THE HOUR GLASS

# The Hour Glass Limited and its Subsidiaries

Company Registration No. 197901972D

Condensed Interim Consolidated Financial Statements
For the Half Year Ended 30 September 2025

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**For the half year ended 30 September 2025**

**A. Condensed interim consolidated income statement**
**For the half year ended 30 September 2025**

| | | Group | | |
|---|---|---|---|---|
| | | Half Year ended | | |
| | **Note** | **30 Sep 25** | **30 Sep 24** | **Change** |
| | | $'000 | $'000 | % |
| Revenue | 4 | 615,413 | 540,311 | 14% |
| Other income | 5 | 7,332 | 8,462 | -13% |
| **Revenue and other income** | | **622,745** | **548,773** | 13% |
| Cost of goods sold | | 425,933 | 374,655 | 14% |
| Employee benefits expense | | 37,364 | 35,748 | 5% |
| Selling and promotion expenses | | 20,009 | 19,625 | 2% |
| Depreciation of property, plant and equipment | | 9,031 | 7,012 | 29% |
| Depreciation of right-of-use assets | | 16,503 | 16,076 | 3% |
| Rental expenses | | 5,402 | 2,848 | 90% |
| Finance costs | 6 | 4,110 | 3,892 | 6% |
| Foreign exchange loss | | 354 | 2,290 | -85% |
| Other expenses | 7 | 13,187 | 12,590 | 5% |
| **Costs and expenses** | | **531,893** | **474,736** | 12% |
| Share of results of associates | | 5,723 | 4,599 | 24% |
| **Profit before taxation** | | **96,575** | **78,636** | 23% |
| Income tax expense | 8 | 20,878 | 17,076 | 22% |
| **Profit for the period** | | **75,697** | **61,560** | **23%** |
| **Profit attributable to:** | | | | |
| Owners of the Company | | 75,694 | 61,421 | 23% |
| Non-controlling interests | | 3 | 139 | -98% |
| | | **75,697** | **61,560** | **23%** |
| **Earnings per share (cents)** | | | | |
| Basic and diluted | 10 | 11.70 | 9.46 | 24% |

**B. Condensed interim consolidated statement of comprehensive income**
**For the half year ended 30 September 2025**

| | Group | | |
|---|---|---|---|
| | Half Year ended | | |
| | **30 Sep 25** | **30 Sep 24** | **Change** |
| | $'000 | $'000 | % |
| **Profit for the period** | **75,697** | **61,560** | **23%** |
| **Other comprehensive income:** | | | |
| Item that may be reclassified subsequently to profit or loss: | | | |
| Foreign currency translation | (970) | 10,182 | NM |
| Share of other comprehensive income of associates | (20) | (35) | -43% |
| Other comprehensive income for the period, net of tax | (990) | 10,147 | NM |
| **Total comprehensive income for the period** | **74,707** | **71,707** | **4%** |
| **Total comprehensive income attributable to:** | | | |
| Owners of the Company | 75,137 | 72,066 | 4% |
| Non-controlling interests | (430) | (359) | 20% |
| | **74,707** | **71,707** | **4%** |

