

PENGUIN INTERNATIONAL LIMITED

Condensed interim financial statements
for the six months ended 30 June 2025

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**A. CONDENSED INTERIM CONSOLIDATED INCOME
STATEMENT FOR THE PERIOD ENDED 30 JUNE 2025**

	Note	Group		+ / (-) %
		6 months ended 30 June 2025 \$'000	6 months ended 30 June 2024 \$'000	
Revenue		122,041	59,898	103.7
Cost of sales		(82,377)	(32,959)	149.9
Gross profit		39,664	26,939	47.2
Other income		5,486	2,794	96.3
Marketing and distribution costs		(604)	(339)	78.2
Administrative expenses		(17,911)	(14,564)	23.0
Other operating expenses		(15,799)	(6,271)	151.9
Trade receivable written off		–	(1,362)	(100.0)
Provision for expected credit loss		–	(1,088)	(100.0)
Results from operating activities		10,836	6,109	77.4
Finance costs		(1,367)	(1,323)	3.3
Finance income		550	863	(36.3)
Profit before tax	6	10,019	5,649	77.4
Income tax expense	7	(2,993)	(2,757)	8.6
Profit for the period		7,026	2,892	142.9
Attributable to:				
Owners of the Company		7,026	2,892	142.9
Non-controlling interests		–	–	NM
Profit for the period		7,026	2,892	142.9
Earnings per share (cents per share)				
- Basic	8	3.19	1.31	
- Diluted	8	3.19	1.31	

B. CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED 30 JUNE 2025

	Group		
	6 months ended 30 June 2025	6 months ended 30 June 2024	+/(-)
	\$'000	\$'000	%
Profit for the period	7,026	2,892	142.9
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss			
Net effect of exchange differences arising from quasi capital loan to subsidiaries	(4,695)	1,687	NM
Foreign currency translation	110	(195)	NM
	(4,585)	1,492	NM
Items that will not be reclassified subsequently to profit or loss			
Changes in fair value of equity investment at FVOCI	(2,185)	2,672	NM
	(2,185)	2,672	NM
Other comprehensive income for the period, net of tax	(6,770)	4,164	NM
Total comprehensive income for the period, net of tax	256	7,056	(96.4)
Attributable to:			
Owners of the Company	256	7,056	(96.4)
Non-controlling interests	—	—	NM
Total comprehensive income for the period	256	7,056	(96.4)

C. CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2025

		Group			Company		
		30 June 2025	31 December 2024	+/(−)	30 June 2025	31 December 2024	+/(−)
	Not e	\$'000	\$'000	%	\$'000	\$'000	%
Non-current assets							
Property, plant and equipment	13	187,054	172,807	8.2	902	1,101	(18.1)
Right-of-use assets		9,356	8,812	6.2	—	—	NM
Investment in subsidiaries		—	—	NM	99,858	99,858	0.0
Other investments	11	10,929	13,114	(16.7)	10,929	13,114	(16.7)
Intangible asset	12	78	78	0.0	—	—	NM
Trade receivables		4,992	7,970	(37.4)	—	—	NM
Other receivables	14	876	1,285	(31.8)	—	—	NM
		213,285	204,066	4.5	111,689	114,073	(2.1)
Current assets							
Inventories		81,137	69,857	16.1	—	—	NM
Trade receivables		38,578	41,757	(7.6)	3,434	5,037	(31.8)
Other receivables and deposits	14	28,223	26,827	5.2	105	223	(52.9)
Contract assets		10,144	22,297	(54.5)	537	15,821	(96.6)
Prepayments		2,707	3,272	(17.3)	350	179	95.5
Derivatives		3	952	(99.7)	3	952	(99.7)
Loans to subsidiaries		—	—	NM	101,150	82,592	22.5
Fixed deposits		9,628	7,322	31.5	6,247	3,916	59.5
Cash and bank balances		22,250	26,661	(16.5)	4,549	1,688	169.5
		192,670	198,945	(3.2)	116,375	110,408	5.4
Assets classified as held for sale		—	4,201	(100.0)	—	—	NM
		192,670	203,146	(5.2)	116,375	110,408	5.4
Current liabilities							
Trade payables		27,311	11,583	135.8	—	9	(100.0)
Other payables and accruals	15	30,429	31,329	(2.9)	3,483	4,171	(16.5)
Provisions		1,956	2,200	(11.1)	—	—	NM
Contract liabilities		43,000	41,586	3.4	—	—	NM
Derivatives		1,673	693	141.4	1,382	585	136.2
Provision for income tax		5,658	6,982	(19.0)	497	922	(46.1)
Lease liabilities		2,560	1,579	62.1	—	—	NM
Term loans	16	8,259	14,034	(41.2)	6,535	8,072	(19.0)
Deposits from subsidiaries		—	—	NM	66,205	48,496	36.5
		120,846	109,986	9.9	78,102	62,255	25.5
Net current assets		71,824	93,160	(22.9)	38,273	48,153	(20.5)

C. CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2025 (cont'd)

	Note	Group			Company		
		30 June	31 December	+ / (-)	30 June	31 December	+ / (-)
		2025	2024		2025	2024	
		\$'000	\$'000	%	\$'000	\$'000	%
Non-current liabilities							
Deferred tax liabilities		8,266	8,211	0.7	329	688	(52.2)
Provisions		2,161	2,167	(0.3)	–	–	NM
Lease liabilities		7,337	7,695	(4.7)	–	–	NM
Term loans	16	35,056	36,464	(3.9)	13,660	14,264	(4.2)
		52,820	54,537	(3.1)	13,989	14,952	(6.4)
Net assets		232,289	242,689	(4.3)	135,973	147,274	(7.7)
Share capital	17	94,943	94,943	0.0	94,943	94,943	0.0
Reserves		137,354	147,754	(7.0)	41,030	52,331	(21.6)
Non-controlling interests		(8)	(8)	0.0	–	–	NM
Total equity		232,289	242,689	(4.3)	135,973	147,274	(7.7)

**D. CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2025**

	<u>Attributable to owners of the Company</u>				Non-	Total equity \$'000
	Share capital \$'000	Other reserves \$'000	Retained earnings \$'000	Sub-total \$'000	controlli ng interests \$'000	
The Group						
Opening balance at 1 January 2025	94,943	(2,492)	150,246	242,697	(8)	242,689
Profit for the period	–	–	7,026	7,026	–	7,026
<u>Other comprehensive income</u>						
Net effect of exchange differences arising from quasi capital loan to subsidiaries	–	(4,695)	–	(4,695)	–	(4,695)
Foreign currency translation	–	110	–	110	–	110
Change in fair value of equity investment at FVOCI	–	(2,185)	–	(2,185)	–	(2,185)
Other comprehensive income for the period, net of tax	–	(6,770)	–	(6,770)	–	(6,770)
Total comprehensive income for the period	–	(6,770)	7,026	256	–	256
<u>Contributions by and distributions to owners</u>						
Dividends paid	–	–	(10,656)	(10,656)	–	(10,656)
Total contributions by and distributions to owners	–	–	(10,656)	(10,656)	–	(10,656)
Closing balance at 30 June 2025	94,943	(9,262)	146,616	232,297	(8)	232,289

**D. CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2025 (cont'd)**

	Attributable to owners of the Company				Non- controlling interests \$'000	Total equity \$'000
	Share capital \$'000	Other reserves \$'000	Retained earnings \$'000	Sub-total \$'000		
The Group						
Opening balance at 1 January 2024	94,943	(5,778)	122,245	211,410	(7)	211,403
Profit for the period	–	–	2,892	2,892	–	2,892
Other comprehensive income						
Net effect of exchange differences arising from quasi capital loan to subsidiaries	–	1,687	–	1,687	–	1,687
Foreign currency translation	–	(195)	–	(195)	–	(195)
Change in fair value of equity investment at FVOCI	–	2,672	–	2,672	–	2,672
Other comprehensive income for the period, net of tax	–	4,164	–	4,164	–	4,164
Total comprehensive income for the period	–	4,164	2,892	7,056	–	7,056
Contributions by and distributions to owners						
Dividends paid	–	–	(7,530)	(7,530)	–	(7,530)
Total contributions by and distributions to owners	–	–	(7,530)	(7,530)	–	(7,530)
Closing balance at 30 June 2024						
	94,943	(1,614)	117,607	210,936	(7)	210,929

