



OILTEK

OILTEK INTERNATIONAL LIMITED

(Company Registration Number: 202109778W)
(Incorporated in the Republic of Singapore)

Condensed Interim Financial Statements

For the Six Months and Full Year Ended 31 December 2024

*This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the “**Sponsor**”). This announcement has not been examined or approved by 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.*

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OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the Financial Year Ended 31 December 2024

		Six months ended 31 December			Full year ended 31 December		
	Note	2024 RM'000	2023 RM'000	Change %	2024 RM'000	2023 RM'000	Change %
Revenue	4(a)	129,838	124,387	4.4	230,292	201,114	14.5
Cost of sales		(94,257)	(98,798)	(4.6)	(175,198)	(161,873)	8.2
Gross profit		35,581	25,589	39.0	55,094	39,241	40.4
Other income	5	1,635	912	79.3	3,387	1,331	154.5
Other gains/(losses) – net	5	959	(1,864)	N.M.	2,613	1,383	88.9
Expenses							
- (Allowance for)/reversal of impairment of trade receivables and contract assets	6	(3,182)	243	N.M.	(2,990)	228	N.M.
- Administrative and others	6	(9,542)	(8,854)	7.8	(18,578)	(16,684)	11.4
Profit before income tax		25,451	16,026	58.8	39,526	25,499	55.0
Income tax expense	7	(6,086)	(3,756)	62.0	(9,883)	(6,379)	54.9
Profit after income tax		19,365	12,270	57.8	29,643	19,120	55.0
Profit attributable to:							
Equity holders of the Company		19,365	12,270	57.8	29,643	19,120	55.0
Earnings per share for profit attributable to equity holders of the Company:							
- Basic and diluted earnings per share (in sen)	13	13.54	8.58	57.8	20.73	13.37	55.0
Profit after income tax		19,365	12,270	57.8	29,643	19,120	55.0
Other comprehensive (loss)/income:							
<i>Items that may be reclassified subsequently to profit or loss:</i>							
Currency translation differences arising from consolidation		(1,211)	134	N.M.	(1,004)	997	N.M.
Other comprehensive (loss)/income, net of tax		(1,211)	134	N.M.	(1,004)	997	N.M.
Total comprehensive income		18,154	12,404	46.4	28,639	20,117	42.4
Total comprehensive income attributable to:							
Equity holders of the Company		18,154	12,404	46.4	28,639	20,117	42.4

N.M. – Not Meaningful

The accompanying notes form an integral part of the condensed interim financial statements.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

B. CONDENSED INTERIM BALANCE SHEETS

As at 31 December 2024

		Group		Company	
	Note	31 December 2024	31 December 2023	31 December 2024	31 December 2023
		RM'000	RM'000	RM'000	RM'000
ASSETS					
Current assets					
Cash and bank balances		106,143	132,460	13,730	12,401
Trade and other receivables		87,260	26,862	9,227	9,802
Contract assets		18,114	21,434	-	-
Inventories		939	573	-	-
Income tax receivables		-	127	-	-
		212,456	181,456	22,957	22,203
Non-current assets					
Investments in subsidiaries		-	-	92,002	97,495
Property, plant and equipment	10	3,626	3,293	-	-
Deferred tax assets		443	484	-	-
		4,069	3,777	92,002	97,495
Total assets		216,525	185,233	114,959	119,698
LIABILITIES					
Current liabilities					
Trade and other payables		55,286	36,807	475	329
Contract liabilities		72,939	78,956	-	-
Current income tax liabilities		4,013	1,726	25	35
		132,238	117,489	500	364
Total liabilities		132,238	117,489	500	364
NET ASSETS		84,287	67,744	114,459	119,334
EQUITY					
Capital and reserves attributable to equity holders of the Company					
Share capital	12	98,566	98,566	98,566	98,566
Merger reserve		(81,436)	(81,436)	-	-
Currency translation reserve		724	1,728	6,286	13,168
Retained profits		66,433	48,886	9,607	7,600
Total equity		84,287	67,744	114,459	119,334

The accompanying notes form an integral part of the condensed interim financial statements.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES
C. CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
For the Financial Year Ended 31 December 2024

Group	Attributable to equity holders of the Company				
	Share capital	Merger reserve	Currency translation reserve	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
Balance at 1 January 2024	98,566	(81,436)	1,728	48,886	67,744
Profit for the year	-	-	-	29,643	29,643
Other comprehensive loss for the financial year	-	-	(1,004)	-	(1,004)
Total comprehensive income for the financial year	-	-	(1,004)	29,643	28,639
Transactions with owners, recognised directly in equity – dividend	-	-	-	(12,096)	(12,096)
Balance at 31 December 2024	98,566	(81,436)	724	66,433	84,287
Balance at 1 January 2023	98,566	(81,436)	731	35,618	53,479
Profit for the year	-	-	-	19,120	19,120
Other comprehensive income for the financial year	-	-	997	-	997
Total comprehensive income for the financial year	-	-	997	19,120	20,117
Transactions with owners, recognised directly in equity – dividend	-	-	-	(5,852)	(5,852)
Balance at 31 December 2023	98,566	(81,436)	1,728	48,886	67,744