*NM – Not Meaningful*

## C. Condensed interim statements of financial position
## As at 30 September 2025

| | Note | Group | | Company | |
|---|---|---|---|---|---|
| | | 30 Sep 25 | 31 Mar 25 | 30 Sep 25 | 31 Mar 25 |
| | | $'000 | $'000 | $'000 | $'000 |
| **Assets** | | | | | |
| **Non-current assets** | | | | | |
| Property, plant and equipment | 12 | 210,629 | 205,649 | 12,445 | 12,254 |
| Right-of-use assets | 13 | 152,318 | 90,732 | 47,887 | 51,790 |
| Investment properties | 14 | 216,382 | 217,029 | 73,009 | 73,009 |
| Intangible assets | 15 | 75,716 | 6,895 | 2,562 | 3,090 |
| Investment in subsidiaries | | - | - | 243,945 | 185,201 |
| Investment in associates | | 100,100 | 97,737 | - | - |
| Other receivables | | 8,993 | 10,588 | 3,288 | 4,850 |
| Deferred tax assets | | 1,316 | 1,060 | - | - |
| | | 765,454 | 629,690 | 383,136 | 330,194 |
| **Current assets** | | | | | |
| Inventories | | 347,246 | 328,305 | 214,628 | 209,795 |
| Trade and other receivables | | 29,712 | 31,815 | 11,932 | 15,962 |
| Prepaid operating expenses | | 4,173 | 3,212 | 1,514 | 759 |
| Amounts due from associates | | 132 | 484 | 2 | 349 |
| Amounts due from subsidiaries | | - | - | 7,768 | 9,238 |
| Cash and bank balances | | 196,108 | 178,689 | 53,840 | 50,018 |
| | | 577,371 | 542,505 | 289,684 | 286,121 |
| Asset held for sale | | - | 6,998 | - | - |
| | | 577,371 | 549,503 | 289,684 | 286,121 |
| **Total assets** | | **1,342,825** | **1,179,193** | **672,820** | **616,315** |
| **Equity and liabilities** | | | | | |
| **Current liabilities** | | | | | |
| Loans and borrowings | 16 | 86,519 | 54,811 | 40,000 | - |
| Trade and other payables | | 80,320 | 58,916 | 27,714 | 24,868 |
| Amounts due to subsidiaries | | - | - | 3,533 | 3,396 |
| Lease liabilities | | 29,160 | 27,787 | 16,415 | 16,881 |
| Income tax payable | | 20,486 | 16,131 | 11,642 | 11,323 |
| | | 216,485 | 157,645 | 99,304 | 56,468 |
| **Net current assets** | | **360,886** | **391,858** | **190,380** | **229,653** |
| **Non-current liabilities** | | | | | |
| Lease liabilities | | 130,162 | 69,217 | 33,850 | 37,098 |
| Deferred tax liabilities | | 9,470 | 10,692 | 148 | 162 |
| Other payables | | 847 | 814 | 179 | 154 |
| | | 140,479 | 80,723 | 34,177 | 37,414 |
| **Total liabilities** | | **356,964** | **238,368** | **133,481** | **93,882** |
| **Net assets** | | **985,861** | **940,825** | **539,339** | **522,433** |
| **Equity attributable to owners of the Company** | | | | | |
| Share capital | 17(a) | 67,638 | 67,638 | 67,638 | 67,638 |
| Treasury shares | 17(b) | (111,900) | (108,216) | (111,900) | (108,216) |
| Reserves | | 1,016,516 | 967,254 | 583,601 | 563,011 |
| | | 972,254 | 926,676 | 539,339 | 522,433 |
| **Non-controlling interests** | | 13,607 | 14,149 | - | - |
| **Total equity** | | **985,861** | **940,825** | **539,339** | **522,433** |
| **Total equity and liabilities** | | **1,342,825** | **1,179,193** | **672,820** | **616,315** |