**D. CONDENSED INTERIM STATEMENT OF CHANGE IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2025 (cont'd)**

	Share capital \$'000	Other reserve \$'000	Retained earnings \$'000	Total equity \$'000
Company				
Opening balance at 1 January 2025	94,943	5,114	47,217	147,274
Profit for the period	–	–	1,540	1,540
<u>Other comprehensive income</u>				
Change in fair value of equity investment at FVOCI	–	(2,185)	–	(2,185)
Total comprehensive income for the period	–	(2,185)	1,540	(645)
<u>Contributions by and distributions to owners</u>				
Dividends paid	–	–	(10,656)	(10,656)
Total contributions by and distributions to owners	–	–	(10,656)	(10,656)
Closing balance at 30 June 2025	94,943	2,929	38,101	135,973

	Share capital \$'000	Other reserve \$'000	Retained earnings \$'000	Total equity \$'000
Company				
Opening balance at 1 January 2024	94,943	4,385	48,512	147,840
Profit for the period	–	–	3,254	3,254
<u>Other comprehensive income</u>				
Change in fair value of equity investment at FVOCI	–	2,672	–	2,672
Total comprehensive income for the period	–	2,672	3,254	5,926
<u>Contributions by and distributions to owners</u>				
Dividends paid	–	–	(7,530)	(7,530)
Total contributions by and distributions to owners	–	–	(7,530)	(7,530)
Closing balance at 30 June 2024	94,943	7,057	44,236	146,236

E. CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 30 JUNE 2025

	Group	
	6 months ended 30 June 2025	6 months ended 30 June 2024
Note	\$'000	\$'000
Operating activities		
Profit before tax	10,019	5,649
Adjustments for:		
Depreciation of property, plant and equipment and right-of-use assets	9,828	8,621
Gain on disposal of property, plant and equipment and assets classified as held for sale	(4,279)	-
Property, plant and equipment cost used in conversion works on third party vessels	-	306
Interest expense	1,296	1,212
Interest income	(550)	(863)
Provision for employee retirement benefits	-	(69)
Net fair value gain on derivatives	1,929	98
Provision for warranty claims on shipbuilding contracts, net	662	987
Fixed Assets written off	8	-
Trade receivable written off	-	1,362
Provision for expected credit loss	-	1,088
Currency alignment	1,585	(105)
Operating cash flows before changes in working capital	20,498	18,286
Inventories	(27,063)	(36,433)
Trade receivables	6,158	(467)
Other receivables, deposits and prepayments	(223)	11,747
Contract assets	12,153	(2,958)
Trade payables	15,728	7,532
Other payables and accruals	(900)	(2,692)
Provisions	(906)	(202)
Contract liabilities	1,414	17,703
Cash flows from operations	26,859	12,516
Interest paid	(1,296)	(1,212)
Interest received	550	863
Income taxes paid, net	(4,435)	(2,040)
Net cash flows from operating activities	21,678	10,127

**E. CONDENSED INTERIM CONSOLIDATED CASH FLOW
STATEMENT FOR THE PERIOD ENDED 30 JUNE 2024 (cont'd)**

	Group	
	6 months ended 30 June 2025 \$'000	6 months ended 30 June 2024 \$'000
Investing activities		
Proceeds from disposal of property, plant and equipment and assets classified as held for sale	12,211	-
Additions to property, plant and equipment	(16,607)	(2,826)
Net cash flows used in investing activities	(4,396)	(2,826)
Financing activities		
Proceed from bank loans	-	5,260
Repayment of bank loans	(6,811)	(6,461)
Dividends paid	(10,656)	(7,530)
Payment of principal portion of lease liabilities	(1,350)	(697)
Decrease / (increase) in pledged deposits with licensed banks	175	(74)
Net cash flows used in financing activities	(18,642)	(9,502)
Net decrease in cash and cash equivalents	(1,360)	(2,201)
Effect of exchange rate changes on cash and cash equivalents	(570)	135
Cash and cash equivalents at beginning of period	26,417	19,787
Cash and cash equivalents at end of period	24,487	17,721

F. Notes to the condensed interim consolidated financial statements

1. Corporate information

Penguin International Limited (the Company) is a limited company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited (SGX-ST).