Company	Attributable to equity holders of the Company			
	Share capital	Currency translation reserve	Retained profits	Total
	RM'000	RM'000	RM'000	RM'000
Balance at 1 January 2024	98,566	13,168	7,600	119,334
Profit for the financial year	-	-	14,103	14,103
Other comprehensive loss for the financial year	-	(6,882)	-	(6,882)
Total comprehensive income for the financial year	-	(6,882)	14,103	7,221
Transactions with owners, recognised directly in equity – dividend	-	-	(12,096)	(12,096)
Balance at 31 December 2024	98,566	6,286	9,607	114,459
Balance at 1 January 2023	98,566	6,439	3,408	108,413
Profit for the financial year	-	-	10,044	10,044
Other comprehensive income for the financial year	-	6,729	-	6,729
Total comprehensive income for the financial year	-	6,729	10,044	16,773
Transactions with owners, recognised directly in equity – dividend	-	-	(5,852)	(5,852)
Balance at 31 December 2023	98,566	13,168	7,600	119,334

The accompanying notes form an integral part of the condensed interim financial statements.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

For the Financial Year Ended 31 December 2024

Group	Financial year ended 31 December	
	2024 RM'000	2023 RM'000
Cash flows from operating activities		
Profit after income tax	29,643	19,120
Adjustments for:		
- Income tax expense	9,883	6,379
- Depreciation of property, plant and equipment	353	180
- Property, plant and equipment written off	1	1
- Interest income	(3,206)	(1,295)
- Gain on disposal of property, plant and equipment	(102)	(14)
- Unrealised translation loss/(gain)	948	(1,495)
	37,520	22,876
Changes in working capital:		
- Trade and other receivables	(60,445)	(15,424)
- Inventories	(366)	29
- Contract assets and liabilities	(2,697)	70,965
- Trade and other payables	18,479	(4,552)
Cash (used in)/generated from operations	(7,509)	73,894
Interest received	3,253	1,249
Income tax paid	(7,425)	(6,380)
Net cash (used in)/provided by operating activities	(11,681)	68,763
Cash flows from investing activities		
Purchase of property, plant and equipment	(687)	(317)
Proceeds from disposal of property, plant and equipment	102	14
Net cash used in investing activities	(585)	(303)
Cash flows from financing activity		
Dividends paid	(12,096)	(5,852)
Net cash used in financing activity	(12,096)	(5,852)
Net change in cash and bank balances	(24,362)	62,608
Beginning of financial year	132,460	67,360
Effects of currency translation on cash and bank balances	(1,955)	2,492
End of financial year	106,143	132,460

The accompanying notes form an integral part of the condensed interim financial statements.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2024

1. Corporate information

Oiltek International Limited (the “**Company**”) is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 3 March 2022 (the “**Listing**” or “**IPO**”) and incorporated and domiciled in Singapore. These condensed interim financial statements as at and for the six months and full year ended 31 December 2024 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activity of the Company is that of an investment holding company. The Group is principally engaged in the supply and provision of engineering design and commissioning of oil extraction equipment and plant.

2. Basis of preparation

The condensed interim financial statements for the six months and full year ended 31 December 2024 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and the Group's performance since the last condensed interim financial statements for the period ended 30 June 2024.

The condensed interim financial statements are presented in Malaysian Ringgit, while the functional currency of the Company is Singapore Dollar. As the major subsidiaries of the Group operate in Malaysia, management has assessed that Malaysian Ringgit is a suitable presentation currency. All financial information presented in Malaysian Ringgit have been rounded to the nearest thousand, unless otherwise stated.

The accounting policies and method of computations used in the condensed interim financial statements 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.

2.1 New and amended Standards adopted by the Group

In the current financial year, the Group has adopted all the new and revised SFRS (I) that are relevant to its operations and effective for the current financial year.

The adoption of these new and revised SFRS(I)s did not result in material changes to the Group's accounting policies and has no material effect on the financial results or position of the Group and the Company.

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 expenses. 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 audited consolidated financial statements as at and for the year ended 31 December 2023 as set out below:

- (a) Estimation of contract costs for engineering contracts
- (b) Measurement of expected credit loss allowances for trade receivables and contract assets
- (c) Critical judgement in determination of functional currency of Oiltek Sdn. Bhd.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2024

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.

3. Seasonal operations

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

4. Revenue and segment information

(a) Disaggregation of revenue

Group	Six months ended		Full year ended	
	31 December		31 December	
	2024	2023	2024	2023
	RM'000	RM'000	RM'000	RM'000
Contract revenue – over time	121,078	114,954	211,515	182,498
Sales of goods – at a point in time	8,760	9,433	18,777	18,616
Total revenue	129,838	124,387	230,292	201,114

(b) Segment information

The Group considers the business from a business segment perspective. Management manages and monitors the business in three main business segments which are “Edible & Non-Edible Oil Refinery”, “Renewable Energy” and “Product Sales and Trading”. The “Others” segment relates to corporate activities which are not allocated to the business segments.