## D. Condensed interim statements of changes in equity
## For the half year ended 30 September 2025

| | Share capital $'000 | Treasury shares $'000 | Foreign currency translation reserve $'000 | Capital reserve $'000 | Asset revaluation reserve $'000 | Revenue reserve $'000 | Total attributable to owners of the Company $'000 | Non-controlling interests $'000 | Total equity $'000 |
|---|---|---|---|---|---|---|---|---|---|
| <u>Group</u> | | | | | | | | | |
| **Balance at 1 April 2024** | **67,638** | **(104,701)** | **(62,695)** | **(142)** | **3,448** | **944,856** | **848,404** | **14,029** | **862,433** |
| **Total comprehensive income** | | | | | | | | | |
| Profit for the period | - | - | - | - | - | 61,421 | 61,421 | 139 | 61,560 |
| **Other comprehensive income** | | | | | | | | | |
| Foreign currency translation | - | - | 10,680 | - | - | - | 10,680 | (498) | 10,182 |
| Share of other comprehensive income of associates | - | - | (35) | - | - | - | (35) | - | (35) |
| Total other comprehensive income | - | - | 10,645 | - | - | - | 10,645 | (498) | 10,147 |
| **Total comprehensive income** | **-** | **-** | **10,645** | **-** | **-** | **61,421** | **72,066** | **(359)** | **71,707** |
| **Contributions by and distributions to owners** | | | | | | | | | |
| Purchase of treasury shares | - | (2,887) | - | - | - | - | (2,887) | - | (2,887) |
| Dividends on ordinary shares | - | - | - | - | - | (38,886) | (38,886) | - | (38,886) |
| Dividends paid to non-controlling interests | - | - | - | - | - | - | - | (108) | (108) |
| **Total transactions with owners in their capacity as owners** | **-** | **(2,887)** | **-** | **-** | **-** | **(38,886)** | **(41,773)** | **(108)** | **(41,881)** |
| **Balance at 30 September 2024** | **67,638** | **(107,588)** | **(52,050)** | **(142)** | **3,448** | **967,391** | **878,697** | **13,562** | **892,259** |

| | Share capital $'000 | Treasury shares $'000 | Foreign currency translation reserve $'000 | Capital reserve $'000 | Asset revaluation reserve $'000 | Revenue reserve $'000 | Total attributable to owners of the Company $'000 | Non-controlling interests $'000 | Total equity $'000 |
|---|---|---|---|---|---|---|---|---|---|
| <u>Group</u> | | | | | | | | | |
| **Balance at 1 April 2025** | **67,638** | **(108,216)** | **(64,871)** | **(142)** | **3,448** | **1,028,819** | **926,676** | **14,149** | **940,825** |
| **Total comprehensive income** | | | | | | | | | |
| Profit for the period | - | - | - | - | - | 75,694 | 75,694 | 3 | 75,697 |
| **Other comprehensive income** | | | | | | | | | |
| Foreign currency translation | - | - | (537) | - | - | - | (537) | (433) | (970) |
| Share of other comprehensive income of associates | - | - | (20) | - | - | - | (20) | - | (20) |
| Total other comprehensive income | - | - | (557) | - | - | - | (557) | (433) | (990) |
| **Total comprehensive income** | **-** | **-** | **(557)** | **-** | **-** | **75,694** | **75,137** | **(430)** | **74,707** |
| **Contributions by and distributions to owners** | | | | | | | | | |
| Purchase of treasury shares | - | (3,684) | - | - | - | - | (3,684) | - | (3,684) |
| Dividends on ordinary shares | - | - | - | - | - | (25,875) | (25,875) | - | (25,875) |
| Dividends paid to non-controlling interests | - | - | - | - | - | - | - | (112) | (112) |
| **Total transactions with owners in their capacity as owners** | **-** | **(3,684)** | **-** | **-** | **-** | **(25,875)** | **(29,559)** | **(112)** | **(29,671)** |
| **Balance at 30 September 2025** | **67,638** | **(111,900)** | **(65,428)** | **(142)** | **3,448** | **1,078,638** | **972,254** | **13,607** | **985,861** |

## D. Condensed interim statements of changes in equity (cont'd)
## For the half year ended 30 September 2025

| | Share capital $'000 | Treasury shares $'000 | Revenue reserve $'000 | Total equity $'000 |
|---|---|---|---|---|
| **Company** | | | | |
| **Balance at 1 April 2024** | **67,638** | **(104,701)** | **519,878** | **482,815** |
| **Total comprehensive income** | | | | |
| Profit for the period | - | - | 33,394 | 33,394 |
| **Total comprehensive income** | **-** | **-** | **33,394** | **33,394** |
| **Contributions by and distributions to owners** | | | | |
| Purchase of treasury shares | - | (2,887) | - | (2,887) |
| Dividends on ordinary shares | - | - | (38,886) | (38,886) |
| **Total transactions with owners in their capacity as owners** | **-** | **(2,887)** | **(38,886)** | **(41,773)** |
| **Balance at 30 September 2024** | **67,638** | **(107,588)** | **514,386** | **474,436** |
| **Balance at 1 April 2025** | **67,638** | **(108,216)** | **563,011** | **522,433** |
| **Total comprehensive income** | | | | |
| Profit for the period | - | - | 46,465 | 46,465 |
| **Total comprehensive income** | **-** | **-** | **46,465** | **46,465** |
| **Contributions by and distributions to owners** | | | | |
| Purchase of treasury shares | - | (3,684) | - | (3,684) |
| Dividends on ordinary shares | - | - | (25,875) | (25,875) |
| **Total transactions with owners in their capacity as owners** | **-** | **(3,684)** | **(25,875)** | **(29,559)** |
| **Balance at 30 September 2025** | **67,638** | **(111,900)** | **583,601** | **539,339** |