These condensed interim consolidated financial statements for the six months ended 30 June 2025 comprise the Company and its subsidiaries (collectively, the Group).

The principal activities of the Company are to act as: (i) owners and operators of workboats and passenger boats, (ii) designers and builders of aluminium high-speed vessels and (iii) investment holding.

2. Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2025 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 performance of the Group since the last annual financial statements for the year ended 31 December 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 have been prepared on the historical cost basis except as otherwise described in the note below.

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

2.1 New and amended standards adopted by the Group

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

2.2 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgement, estimates and assumptions that effect the application of accounting policies and the reporting 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 estimations uncertainty were the same as those that applied to the consolidated financial statement as at end of the 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.

Management is of the opinion that there are no critical judgements made in applying the Group's accounting policies and no assumptions and estimation of uncertainties that have a significant risk of resulting in a material adjustment within the next financial year.

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

4.1 Reportable segments

For management purposes, the Group is organised into business units based on their products and services, and has two reportable operating segments as follows:

- (a) The vessel chartering segment charters out workboats and passenger boats as an owner and operator.
- (b) The shipbuilding, ship repair and maintenance segment act as a builder of high speed aluminium commercial vessels and contractor for ship repairs and maintenance services.

Except as indicated above, no operating results have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements.

4.1 Reportable segments (cont'd)

	Vessel chartering		Shipbuilding, ship repair and maintenance		Adjustments and eliminations		Notes	Total	
	6 months ended 30 June 2025	6 months ended 30 June 2024	6 months ended 30 June 2025	6 months ended 30 June 2024	6 months ended 30 June 2025	6 months ended 30 June 2024		6 months ended 30 June 2025	6 months ended 30 June 2024
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000		\$'000	\$'000
Revenue									
Sales to external customers	25,674	22,282	96,367	37,616	–	–		122,041	59,898
Inter-segment sales	309	177	36,881	20,712	(37,190)	(20,889)	A	–	–
Total revenue	25,983	22,459	133,248	58,328	(37,190)	(20,889)		122,041	59,898
Results									
Finance income	388	922	384	763	(222)	(822)	B	550	863
Dividend income	243	243	–	–	–	–		243	243
Depreciation	(8,012)	(7,363)	(3,082)	(2,462)	1,266	1,204	B	(9,828)	(8,621)
Financial costs	(863)	(1,069)	(726)	(1,076)	222	822	B	(1,367)	(1,323)
Property, plant and machinery written off	(4)	–	(4)	–	–	–		(8)	–
Trade receivable written off	–	–	–	(1,362)	–	–		–	(1,362)
Provision for expected credit loss	–	–	–	(1,088)	–	–		–	(1,088)
Segment profit before tax	(7,315)	3,325	14,292	1,494	3,042	830	C	10,019	5,649
Taxation								(2,993)	(2,757)
Profit for the interim period								7,026	2,892

4.1 Reportable segments (cont'd)

The following table presents assets, liabilities and other segment information regarding the Group's business segments for the period ended 30 June 2025 and 2024:

	Vessel chartering		Shipbuilding, ship repair and maintenance		Discontinued operation		Adjustments and eliminations			Total	
	6 month ended 30 June 2025	6 month ended 30 June 2024	6 month ended 30 June 2025	6 month ended 30 June 2024	6 month ended 30 June 2025	6 month ended 30 June 2024	6 month ended 30 June 2025	6 month ended 30 June 2024	Notes	6 month ended 30 June 2025	6 month ended 30 June 2024
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000		\$'000	\$'000
Assets and liabilities											
Additions to non-current assets	36,004	19,426	5,110	1,121	—	—	(8,724)	(4,256)	D	32,390	16,291
Goodwill	—	—	78	78	—	—	—	—		78	78
Segment assets	340,213	243,777	340,380	233,577	367	367	(275,005)	(82,030)	E	405,955	395,691
Segment liabilities	195,205	77,260	206,220	148,640	—	—	(227,759)	(41,138)	F	173,666	184,762