The Edible & Non-Edible Oil Refinery segment provides services for edible and non-edible oil industries including (i) the engineering, procurement, design, construction and commissioning of edible and non-edible oil refining plants, downstream specialty products and processing plants, (ii) upgrading and retrofitting the existing facilities, and (iii) turnkey inside-battery-limits (“ISBL”) and outside-battery-limits (“OSBL”) infrastructure engineering.

The Renewable Energy segment provides services for renewable energy industries including (i) the engineering, procurement, designing, construction and commissioning of multi feedstock biodiesel, enzymatic biodiesel, winter fuel, HVO feedstock (treated and refined POME oil) and palm oil mill effluent (“POME”) biogas methane recovery plants, (ii) upgrading and retrofitting the existing facilities, and (iii) turnkey ISBL and OSBL infrastructure engineering which includes the environmental solutions and integration into steam and power generation.

The Product Sales and Trading segment derives revenue from the sale of specialty chemical products and engineering components.

The Group assesses the performance of these business segments based on segment revenue, segment results, segment assets and segment liabilities.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly other income, other gains/losses - net, depreciation of property, plant and equipment, income tax expense, cash and bank balances, property, plant and equipment, current income tax liabilities and deferred tax assets.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2024

The segment information and the reconciliations of segment results to profit before tax and segment assets and liabilities to total assets and liabilities are as follows:

Group (RM'000)	Edible & Non-Edible Oil Refinery	Renewable Energy	Product Sales and Trading	Others	Total
Six months ended 31 December 2024					
Revenue					
- External	106,189	14,889	8,760	-	<u>129,838</u>
Cost of Sales	(74,245)	(13,421)	(6,591)	-	<u>(94,257)</u>
Results					
Segment results	21,874	(29)	1,194	-	23,039
Other income					1,635
Other gains – net					959
Depreciation of property, plant and equipment					<u>(182)</u>
Profit before income tax					25,451
Income tax expense					<u>(6,086)</u>
Profit after income tax					<u>19,365</u>
Six months ended 31 December 2023					
Revenue					
- External	100,495	14,459	9,433	-	<u>124,387</u>
Cost of Sales	(78,957)	(12,525)	(7,316)	-	<u>(98,798)</u>
Results					
Segment results	15,388	178	1,514	-	17,080
Other income					912
Other losses – net					(1,864)
Depreciation of property, plant and equipment					<u>(102)</u>
Profit before income tax					16,026
Income tax expense					<u>(3,756)</u>
Profit after income tax					<u>12,270</u>

The accompanying notes form an integral part of the condensed interim financial statements.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2024

Group (RM'000)	Edible & Non-Edible Oil Refinery	Renewable Energy	Product Sales and Trading	Others	Total
Full year ended 31 December 2024					
Revenue					
- External	193,868	17,647	18,777	-	<u>230,292</u>
Cost of Sales	(145,232)	(15,554)	(14,412)	-	<u>(175,198)</u>
Results					
Segment results	31,088	254	2,537	-	33,879
Other income					3,387
Other gains – net					2,613
Depreciation of property, plant and equipment					<u>(353)</u>
Profit before income tax					39,526
Income tax expense					<u>(9,883)</u>
Profit after income tax					<u>29,643</u>
As at 31 December 2024					
Assets					
Segment assets	85,692	16,934	3,602	85	106,313
<u>Unallocated assets:</u>					
Cash and bank balances					106,143
Property, plant and equipment					3,626
Deferred tax assets					443
Total assets					<u>216,525</u>
Liabilities					
Segment liabilities	103,871	16,111	3,032	5,211	128,225
<u>Unallocated liabilities:</u>					
Current income tax liabilities					4,013
Total liabilities					<u>132,238</u>

The accompanying notes form an integral part of the condensed interim financial statements.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2024

Group (RM'000)	Edible & Non-Edible Oil Refinery	Renewable Energy	Product Sales and Trading	Others	Total
Full year ended 31 December 2023					
Revenue					
- External	157,408	25,090	18,616	-	<u>201,114</u>
Cost of Sales	(126,753)	(21,634)	(13,486)	-	<u>(161,873)</u>
Results					
Segment results	18,164	1,465	3,336	-	22,965
Other income					1,331
Other gains – net					1,383
Depreciation of property, plant and equipment					<u>(180)</u>
Profit before income tax					25,499
Income tax expense					<u>(6,379)</u>
Profit after income tax					<u>19,120</u>
As at 31 December 2023					
Assets					
Segment assets	40,034	3,970	4,706	159	48,869
<u>Unallocated assets:</u>					
Cash and bank balances					132,460
Income tax receivables					127
Property, plant and equipment					3,293
Deferred tax assets					484
Total assets					<u>185,233</u>
Liabilities					
Segment liabilities	95,230	12,823	3,945	3,765	115,763
<u>Unallocated liabilities:</u>					
Current income tax liabilities					1,726
Total liabilities					<u>117,489</u>

The accompanying notes form an integral part of the condensed interim financial statements.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2024

(c) Geographical information

The Group operates in several main geographical areas: Asia, America and Africa.