## E. Condensed interim consolidated statement of cash flows
## For the half year ended 30 September 2025

| | Note | Group<br>Half Year ended<br>30 Sep 25<br>$'000 | Group<br>Half Year ended<br>30 Sep 24<br>$'000 |
|---|---|---|---|
| **Operating activities** | | | |
| Profit before taxation | | 96,575 | 78,636 |
| Adjustments for: | | | |
| Finance costs | 6 | 4,110 | 3,892 |
| Interest income | 5 | (885) | (2,500) |
| Depreciation of property, plant and equipment | | 9,031 | 7,012 |
| Depreciation of right-of-use assets | | 16,503 | 16,076 |
| Amortisation of intangible assets | | 840 | 546 |
| Amortisation of deferred income | | (109) | (147) |
| Foreign currency translation adjustment | | 716 | 826 |
| Net (gain)/loss on disposal of property, plant and equipment | | (4) | 984 |
| Gain on disposal of asset held for sale | 5 | (510) | - |
| Share of results of associates | | (5,723) | (4,599) |
| **Operating cash flows before changes in working capital** | | **120,544** | **100,726** |
| Increase in inventories | | (17,743) | (18,483) |
| Decrease/(increase) in trade and other receivables | | 5,377 | (3,162) |
| Increase in prepaid operating expenses | | (958) | (1,616) |
| Decrease in amounts due from associates | | 354 | 101 |
| Increase/(decrease) in trade and other payables | | 20,288 | (2,304) |
| Decrease in amounts due to associates | | - | (105) |
| **Cash flows from operations** | | **127,862** | **75,157** |
| Income taxes paid | | (18,738) | (19,978) |
| Interest paid | | (4,110) | (3,892) |
| Interest received | | 885 | 2,500 |
| **Net cash flows from operating activities** | | **105,899** | **53,787** |
| | | | |
| **Investing activities** | | | |
| Acquisition of a subsidiary, net of cash acquired | 23 | (75,331) | - |
| Payments for purchase of property, plant and equipment | 12 | (10,311) | (13,309) |
| Additions to intangible assets | | (265) | (1,091) |
| Addition to/payments for purchase of investment properties | | (43) | (4,788) |
| Proceeds from disposal of asset held for sale | | 7,508 | - |
| Proceeds from disposal of property, plant and equipment | | 100 | 938 |
| Dividend received from an associate | | 5,132 | 2,952 |
| **Net cash flows used in investing activities** | | **(73,210)** | **(15,298)** |
| | | | |
| **Financing activities** | | | |
| Proceeds from loans and borrowings | | 40,000 | - |
| Repayment of loans and borrowings | | (8,391) | (12,961) |
| Payment of principal portion of lease liabilities | | (15,154) | (15,684) |
| Dividends paid to non-controlling interests | | (112) | (108) |
| Dividends paid on ordinary shares | | (25,875) | (38,886) |
| Purchase of treasury shares | | (3,684) | (2,887) |
| **Net cash flows used in financing activities** | | **(13,216)** | **(70,526)** |
| | | | |
| **Net increase/(decrease) in cash and cash equivalents** | | **19,473** | **(32,037)** |
| Effects of exchange rate changes on cash and cash equivalents | | (2,054) | 1,492 |
| Cash and cash equivalents at beginning of financial period | | 178,689 | 237,573 |
| **Cash and cash equivalents at end of financial period** | | **196,108** | **207,028** |

