustre economic environment then. The bulk of these impaired debts however were collected during FY2025 such that, after making appropriate provisions for expected credit losses as at year end, the net result was a reversal of loss allowance of S$0.02 million.

Other operating expenses on the other hand, decreased from S$1.98 million in FY2024 to S$0.58 million in FY2025. In FY2024, there was an amortization of intangible asset of S$0.23 million and an impairment of the remaining intangible assets of S$1.03 million. As all intangible assets were fully written off as at the end of FY2024, these two expenses were absent in FY2025. Furthermore, the Group recorded exchange losses of S$0.17 million in FY2024, whereas in FY2025, the Group recorded a small exchange gain of approximately S$6,000 under other income.

Depreciation charge on property, plant and equipment fell about 10.8% as certain assets were fully depreciated by the end of FY2024. Conversely, amortisation of right-of-use assets increased by 8.4%, mainly due to the renewal of the lease for the Penang factory.

Finance costs increased 7.5% in FY2025 compared to FY2024, mainly due to interest payments made on the additional term loan taken during the year.

<u>Assets and Liabilities</u>

Assets

Property, plant and equipment remained at the same level at the end of FY2025 and FY2024. The amount was decreased through a depreciation charge of S$0.10 million, however this was offset by additions of S$0.04 million which were incurred for the purchase of two demonstration test instrument sets for the components division, an air compressor and other sundry assets, and upgrading our ERP software. The difference was offset by the increase in value of existing assets in Malaysia as the Ringgit strengthened as at end of FY2025.

Right-of-use assets, which included leased plant and equipment as well as capitalised lease rentals, decreased slightly from S$0.69 million to $0.56 million. Right-of-use leased plant and equipment increased by S$0.05 million due to the purchase of a cutting machine installed at our Johor factory via a finance lease. There were also increases arising from the extension of the lease for the Penang factory and the acquisition of a new factory lease in Kunshan, PRC, following the termination of the old lease. However, all these increases were more than offset by amortisation charges on the new leases as well as existing leases.

Investment properties maintained at S$5.17 million with no fair value adjustments made.

Inventories decreased in spite of increased sales. This was due in part to improved management of our product portfolio. Increased local sourcing has also reduced the need to stockpile.

Trade and other receivables increased in line with increased sales.

Prepayments decreased in FY2025 mainly due to the settlement of prepaid purchases made to a supplier upon receipt of goods.

Liabilities

Trade and other payables increased due to higher purchases to support increased sales, as well as more advance billings made through the components distribution division towards the end of the year. Advance billings comprise consideration received in advance from customers for sale of maintenance services that will be rendered in the next financial year.

Total lease liabilities (after aggregating current and non-current liabilities) decreased from S$0.67 million to S$0.52 million. Finance lease liabilities increased through the purchase of a cutting machine for the Malaysian factory of S$0.05 million, while right-of-use lease liabilities increased by S$0.31 million, mainly due to the extension of the lease agreement for the Penang factory and the acquisition of a new factory lease in Kunshan, PRC following termination of the old lease. However, these increases were more than offset by instalment payments made on the finance leases as well as payments made in accordance with the various rental lease agreements.

Current interest-bearing liabilities increased by a new term loan of S$1.5 million obtained during the financial year, but the increase was partially offset by instalment payments made towards other term loans. Non-current interest-bearing liabilities also decreased as two existing term loans will mature within the next year and have been reclassified to current liabilities.

The Group had a positive working capital of S$3.23 million as at the end of the financial year.

Cash Flow and Working Capital

The Group recorded a loss before tax of S$2.12 million. After adjustments for non-cash items and working capital changes, there was a net cash inflow from operations of S$0.64 million. Working capital changes comprise inflows arising from a decrease in inventories of S$1.61 million and a decrease in trade and other payables of S$1.47 million, offset against outflow of S$1.29 million from an increase in trade and other receivables.

Net cash used in investing activities was mainly incurred for the purchase of plant and equipment including two test instrument kits used to conduct demonstrations, an air compressor and other sundry assets, as well as the expenditure incurred for a minor upgrade to the ERP system. There was an offset from the proceeds received from disposal of used assets.

Net cash used in financing activities amounted to approximately S$6,000. Inflows were from a new term loan and from trust receipts utilised for purchases of stocks, while cash outflows comprised repayments of matured trust receipts, repayments of term loans, repayments of finance lease instalments and other lease payments.

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

Not applicable as no forecast or prospect statement has been disclosed previously to shareholders.

6. 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 uncertainty over the trade and tariffs policies of the United States has weighed on global manufacturing activities, and the resultant disruption of the supply chain for our products has impacted our business.

Although we have observed improved business activities and growth trends for our Group's products, the operating environment remains challenging. The Group will strengthen its market network and coverage and optimize our products portfolio to have faster delivery turnaround time to capture any opportunities as and when they occur.

Separately, the Company is also in the midst of negotiations with its bankers to enhance the working capital financing facilities provided to its subsidiaries. This is expected to be completed within a month from the date of this announcement. Barring unforeseen circumstances, the Group should be able to meet its obligations, financial and otherwise, in the next twelve months.

7. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year

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

None.

(c) Date payable

Not Applicable.

(d) Books closure date

Not Applicable.

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

No dividend has been declared or recommended for FY2025 as the Company has accumulated losses.

9. A breakdown of sales as follows:

	Group S$'000		%
	FY2025	FY2024	Change
(a) Sales reported for first half year	8,300	7,726	7.4
(b) Operating loss after income tax before deducting NCI reported for first half year	(1,087)	(1,784)	(39.1)
(c) Sales reported for second half year	8,806	7,433	18.5
(d) Operating loss after income tax before deducting NCI reported for second half year	(1,034)	(2,697)	(61.7)

NM - Not meaningful

10. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:-

(a) Ordinary - Nil
(b) Preference - Nil
(c) Total - Nil

11. If the group has obtained a general mandate from shareholders for Interested Person Transactions ("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 a general mandate for interested person transactions. There was no interested person transaction with a value of S$100,000 or more during FY2025.

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

Name	Age	Family relationship with any director and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Tan Yeat Cheong ("Yeat Cheong")	41	Yeat Cheong is the son of Mdm Choo Tung Kheng, Non-Executive Director and substantial shareholder of the Company.	Business Development Manager. Yeat Cheong was appointed on 18 January 2012, and is responsible for the development of aluminium products distribution business in Malaysia and China.	Not applicable.
Tan Yeat Chun ("Yeat Chun")	36	Yeat Chun is the son of Mdm Choo Tung Kheng, Non-Executive Director and substantial shareholder of the Company.	Sales Manager, aluminium products distribution business in Singapore, overseeing the sales and distribution of our products from Singapore. He first joined the Group as Assistant Corporate Services Manager on 1 April 2014 and was appointed as Sales Manager on 1 January 2023.	Not applicable.

13. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the form set out in Appendix 7H) under Rule 720(1) of the Catalist Rules

The Company confirms that it has procured undertakings from all its directors and executive officers (in the form set out in Appendix 7H) under Rule 720(1).

14. Disclosures on Acquisition and Realisation of Shares pursuant to Catalist Rule 706A

There were no acquisitions or realisation of shares by the Company or any of the Group entities during FY2025. The Company and the Group entities did not incorporate any new subsidiary or associated company during FY2025.

BY ORDER OF THE BOARD

Ong Kian Soon
Chief Executive Officer
28 May 2025

This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance 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 document, including the correctness of any of the statements or opinions made or reports contained in this document.

The contact person for the Sponsor is Ms. Ng Shi Qing, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.