The following table presents sales information for the main geographical areas for the six months and full year ended 31 December 2024 and 31 December 2023.

Group	Six months ended 31 December		Full year ended 31 December	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Asia:				
- Malaysia	48,549	14,371	72,228	26,142
- Indonesia	62,636	100,713	123,820	156,492
- Pakistan	441	2,475	963	6,101
- Philippines	974	407	1,210	1,827
- South Korea	1,793	237	1,877	508
- Thailand	647	961	795	1,930
- Others	57	-	57	38
	115,097	119,164	200,950	193,038
America	435	135	5,261	299
Africa:				
- Algeria	206	-	206	-
- Benin	9,158	1,325	14,512	1,429
- Kenya	2,157	1,291	2,635	1,900
- Nigeria	166	512	185	1,720
- Republic of the Congo	2,531	1,567	6,437	2,168
- South Africa	-	393	-	556
- Zambia	71	-	89	-
- Others	17	-	17	4
	14,306	5,088	24,081	7,777
	129,838	124,387	230,292	201,114

The Group's non-current assets comprise mainly property, plant and equipment and are located in Malaysia. Accordingly, no geographical analysis for non-current assets is presented.

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2024

5. Other income and other gains/(losses) – net

Group	Six months ended 31 December		Full year ended 31 December	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
<u>Other income</u>				
Interest income	1,557	897	3,206	1,295
Gain on disposal of property, plant and equipment	-	14	102	14
Other income	78	1	79	22
	1,635	912	3,387	1,331
<u>Other gains/(losses) - net</u>				
Net foreign exchange gain/(loss)	959	(1,864)	2,613	1,383

6. Expenses by nature

Group	Six months ended 31 December		Full year ended 31 December	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Allowance for/(reversal of) impairment of trade receivables and contract assets	3,182	(243)	2,990	(228)
Depreciation of property, plant and equipment	182	102	353	180

7. Income tax expense

The major components of income tax expense in the condensed interim consolidated statement of comprehensive income are:

Group	Six months ended 31 December		Full year ended 31 December	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Tax expense attributable to profit is made up of:				
- Current income tax	6,765	4,258	9,918	6,639
- Deferred tax	(603)	(403)	41	(174)
	6,162	3,855	9,959	6,465
Over provision in prior financial year				
- Current income tax	(76)	(99)	(76)	(86)
	6,086	3,756	9,883	6,379

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2024

8. Related party transactions

The Group has transactions with a related party during the financial period/year:

Group	Six months ended 31 December		Full year ended 31 December	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
<u>Purchases of services</u>				
Rental of premise from a related corporation	7	6	13	12

9. Financial assets and financial liabilities

The aggregate carrying amounts of financial assets and liabilities at amortised cost are as follows:

	Group		Company	
	2024 RM'000	2023 RM'000	2024 RM'000	2023 RM'000
Financial assets at amortised cost	192,906	157,841	22,957	22,203
Financial liabilities at amortised cost	55,286	36,807	475	329

10. Property, plant and equipment

During the six months ended 31 December 2024, the Group acquired assets amounting to RM31,000 (Six months ended 31 December 2023: RM240,000).

11. Dividends

Group	2024 RM'000	2023 RM'000
Ordinary dividends paid:		
Interim dividend of SGD0.009 [equivalent to RM0.029] per share in respect of the financial year ended 31 December 2024	4,128	-
Final dividend of SGD0.016 [equivalent to RM0.056] per share in respect of the financial year ended 31 December 2023 (2023: Final dividend of SGD0.012 [equivalent to RM0.041 per share in respect of the financial year ended 31 December 2022])	7,968	5,852
	12,096	5,852

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS

For the Financial Year Ended 31 December 2024

12. Share capital

Group and Company	No. of ordinary shares		Amount	
	2024	2023	2024 RM'000	2023 RM'000
Balance at 1 January and 31 December	143,000,000	143,000,000	98,566	98,566

All issued ordinary shares are fully paid. There is no par value for these ordinary shares. Fully paid ordinary shares carry one vote per share and carry a right to dividends as and when declared by the Company. The Company did not hold any treasury shares as at 31 December 2024 and 31 December 2023. The Company's subsidiaries do not hold any shares in the Company as at 31 December 2024 and 31 December 2023. There are no outstanding convertibles as at 31 December 2024 and 31 December 2023.

13. Earnings per share

The earnings per share is calculated by dividing the net profit attributable to equity holders of the Company by the weighted average number of ordinary shares outstanding during the six months and full year ended 31 December 2024 and 31 December 2023.

Group	Six months ended 31 December		Full year ended 31 December	
	2024	2023	2024	2023
Net profit attributable to equity holders of the Company (RM'000)	19,365	12,270	29,643	19,120
Weighted average number of ordinary shares outstanding ('000)	143,000	143,000	143,000	143,000
Basic/diluted earnings per share (in sen)	13.54	8.58	20.73	13.37

There is no dilution of earnings per share for the respective financial years as there were no potential dilutive ordinary shares.