Cash and cash equivalents at the end of the period comprise the following:

| | Group<br>30 Sep 25<br>$'000 | Group<br>30 Sep 24<br>$'000 |
|---|---|---|
| Cash at bank and on hand | 151,828 | 98,971 |
| Fixed deposits with banks | 44,280 | 108,057 |
| | **196,108** | **207,028** |

**F. Business review and market outlook**
**For the half year ended 30 September 2025**

**F1. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. It must include a discussion of the following:**
**(a) 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; and**
**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.**

(a) Group performance review for the half year ended 30 September 2025

Revenue for the 6 months ended 30 September 2025 ("1H FY2026") rose 14% to $615.4 million (1H FY2025: $540.3 million). Gross margin was 30.8% in 1H FY2026 versus 30.7% in 1H FY2025.

Higher operating expenses incurred were due to the increase in the depreciation of property, plant and equipment compared to same period last year.

The Group achieved a 23% increase in profit after tax of $75.7 million versus $61.6 million in 1H FY2025.

An interim dividend of 2.00 cents per ordinary share (1H FY2025: 2.00 cents) for the half year ended 30 September 2025 is payable on 8 December 2025.

(b) Cash flow, working capital, assets or liabilities of the Group

As at 30 September 2025, group inventories were $347.2 million (31 March 2025: $328.3 million). Cash and bank balances stood at $196.1 million (31 March 2025: $178.7 million). Bank borrowings increased to $86.5 million (31 March 2025: $54.8 million).

The Company distributed $25.9 million as the final FY2025 dividend to shareholders and purchased $3.7 million of its own shares in 1H FY2026.

Consolidated net assets attributable to owners of the Company were $972.3 million or $1.51 per share, as at 30 September 2025.

**F2. A commentary at the date of 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.**

While ongoing trade tensions and macroeconomic uncertainties continue to weigh on luxury consumer sentiment, the Group's strategic partnerships with leading watch brands provide a resilient foundation for sustained performance.

The Group expects to remain profitable for the full financial year.

## 1. Corporate information

The Hour Glass Limited (the “Company") is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Company’s immediate and ultimate holding company is TYC Investment Pte Ltd, a company incorporated in Singapore.

The registered office and principal place of business of the Company is located at 302 Orchard Road, #11-01 Tong Building, Singapore 238862.

The principal activities of the Company and its subsidiaries (collectively, the "Group") are those of retailing and distribution of watches, jewellery and other luxury products, investment in properties and investment holding.

## 2. Basis of preparation

The condensed interim consolidated financial statements for the half year ended 30 September 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 consolidated 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 consolidated financial statements for the year ended 31 March 2025.

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

The condensed interim consolidated financial statements are presented in Singapore Dollars ("SGD" or "$") and all values in the tables are rounded to the nearest thousand ($'000), except when otherwise indicated.

### 2.1 New and amended standards adopted by the Group

The Group has adopted all applicable SFRS(I) that are mandatory for financial years beginning on or after 1 April 2025. The adoption of these standards did 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 consolidated 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.

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

### 3. Seasonal operations

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

### 4. Revenue

Revenue represents sale of goods after deducting allowances for goods returned and trade discounts.

Disaggregation of revenue from contracts with customers

The Group derives revenue from contracts with customers through the transfer of goods at a point in time. The Group has determined that disaggregation of revenue using existing segments and geographical markets meet the disclosure objective in SFRS(I) 15.114. Information regarding operating segments is disclosed in Note 20.