4.1 Reportable segments (cont'd)

Note: Nature of adjustments and eliminations to arrive at amounts reported in the consolidated financial statements

- A. Inter-segment revenues are eliminated on consolidation.
- B. Inter-segment interest income and finance expenses are eliminated on consolidation. Depreciation on mark-up arising from inter-segment sale of vessels are also eliminated on consolidation.
- C. The following items are added to segment profit before tax to arrive at "profit before tax" presented in the consolidated income statement:

	30 June 2025 \$'000	30 June 2024 \$'000
From inter-segment transactions	3,042	830

- D. The adjustments and eliminations relate to additions to leasehold building which cannot be allocated to each segment and inter-segment sales of vessels.
- E. The following items are deducted from segment assets to arrive at total assets reported in the consolidated balance sheet:

	30 June 2025 \$'000	30 June 2024 \$'000
Inter-segment assets	(275,005)	(82,030)

- F. The following items are (deducted from) / added to segment liabilities to arrive at total liabilities reported in the consolidated balance sheet:

	30 June 2025 \$'000	30 June 2024 \$'000
Inter-segment liabilities	(241,683)	(51,647)
Current tax liabilities	5,658	3,105
Deferred tax liabilities	8,266	7,404
	(227,759)	(41,138)

4.1 Reportable segments (cont'd) Geographical information

The following is revenue information based on the geographical location of the Group's customers:

	Group 6 months ended					
	Vessel chartering		Shipbuilding, ship repair and maintenance		Total	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Singapore	4,071	4,098	23,441	9,343	27,512	13,441
Rest of Southeast Asia	8,724	11,220	14,711	156	23,435	11,376
East Asia	—	—	7,928	88	7,928	88
Africa	5,834	2,979	8,426	—	14,260	2,979
Australia	751	—	—	—	751	—
Europe	—	—	33,990	13,689	33,990	13,689
Middle East	6,294	3,807	7,739	14,211	14,033	18,018
Others	—	178	132	129	132	307
	25,674	22,282	96,367	37,616	122,041	59,898

Management does not monitor non-current assets and capital expenditure by geographical segment because the Group's non-current assets comprise mainly of vessels, which cannot be meaningfully allocated by geographic location as vessels can be deployed at any location at various points in time.

4.2 Disaggregation of revenue

	Group 6 months ended					
	Vessel chartering		Shipbuilding, ship repair and maintenance		Total	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024	30 June 2025	30 June 2024
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Types of goods or service:						
Sale of goods	-	-	86,812	1,008	86,812	1,008
Rendering of services	25,674	22,282	9,555	36,608	35,229	58,890
	25,674	22,282	96,367	37,616	122,041	59,898

5. Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2025 and 31 December 2024:

	Group		Company	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
	\$'000	\$'000	\$'000	\$'000
Financial assets				
Financial assets at fair value through other comprehensive income (FVOCI)	10,929	13,114	10,929	13,114
Cash and bank balances, fixed deposits, contract assets, trade receivables, other receivables and deposits and loans to subsidiaries (Amortised cost)	84,142	93,773	115,966	109,218
Financial assets at fair value through profit or loss	3	952	3	952
	95,074	107,839	126,898	123,284
Financial liabilities				
Trade payables, other payables and accruals, lease liabilities, deposit from subsidiary and bank loans (Amortised cost)	110,952	102,684	89,685	74,765
Financial liabilities at fair value through profit or loss	1,673	693	1,382	585
	112,625	103,377	91,067	75,350

6. Profit before tax

6.1 Significant items

	Group	
	6 months ended 30 June 2025	6 months ended 30 June 2024
	\$'000	\$'000
Gain on disposal of property, plant and equipment	4,279	-
Interest income	550	863
Interest expense	(1,296)	(1,212)
Depreciation of property, plant and equipment and right-of-use assets	(9,828)	(8,621)
Foreign exchange (loss) / gain, net	(7,393)	1,516
Trade receivable written off	-	(1,362)
Provision for expected credit loss	-	(1,088)

6.2 Interested person transactions

The Company does not have a shareholders' mandate for interested person transactions.