14. Net asset value per share

The net asset value per share is calculated by dividing net asset value attributable to equity holders of the Group/Company by the number of ordinary shares in issue (excluding treasury shares) during the financial year.

	Group		Company	
	2024	2023	2024	2023
Net asset value attributable to equity holders of the Company (RM'000)	84,287	67,744	114,459	119,334
Number of ordinary shares in issue (excluding treasury shares) ('000)	143,000	143,000	143,000	143,000
Net asset value per share (in sen)	58.94	47.37	80.04	83.45

OILTEK INTERNATIONAL LIMITED AND ITS SUBSIDIARIES

F. OTHER INFORMATION REQUIRED BY CATALIST RULE APPENDIX 7C

For the Financial Year Ended 31 December 2024

1. **Whether the figures have been audited, or reviewed and if so which auditing standard or practice has been followed.**

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

2. **Where the figures have been audited or reviewed, the auditor's report (including any modifications or an emphasis of matter.**

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

3. **Where the figures are subject to an adverse opinion, qualified opinion or disclaimer of opinion:**

- (a) **Updates on the efforts taken to resolve each outstanding audit issue; and**
(b) **Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**

Not applicable as the Company received an unqualified opinion for its latest audited consolidated financial statements for the financial year ended 31 December 2023.

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 flows, working capital, assets or liabilities of the Group during the current financial period reported on.**

(a) Review of Group Performance

Revenue

The Group's revenue increased by approximately RM5.45 million or 4.4% from approximately RM124.39 million for the six months ended 31 December 2023 ("2H2023") to approximately RM129.84 million for the six months ended 31 December 2024 ("2H2024") due to an increase in the Edible & Non-Edible Oil Refinery segment and the Renewable Energy segment revenues. This was partially offset by a decrease in the Product Sales and Trading segment revenue.

The Group's revenue increased by approximately RM29.18 million or 14.5% from approximately RM201.11 million for the full year ended 31 December 2023 ("FY2023") to approximately RM230.29 million for the full year ended 31 December 2024 ("FY2024") due to an increase in the Edible & Non-Edible Oil Refinery segment and the Product Sales and Trading segment revenues. This was partially offset by a decrease in the Renewable Energy segment revenue.

Revenue from the Edible & Non-Edible Oil Refinery segment increased by approximately RM5.69 million or 5.7% from approximately RM100.50 million in 2H2023 to approximately RM106.19 million in 2H2024 and increased by approximately RM36.46 million or 23.2% from approximately RM157.41 million in FY2023 to approximately RM193.87 million in FY2024. This was mainly due to increase in revenue contribution from new projects secured in the prior year from Malaysia.

Revenue from the Renewable Energy segment increased by approximately RM0.43 million or 3.0% from approximately RM14.46 million in 2H2023 to approximately RM14.89 million in 2H2024 mainly due to an increase in revenue contribution from new project secured during the year from Malaysia. Revenue from the Renewable Energy segment decreased by approximately RM7.44 million or 29.7% from approximately RM25.09 million in FY2023 to approximately RM17.65 million in FY2024 mainly due to a decrease in revenue contribution from a project in Indonesia that was substantially performed in FY2023.

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Revenue from the Product Sales and Trading segment decreased by approximately RM0.67 million or 7.1% from approximately RM9.43 million in 2H2023 to approximately RM8.76 million in 2H2024 mainly due to a decrease in the supply of parts and engineering components for customers in Indonesia. Revenue from the Product Sales and Trading segment increased by approximately RM0.16 million or 0.9% from approximately RM18.62 million in FY2023 to approximately RM18.78 million in FY2024 mainly due to an increase in demand for the supply of parts and engineering components from customers in Malaysia.

The changes in revenue for the geographical segments are mainly due to the new projects secured and substantial completion of certain projects in the respective geographical areas.

Cost of sales and gross profit

Although the Group's revenue for the financial period has increased, the Group's cost of sales has decreased by approximately RM4.54 million or 4.6% from approximately RM98.80 million in 2H2023 to approximately RM94.26 million in 2H2024 mainly due to cost savings. The Group's cost of sales increased by approximately RM13.33 million or 8.2% from approximately RM161.87 million in FY2023 to approximately RM175.20 million in FY2024, largely in line with the increase in revenue.

The Group's gross profit increased by approximately RM9.99 million or 39.0% from approximately RM25.59 million in 2H2023 to approximately RM35.58 million in 2H2024 and increased by approximately RM15.85 million or 40.4% from approximately RM39.24 million in FY2023 to approximately RM55.09 million in FY2024. Gross profit margin increased by 6.8 percentage point from 20.6% in 2H2023 to 27.4% in 2H2024 and increased by 4.4 percentage points from 19.5% in FY2023 to 23.9% in FY2024 mainly due to higher gross profit margin contribution from the Edible & Non-Edible Refinery segment.