### 5. Other income

| | Group | |
|---|---|---|
| | Half Year ended | |
| | 30 Sep 25 | 30 Sep 24 |
| | $'000 | $'000 |
| Rental income | 4,376 | 4,404 |
| Interest income from cash and bank balances | 885 | 2,500 |
| Management fee income from associates | 1,290 | 1,185 |
| Gain on disposal of asset held for sale | 510 | – |
| Others | 271 | 373 |
| | 7,332 | 8,462 |

### 6. Finance costs

| | Group | |
|---|---|---|
| | Half Year ended | |
| | 30 Sep 25 | 30 Sep 24 |
| | $'000 | $'000 |
| Interest on loans and borrowings | 1,761 | 2,140 |
| Interest on lease liabilities | 2,349 | 1,752 |
| | 4,110 | 3,892 |

### 7. Other expenses

| | Group | |
|---|---|---|
| | Half Year ended | |
| | 30 Sep 25 | 30 Sep 24 |
| | $'000 | $'000 |
| Net loss on disposal of property, plant and equipment | – | 984 |
| Facility costs | 5,578 | 4,598 |
| Professional fees | 2,664 | 2,139 |
| General and administrative expenses | 4,945 | 4,869 |
| | 13,187 | 12,590 |

## 8. Income tax expense

Major components of income tax expense

The major components of income tax expense for the half years ended 30 September 2025 and 2024 are:

| | Group Half Year ended | |
|---|---|---|
| | 30 Sep 25 | 30 Sep 24 |
| | $'000 | $'000 |
| **Consolidated income statement:** | | |
| Current income tax | | |
| - Current income taxation | 22,305 | 16,566 |
| - Over provision in respect of previous years | (124) | (25) |
| | 22,181 | 16,541 |
| Deferred income tax | | |
| - Origination and reversal of temporary differences | (1,303) | 535 |
| | (1,303) | 535 |
| Income tax expense recognised in profit or loss | 20,878 | 17,076 |

International Tax Reform – Pillar Two

The Group is subject to the global minimum top-up tax under Pillar Two tax legislation and has applied the temporary relief from deferred tax accounting for the impacts of this top-up tax.

The Group has performed an assessment of its potential exposure to Pillar Two income taxes based on the country-by-country reporting and financial information for the constituent entities in the Group. As at 30 September 2025, the Group did not have subsidiaries in countries where statutory tax rate is less than 15%. Hence any top-up tax is not expected to have material impact to the Group. The Group continues to follow Pillar Two legislative developments, as further countries enact the Pillar Two model rules, to evaluate the potential future impact on its consolidated results of operations, balance sheets and cash flows.

## 9. Dividends

| | Group and Company Half Year ended | |
|---|---|---|
| | 30 Sep 25 | 30 Sep 24 |
| | $'000 | $'000 |
| ***Declared and paid during the financial period*** | | |
| Dividends on ordinary shares: | | |
| - Final exempt (one-tier) dividend in respect of the year ended 31 March 2025: 4.00 cents (2024: 6.00 cents) | 25,875 | 38,886 |

## 10. Earnings per share

| | Group Half Year ended | |
|---|---|---|
| | 30 Sep 25 | 30 Sep 24 |
| Profit for the period attributable to owners of the Company ($'000) | 75,694 | 61,421 |
| Weighted average number of ordinary shares for calculation of basic and diluted earnings per share ('000) | 646,993 | 649,119 |
| Basic and diluted earnings per share (cents) | 11.70 | 9.46 |

EPS is calculated by dividing the Group's profit attributable to owners of the Company with the weighted average number of ordinary shares during the period. The weighted average number of ordinary shares outstanding during the period is the number of ordinary shares outstanding at the beginning of the period, adjusted by the number of ordinary shares issued or bought back during the period multiplied by a time-weighting factor. The time-weighting factor is the number of days that the shares are outstanding as a proportion of the total number of days in the period.

There is no dilutive effect for EPS as the Company does not have any outstanding share convertibles as at 30 September 2025.