There were no significant interested persons transactions of or over S\$100,000 in value entered into during the financial period ended 30 June 2025.

7. Income tax expense

The Group calculates the period's 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 income are:

	6 months ended 30 June 2025	6 months ended 30 June 2024
	\$'000	\$'000
Current tax		
Current income tax expense	3,081	1,494
(Over) / under provision in respect of previous years	(160)	53
Deferred tax		
Movement in temporary differences	15	1,201
Under provision in respect of previous years	57	9
	<u>2,993</u>	<u>2,757</u>

8. Earnings per share

	Group	
	6 months ended	
	30 June 2025	30 June 2024
Profit attributable to equity holders of the Company (\$)	<u>7,026,000</u>	<u>2,892,000</u>
Weighted average number of ordinary shares in issue for calculation of basic and diluted earnings per share	<u>220,169,774</u>	<u>220,169,774</u>
Basic earnings per share (cents)	<u>3.19</u>	<u>1.31</u>

The calculation of basic earnings per share at 30 June was based on profit attributable to owners of the Company and the weighted average number of ordinary shares outstanding.

The Group has no dilution in its earnings per share at 30 June 2025 and 30 June 2024.

9. Dividends

No interim dividend for the half year ended 30 June 2025 (30 June 2023: Nil) is recommended as the Group intends to conserve cash for its fleet and shipyard expansion projects.

10. Net asset value

	Group		Company	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
Net asset value per ordinary share based on the issued share capital at the end of period (cents)	105.50	110.23	61.76	66.89

Net asset value per share for both periods is computed based on the number of shares in issue of 220,169,774.

11. Financial assets at fair value through other comprehensive income

Financial assets at fair value through other comprehensive income comprise the following:

	Group	
	30 June 2025	31 December 2024
	\$'000	\$'000
Singapore listed equity securities		
- Marco Polo Marine Limited	10,929	13,114

11.1 Fair value measurement

The Group classifies financial assets measured at fair value using a fair value hierarchy which reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

Level 1– Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at measurement date,

Level 2– Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and

Level 3– Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

As at 30 June 2025, the Group has investment in quoted equity security representing Level 1 financial asset which is carried at fair value amount of \$10,929,000 (31 December 2024: \$13,114,000). The quoted equity security is listed on the SGX-ST in Singapore.

12. Intangible assets

	Goodwill
	\$'000
Group	
Cost	
At 31 December 2024 and 30 June 2025	291
Accumulated impairment loss	
At 31 December 2024 and 30 June 2025	(213)
Net carrying amount	
At 31 December 2024 and 30 June 2025	78

Goodwill on consolidation arose from the acquisition of PT Kim Seah Shipyard Indonesia during the financial year ended 31 December 2006. The goodwill amount was determined based on the fair value of the net assets acquired less the purchase consideration paid on the date of purchase. The goodwill has been allocated to PT Kim Seah Shipyard Indonesia as a cash generating unit ("CGU") for impairment testing.

No impairment loss for goodwill was required for the financial year / period ended 31 December 2024 and 30 June 2025.

13. Property, plant and equipment

During the six months ended 30 June 2025, the Group acquired assets amounting to \$32,390,000 (30 June 2024: \$16,291,000) and disposed of assets amounting to \$7,932,000 (30 June 2024: NIL).