Other income

Other income increased by approximately RM0.72 million from approximately RM0.91 million in 2H2023 to approximately RM1.63 million in 2H2024 and increased by approximately RM2.06 million from approximately RM1.33 million in FY2023 to approximately RM3.39 million in FY2024. This was mainly due to an increase in interest income from fixed deposits and gain on disposal of property, plant and equipment during the year.

Other gains/(losses) – net

Other gains/(losses) changed from a net loss of approximately RM1.86 million in 2H2023 to a net gain of approximately RM0.96 million in 2H2024. Other gains increased by approximately RM1.23 million from approximately RM1.38 million in FY2023 to approximately RM2.61 million in FY2024. This was mainly due to an increase in unrealised foreign exchange gain from the Group's monetary financial assets and liabilities.

Expenses

Our Group recorded a reversal of impairment of trade receivables and contract assets of approximately RM0.24 million in 2H2023 and approximately RM0.23 million in FY2023, as compared to an allowance for impairment of trade receivables and contract assets of approximately RM3.18 million in 2H2024 and approximately RM2.99 million in FY2024. This was mainly due to impairment of trade receivable from a customer and contract assets resulting from expected credit loss assessment.

Administrative and other expenses increased by approximately RM0.69 million or 7.8% from approximately RM8.85 million in 2H2023 to approximately RM9.54 million in 2H2024 and increased by approximately RM1.90 million or 11.4% from RM16.68 million in FY2023 to approximately RM18.58 million in FY2024. The increase was mainly due to an increase in employee compensation, selling and distribution related expenses and depreciation of property, plant and equipment.

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Income tax expense

Income tax expenses increased by approximately RM2.33 million or 62.0% from approximately RM3.76 million in 2H2023 to approximately RM6.09 in 2H2024 and increased by approximately RM3.50 million or 54.9% from RM6.38 million in FY2023 to approximately RM9.88 million in FY2024. The increase was largely in line with the increase in the chargeable income during the period/year.

Effective income tax rate increased marginally by 0.5 percentage point from 23.4% in 2H2023 to 23.9% in 2H2024 and remained constant at 25.0% in FY2023 and FY2024.

Profit after income tax

Overall, the Group's profit after income tax increased by approximately RM7.10 million or 57.8% from approximately RM12.27 million in 2H2023 to approximately RM19.37 million in 2H2024 and increased by approximately RM10.52 million or 55.0% from approximately RM19.12 million in FY2023 to approximately RM29.64 million in FY2024.

(b) Review of changes in working capital, assets and liabilities

The Group's financial position as at 31 December 2024 remains strong and resilient, with a net asset position of approximately RM84.29 million and healthy cash and bank balances of approximately RM106.14 million.

Current assets

The Group's current assets increased by approximately RM31.00 million or 17.1% from approximately RM181.46 million as at 31 December 2023 to approximately RM212.46 million as at 31 December 2024 mainly due to (i) an increase in trade and other receivables; (ii) an increase in inventories; and partially offset by a decrease in cash and bank balances, contract assets and income tax receivables.

Trade and other receivables increased by approximately RM60.40 million or 224.8% from approximately RM26.86 million as at 31 December 2023 to approximately RM87.26 million as at 31 December 2024 due to three significant milestone billings to customers amounting to approximately RM80 million upon satisfaction of performance obligation for our engineering contracts towards the end of the financial year. The receivables from these customers were fully received in January 2025.

Inventories increased by approximately RM0.37 million or 63.9% from approximately RM0.57 million as at 31 December 2023 to approximately RM0.94 million as at 31 December 2024 mainly due to an increase in certain engineering components held as inventories.

Contract assets decreased by approximately RM3.32 million or 15.5% from approximately RM21.43 million as at 31 December 2023 to approximately RM18.11 million as at 31 December 2024 mainly due to timing difference of billings.

Non-current assets

The Group's non-current assets amounted to approximately RM4.07 million which comprised property, plant and equipment and deferred tax assets. The property, plant and equipment increased by approximately RM0.33 million or 10.1% from approximately RM3.29 million as at 31 December 2023 to approximately RM3.63 million as at 31 December 2024 mainly due additions of property, plant and equipment during the year and partially offset by depreciation charged on property, plant and equipment during the year.

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Current liabilities

The Group's current liabilities increased by approximately RM14.75 million or 12.6% from approximately RM117.49 million as at 31 December 2023 to approximately RM132.24 million as at 31 December 2024 mainly due to (i) an increase in trade and other payables; (ii) an increase in current income tax liabilities; and partially offset by a decrease in contract liabilities.

Trade and other payables increased by approximately RM18.48 million or 50.2% from approximately RM36.81 million as at 31 December 2023 to approximately RM55.29 million as at 31 December 2024 mainly due to trade payables to non-related parties.

Current income tax liabilities increased by approximately RM2.28 million or 132.5% from approximately RM1.73 million as at 31 December 2023 to approximately RM4.01 million as at 31 December 2024 mainly due to an increase in provision for taxation for the higher profit recorded during the year.