## 11. Net asset value

| | Group | | Company | |
|---|---|---|---|---|
| | 30 Sep 25 | 31 Mar 25 | 30 Sep 25 | 31 Mar 25 |
| Number of issued shares ('000) | 645,794 | 647,682 | 645,794 | 647,682 |
| Net asset value per ordinary share (in $) | 1.51 | 1.43 | 0.84 | 0.81 |

## 12. Property, plant and equipment

During the half year ended 30 September 2025, the Group acquired assets amounting to $10,311,000 (30 September 2024: $13,309,000), and separately acquired assets through the acquisition of a subsidiary amounting to $4,211,000 (30 September 2024: $Nil) and disposed of assets with cost and carrying value amounting to $1,772,000 and $96,000 (30 September 2024: $6,730,000 and $1,922,000) respectively.

## 13. Right-of-use assets

During the half year ended 30 September 2025, the Group recognised $70,748,000 (30 September 2024: $20,768,000) of additions and lease modifications based on new leases and changes in lease terms upon renewal, and $7,439,000 arising from acquisition of a subsidiary.

## 14. Investment properties

| | Group | | Company | |
|---|---|---|---|---|
| | **30 Sep 25** | **31 Mar 25** | **30 Sep 25** | **31 Mar 25** |
| | $'000 | $'000 | $'000 | $'000 |
| At 1 April | 217,029 | 156,266 | 73,009 | 5,192 |
| Additions during the half year / full year | 43 | 80,312 | – | 71,899 |
| Transferred to asset held for sale | – | (6,998) | – | – |
| Loss from fair value adjustments recognised in profit or loss | – | (6,454) | – | (4,082) |
| Foreign currency translation adjustment | (690) | (6,097) | – | – |
| At 30 September / 31 March | 216,382 | 217,029 | 73,009 | 73,009 |

Investment properties are stated at fair value, which has been determined based on latest valuations performed as at 31 March 2025. The valuations were performed by accredited independent valuers with recognised and relevant professional qualification and with recent experience in the location and category of the properties being valued.

During the half year ended 30 September 2025, the Group disposed of the entire shop and office unit at 201 Elizabeth Street, Brisbane (the "Property"). The Property was classified as an asset held for sale as at 31 March 2025 in accordance with SFRS(I) 5 *Non-current Assets Held for Sale and Discontinued Operations*.

During the half year ended 30 September 2025, the Group did not engage independent valuers to determine the fair value of the properties. However, management had taken into consideration those underlying factors that would have impact to the fair value of the investment properties since the last valuations completed in March 2025. There are no major aspects that could affect the fair value of the investment properties as at 30 September 2025.

## 15. Intangible assets

Intangible assets comprise goodwill, brands and software cost capitalised.

Goodwill acquired in business combinations are allocated at acquisition to the cash-generating units that are expected to benefit from the businesses.

The goodwill of $68,858,000 (Note 23) is provisionally allocated to the watch business unit of THGRAU Pty Ltd, a subsidiary which was acquired during the year. The initial purchase price allocation to identifiable net assets acquired is being assessed and expected to be finalised within 12 months from the acquisition date.

Brands relate to various brand names that were acquired in business combinations. Included in the carrying amount of brands is an amount of $164,000 (31 March 2025: $169,000) with indefinite useful life. The remaining balance of $3,591,000 (31 March 2025: $3,636,000) has a remaining amortisation period of 39 (31 March 2025: 39) years.

Software has a carrying amount of $2,562,000 (31 March 2025: $3,090,000) and an average remaining amortisation period of 2 (31 March 2025: 2) years.

## 16. Loans and borrowings

| | Group | |
|---|---|---|
| | 30 Sep 25 | 31 Mar 25 |
| | $'000 | $'000 |
| Amount repayable within one year or on demand | | |
| Secured loans | 46,519 | 54,811 |
| Unsecured loans | 40,000 | – |
| | 86,519 | 54,811 |
| Amount repayable after one year | | |
| Secured loans | – | – |
| Unsecured loans | – | – |
| | – | – |

The secured loans of $46,519,000 (31 March 2025: $54,811,000) are secured by certain properties held by subsidiaries and corporate guarantees given by the Company.