14. Other receivables and deposits

	Group		Company	
	30 June	31 December	30 June	31 December
	2025	2024	2025	2024
	\$'000	\$'000	\$'000	\$'000
Current:				
<i>Financial assets</i>				
Other receivables	4,512	5,104	49	164
Deposits	819	1,337	–	–
Insurance claims	2,487	2,337	–	–
	7,818	8,778	49	164
<i>Non-financial assets</i>				
Advance payment to suppliers	19,067	17,645	56	59
Other receivables	1,338	404	–	–
	20,405	18,049	56	59
Total current other receivables and deposits	28,223	26,827	105	223
Non-current:				
<i>Financial assets</i>				
Other receivables	876	1,285	–	–
Total other receivables and deposits	29,099	28,112	105	223

Included in the Group's current other receivables and non-current other receivables is an amount of \$1,334,000 (31 December 2024: \$1,210,000) and \$876,000 (31 December 2024: \$1,285,000) respectively which pertains to sale of vessels (under property, plant and equipment) under deferred payment arrangements.

15. Other payables and accruals

	Group		Company	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
	\$'000	\$'000	\$'000	\$'000
<i>Financial liabilities</i>				
Accrued operating expenses	26,286	30,100	3,121	3,709
Advance payment and deposit received	3,824	586	–	105
Advance billings	–	–	–	–
Other payables	319	643	164	154
	30,429	31,329	3,285	3,968
<i>Non-financial liabilities</i>				
Other payables	–	–	198	203
Total other payables and accruals	30,429	31,329	3,483	4,171

16. Term loans

	Group		Company	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024
	\$'000	\$'000	\$'000	\$'000
<u>Amount repayable within one year or on demand</u>				
Secured	8,259	13,658	6,535	7,696
Unsecured	–	376	–	376
	8,259	14,034	6,535	8,072
<u>Amount repayable after one year</u>				
Secured	35,056	36,464	13,660	–
Unsecured	–	–	–	14,264
	35,056	36,464	13,660	14,264
Total term loans	43,315	50,498	20,195	22,336

The Group's bank borrowings are secured by way of mortgages over subsidiaries' vessels and properties, including assignment of insurance policies, charter earnings and contracts.

17. Share capital

	Group and Company			
	30 June 2025		31 December 2024	
	Number of shares '000	Amount \$'000	Number of shares '000	Amount \$'000
Ordinary shares issued and fully paid				
Beginning of interim period	220,170	94,943	220,170	94,943

The Company did not hold any treasury shares as at 30 June 2025 and 31 December 2024.

The Company's subsidiaries did not hold any shares in the Company as at 30 June 2025 and 31 December 2024.

18. Subsequent events

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

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2

1. Review

The statement of financial position as at 30 June 2025 and the related consolidated income, consolidated statement of comprehensive income, statement of changes in equity and consolidated cash flow statement for the half year ended 30 June 2025 and the selected explanatory notes (the “Condensed Interim financial Statement”) have not been audited or reviewed by the Company’s auditors.

2. Review of Performance of the Group

Overview

In 1H2025, Penguin’s core aluminium shipbuilding and crewboat chartering businesses grew steadily, fuelled by healthy demand in offshore energy, primarily from Europe, the Middle East and Africa.

In 1H2025, Group revenue rose 103.7% year-on-year to \$122.0 million, while gross profit rose 47.2% to \$39.7 million and net profit after tax rose 142.9% to \$7.0 million.

As at 30 June 2025, cash, bank balances and fixed deposits stood at \$31.9 million, versus bank loans - primarily used to fund yard development and fleet expansion - of \$43.3 million (19.1% short term). This compares with \$34.0 million in cash and \$50.5 million in loans (27.8% short term) respectively a year earlier.

Review of the Group's Performance in 1H2025

	1H2025	1H2024	+ / (-)
	\$'000	\$'000	%
Shipbuilding, ship repair and maintenance revenue	96,367	37,616	156.2%
Vessel chartering revenue	25,674	22,282	15.2%
Total revenue	122,041	59,898	103.7%
Cost of sale	(82,377)	(32,959)	149.9%
Gross profit	39,664	26,939	47.2%
Net profit after tax	7,026	2,892	142.9%

Group revenue in 1H2025 was \$122.0 million, a rise of 103.7% from 1H2024. The increase in revenue was led by more shipbuilding activities this year, namely the construction of a fireboat for a Singaporean owner, windfarm vessels for a Swedish owner and large car-cum-passenger ferries (RoPax) for a Middle Eastern owner, as well as sales of a few Flex Fighter armoured security vessels to owners in West Africa.