Contract liabilities decreased by approximately RM6.02 million or 7.6% from approximately RM78.96 million as at 31 December 2023 to approximately RM72.94 million as at 31 December 2024 mainly due to the satisfaction of performance obligation for existing engineering contracts for which advanced payments were previously collected.

(c) Review of changes in cash flows

In FY2024, net cash used in operating activities amounted to approximately RM11.68 million. This was due to operating cash inflow before working capital changes of approximately RM37.52 million, adjusted for (a) net working capital outflow of approximately RM45.03 million; (b) interest received of approximately RM3.25 million, and tax paid of approximately RM7.42 million.

The net working capital outflow was mainly due to (i) an increase in trade and other receivables of approximately RM60.45 million mainly as a result of three significant milestone billings to customers amounting to approximately RM80 million upon satisfaction of performance obligation for our engineering contracts towards the end of the financial year; and (ii) a decrease in net contract liabilities of approximately RM2.70 million; which was partially offset by an increase in trade and other payables of approximately RM18.48 million. The Group's operating cashflow is subject to the timing of the milestone billings in accordance with the contracts.

Net cash used in investing activities amounted to approximately RM0.59 million due to purchase of property, plant and equipment of approximately RM0.69 million and partially offset by proceeds from disposal of property, plant and equipment of approximately RM0.10 million.

Net cash used in financing activities amounted to approximately RM12.10 million due to dividends paid during the year.

As a result of the above, there was a net decrease of approximately RM24.36 million in cash and bank balances. As at 31 December 2024, the Group recorded healthy cash and bank balances of approximately RM106.14 million.

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

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

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For the Financial Year Ended 31 December 2024

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 Group remains confident about the long-term outlook of the Edible & Non-Edible Oil Refinery segment as global consumption of oils and fats grows in tandem with population growth. The global fats and oils market size was valued at USD256.99 billion in 2023 and is projected to surpass USD402.94 billion by 2033, representing a compounded annual growth rate of 4.6% from 2024 to 2033¹. With population growth and the growing demand for food, there is a corresponding demand for edible and non-edible oils and fats, specifically, vegetable oils. This trend could potentially benefit the Group as it is a solutions provider that caters to all types of vegetable oils, including palm oil, soybean oil and rapeseed oil, which are some of the major agricultural commodities in the world. Capitalising on this macro trend, the Group will continue to leverage its capabilities, integrated technology know-how, and proven track record to secure more projects especially larger scale projects, in both existing markets and new markets with emerging bright prospects.

The acceleration of focus on global environmental sustainability continues to benefit the Group's Renewable Energy segment. Indonesia, the world's biggest palm oil producing country, raised its mandatory blending of biodiesel from 30% to 35% (**B30** to **B35**) nationwide last year. Indonesia's biodiesel production rose to 11.6 MMt in 2023 from 10.3 MMt in 2022, according to the Indonesia Biofuel Producer Association ("**APROBI**")², while Indonesia's Ministry of Energy and Mineral Resources ("**MEMR**") has stated that they are targeting to implement the mandatory blending of biodiesel to 40% (**B40**) in early 2025³, which is expected to further increase biodiesel demand and production capacity requirements. Indonesia's Ministry of Energy and Mineral Resources ("**ESDM**") has also targeted to implement mandatory blending of biodiesel to 50% (**B50**) by 2026⁴. The world's second largest palm oil producing country, Malaysia is similarly committed to the phased implementation of its biodiesel programme, which currently has a 20% blending ratio for the transportation sector (**B20**). Malaysia's biodiesel production could rise to 1.8 MMt in 2024 if the government expands the B20 programme to more areas in the country, according to the Malaysian Biodiesel Association ("**MBB**")⁵. The Malaysian government has also launched the second phase of its National Energy Transition Roadmap ("**NETR**"), which targets the implementation of a 30% biodiesel blending mandate (**B30**) by 2030.⁶

With the aviation industry's commitment to achieve net zero carbon dioxide emissions by 2050, the market is moving towards sustainable aviation fuel ("**SAF**"), which is estimated to contribute to 65% of the reduction in emissions needed to hit the 2050 target⁷. Both private investment and national commitments are driving global growth for SAF, with a total of approximately €17.4 billion invested in SAF projects⁸. It is projected that the aviation sector's combined planned use of SAF will increase to over 700 thousand barrels per day by 2035, which is 8% of the total jet fuel pool by then. By 2050, world SAF use will reach nearly 2 million barrels per day, accounting for 19% of the global jet fuel pool⁹. With Southeast Asia's feedstocks potentially supplying approximately 12% of global SAF¹⁰, the Group is well positioned for the SAF trend 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.