Over the same period, vessel chartering revenue rose from \$22.3 million to \$25.7 million, as the Group’s continued to deploy more of its newbuild crewboats to the Middle East and Africa.

The year-on-year increase in other income to \$5.4 million arose largely out of gains from the sale of more fleet vessels in 1H2025.

The increase in administrative expenses was due mainly to higher personnel costs arising from an increase in headcount and wages, which was in line with an increase in shipbuilding, ship repair and vessel chartering activities.

The increase in other operating expenses arose mostly from a net foreign exchange loss of \$7.4 million in 1H2025 due to the weakening of the US Dollar, compared to a net foreign exchange gain of \$1.5 million in 1H2024.

Following from the above, the Group posted a higher net profit after tax of \$7.0 million in 1H2025, up 142.9% from 1H2024.

Changes in Balance Sheet

As of the date of this announcement, the Group's core aluminium shipbuilding, ship repair and vessel chartering businesses remain unchanged.

The increase in inventories was due mainly to more build-to-stock vessels under construction.

The net decrease in trade receivables (non-current) and trade receivables (current) was due mainly to differences in the timing of billings and collections during the period.

The increase in other receivables (non-current) and other receivables (current) and deposits was due mainly to an increase in deposits for long-lead equipment for shipbuilding activities.

The increase in trade payables and other payables and accruals was due mainly to differences in the timing of payment made during the period.

Review of Group Cashflow

The net cash of \$21.7 million from operating activities was mostly generated by shipbuilding activities.

The net cash of \$4.4 million used in investing activities was for the addition of new vessels to the Group's fleet. This was partially offset by the sale of vessels from Group's fleet.

The net cash of \$18.6 million used in financing activities was for a dividend payment and repayment of bank loans.

As a result of the above cash movements, the Group's cash and cash equivalents decreased to \$24.5 million as at 30 June 2025, compared with \$26.4 million as at 31 December 2024.

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

Not applicable.

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

Penguin expects short-to-medium term demand for the Company's multi-role Flex crewboats and WindFlex Crew Transfer Vessels (CTV) to remain steady, notwithstanding weakening oil prices and a slowdown in offshore windfarm developments in Europe.

One reason for this sector's relative resilience is that crewboats and CTVs serve an essential role as safe and economical modes of transport for offshore workers and cargo. A major risk is oversupply of competing vessels, which would weigh down vessel prices and charter rates. This risk appears low for now.

Meanwhile in the Middle East, where Penguin both operates and sells its crewboats, management is keeping a close watch on the latest geopolitical events, which may potentially affect its charters and sales in the region. The situation for now appears stable and the Company's business activities are largely unaffected.

However, currency fluctuations can have a significant impact on the Company's foreign currency denominated contracts. The market uncertainty arising from recent US tariff policy changes has impacted USD exchange rates relative to SGD. Movements exchange rate risk and foreign currency exposure can result in foreign exchange losses and also affect cost and overall profit margins.

5. Dividend Information

5a. Current Financial Period Reported on

Any dividend recommended for the current financial period reported on?

No interim dividend for the half year ended 30 June 2025 is recommended as the Group intends to conserve cash for its fleet and shipyard expansion projects.

5b. Corresponding Period of the Immediate Preceding Financial Year

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

No interim dividend for the half year ended 30 June 2024 is recommended as the Group intends to conserve cash for its fleet and shipyard expansion projects

6. If the group has obtained a general mandate from shareholders for IPT's, the aggregate value of such transactions as required under Rule 920 (1)(a)(ii). If not IPT mandate has been obtained, a statement to that effect.

The Company does not have a shareholders' mandate for interested person transactions.

There were no significant interested persons transactions of or over S\$100,000 in value entered into during the financial period ended 30 June 2025.

7. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

Confirmation by the Board

On behalf of the Board of Directors of the Company, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the six-month period ended 30 June 2025 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Tung May Fong
Finance & Administration Director

Singapore
7 August 2025