With the backdrop of global climate change as a result of global warming, and the growing emphasis on environmental, social and governance ("**ESG**") considerations, the Group remains optimistic of the long-term growth prospects in the renewable energy sector. As part of its focus on this sector,

¹ <https://www.precedenceresearch.com/fats-and-oils-market>

² <https://www.hydrocarbonprocessing.com/news/2024/02/indonesia-sees-2024-biodiesel-consumption-rising-to-11-mmt/>

³ <https://gapki.id/en/news/2024/06/27/membr-b40-ready-for-implementation-next-year/>

⁴ <https://indonesiabusinesspost.com/insider/indonesia-to-build-additional-biodiesel-plants-for-b50-fuel-production/>

⁵ <https://www.reuters.com/business/energy/malaysia-2024-biofuel-output-seen-rising-if-b20-biodiesel-usage-expanded-2024-03-05/>

⁶ <https://biofuels-news.com/news/b30-biodiesel-mandate-pencilled-in-for-2030-in-malaysia/>

⁷ <https://www.iata.org/en/programs/sustainability/sustainable-aviation-fuels/>

⁸ <https://biofuels-news.com/news/sustainable-aviation-fuel-industry-takes-flight-with-14-7-billion-global-investment/>

⁹ <https://www.fgenergy.com/energy-transition/the-outlook-for-sustainable-aviation-fuel-saf/>

¹⁰ <https://biofuels-news.com/news/southeast-asia-primed-to-play-key-role-in-saf-growth-says-boeing/>

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the Group will further develop new and innovative processes to provide more support and solutions to the sustainability efforts of its existing customers and markets.

Barring any unforeseen circumstances and notwithstanding the uncertainties brought on by the current US trade war with Mexico, Canada and China, and volatility of the global economy affected by current geopolitical tensions, the Group expects its businesses to be driven primarily by the corresponding growth in the industries that it serves, with the overall outlook expected to remain positive.

As at the date of this announcement, the Group's order book based on unfulfilled orders from signed contracts and letters of awards obtained remains high at approximately RM354.9 million, with new orders secured of approximately RM207.0 million in the financial year ended 31 December 2024. The present order book is expected to be fulfilled over the next 18 to 24 months barring any unforeseen circumstances.

7. Dividend

(a) Any dividend recommended/declared for the current financial period reported on?

Yes. The Board of Directors proposes a final dividend of S\$0.018 per ordinary share, subject to shareholders' approval at the forthcoming annual general meeting of the Company. Together with the interim dividend of S\$0.009 per ordinary share paid in September 2024, this brings the Group's total declared dividend for FY2024 to S\$0.027 per ordinary share.

Name of dividend	Interim
Dividend type	Cash
Dividend amount per share	0.90 Singapore cents
Tax rate	Tax-exempt (one-tier)

Name of dividend	Final
Dividend type	Cash
Dividend amount per share	1.80 Singapore cents
Tax rate	Tax-exempt (one-tier)

(b) Any dividend recommended/declared for the corresponding period of the immediately preceding financial year?

Yes.

Name of dividend	Final
Dividend type	Cash
Dividend amount per share	1.60 Singapore cents
Tax rate	Tax-exempt (one-tier)

(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.

Refer to paragraph 7(a).

(d) Date payable

The date payable for the proposed final cash dividend will be announced at a later date.

(e) Record date

The record date will be announced at a later date.

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

Not applicable.

9. If the Group has obtained a general mandate from shareholders for interested person transactions ("IPT"), the aggregate of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

There are no interested person transactions of S\$100,000 and above entered into in FY2024.

The Group has not obtained a general mandate from shareholders for interested person transactions.

10. Disclosure on acquisition and realisation of shares pursuant to Rule 706A of the Catalist Rules

Not applicable. There were no acquisition or realisation of shares in any of the Group's subsidiaries nor incorporation of any new subsidiary or associated company by the Company or any of the Group's entities during FY2024.

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

The Company confirms that all the required undertakings under Rule 720(1) of the Catalist Rules have been obtained from all its directors and executive officers in the format set out in Appendix 7H of the Catalist Rules.

12. Use of IPO Proceeds

As at the date of this announcement, the utilisation of net proceeds from the IPO are as follows:

Use of Proceeds	Net IPO Proceeds (S\$'000)	Utilisation (S\$'000)
Working capital to expand our business operations through securing more projects and projects of a larger scale	2,634	-
Expansion of our business through investments, mergers and acquisitions, joint ventures and/or strategic alliances	1,000	-
Total	3,634	-

13. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

	2024 S\$'000	2023 S\$'000
Ordinary dividends		
- Interim dividend paid	1,287	-
- Final dividend proposed / paid	2,574	2,288
	3,861	2,288

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14. Breakdown of sales

Group	2024 RM'000	2023 RM'000	Change %
(a) Sales reported for:			
- First half of the financial year	100,454	76,727	30.9
- Second half of the financial year	129,838	124,387	4.4
	<u>230,292</u>	<u>201,114</u>	14.5
(b) Operating profit after tax before deducting non-controlling interests reported for:			
- First half of the financial year	10,278	6,850	50.0
- Second half of the financial year	19,365	12,270	57.8
	<u>29,643</u>	<u>19,120</u>	55.0

15. 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). If there are no such persons, the issuer must make an appropriate negative statement.

Pursuant to Rule 704(10) of the Catalist Rules, the Company confirms that there were no persons occupying a managerial position in the Company or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Mr. Yong Khai Weng
Executive Director and Chief Executive Officer

12 February 2025