## 17. Share capital and treasury shares

(a) ***Share capital***

| | Group and Company | | | |
|---|---|---|---|---|
| | 30 Sep 25 | | 31 Mar 25 | |
| | No. of shares '000 | $'000 | No. of shares '000 | $'000 |
| Issued and fully paid ordinary shares: | | | | |
| Balance at 1 April and 30 September / 31 March | 705,012 | 67,638 | 705,012 | 67,638 |

As at 30 September 2025, the Company's total issued shares is 645,794,480 ordinary shares (31 March 2025: 647,681,580) excluding 59,217,400 shares held as treasury shares (31 March 2025: 57,330,300).

(b) ***Treasury shares***

| | Group and Company | | | |
|---|---|---|---|---|
| | 30 Sep 25 | | 31 Mar 25 | |
| | No. of shares '000 | $'000 | No. of shares '000 | $'000 |
| At 1 April | (57,330) | (108,216) | (55,083) | (104,701) |
| Acquired during the financial period | (1,887) | (3,684) | (2,247) | (3,515) |
| At 30 September / 31 March | (59,217) | (111,900) | (57,330) | (108,216) |

## 17. Share capital and treasury shares (cont'd)

(b) ***Treasury shares (cont'd)***

Treasury shares relate to ordinary shares of the Company that are held by the Company.

As at 30 September 2025, the Company held 59,217,400 treasury shares (30 September 2024: 56,925,100) which represents 9.170% (30 September 2024: 8.784%) of the total number of issued shares (excluding treasury shares).

The Company does not have any outstanding share convertibles at the end of the period under review.

None of the Company's subsidiaries hold any shares in the Company at the end of the period under review.

There were no sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the period under review.

Subsequent to the half year ended 30 September 2025, all 59,217,400 treasury shares held as at 30 September 2025 have been permanently cancelled against revenue reserve. The cancellation has no impact on the amount (in dollar terms) of issued and paid-up capital of the Company as the treasury shares were purchased out of profits of the Company.

## 18. Related party transactions

***Sale and purchase of goods and services***

In addition to those related party information disclosed elsewhere in the condensed interim consolidated financial statements, the following significant transactions between the Group and related parties who are not members of the Group took place at terms agreed between the parties during the period:

| | **Sale of goods** $'000 | **Purchase of goods** $'000 | **Service fee expense** $'000 | **Rental expense** $'000 | **Rental income** $'000 | **Royalties income** $'000 |
|---|---|---|---|---|---|---|
| **Half Year ended 30 Sep 25** | | | | | | |
| Associates | 68 | (70) | – | – | – | 7 |
| Directors and their close family members | 428 | – | (300) | – | – | – |
| Directors-related companies | – | – | (8) | (239) | 14 | – |
| Key management personnel and their close family members | 26 | (23) | – | (10) | – | – |
| **Half Year ended 30 Sep 24** | | | | | | |
| Associates | 294 | (16) | – | – | – | 7 |
| Directors and their close family members | 1,855 | – | (300) | – | – | – |
| Directors-related companies | – | – | (6) | (239) | 14 | – |
| Key management personnel and their close family members | 9 | – | – | (60) | – | – |

## 19. Commitments

The capital commitments of the Group as at 30 September 2025 are not significantly different from its capital commitments as at 31 March 2025.

## 20. Segment information

For management purposes, the Group is organised into operating segments based on their products and services which are independently managed by the respective segment managers responsible for the performance of the respective segments under their charge. The segment managers report directly to the management of the Company who regularly reviews the segment results in order to allocate resources to the segments and to assess the segment performance.

***Reporting format***

The primary segment reporting format is determined to be geographical segments as the operating businesses are organised and managed separately according to the location of the Group's assets, with each segment representing a strategic business unit to serve that market.

***Geographical segments***

The Group's geographical segments are based on the location of the Group's assets. Sales to external customers disclosed in geographical segments are based on the country of operation.

***Business segment***

The Group comprises only one business segment which is the retailing and distribution of watches and jewellery and other luxury products. All relevant information regarding the business segment has been disclosed elsewhere in the financial statements.

***Allocation basis and transfer pricing***

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Transfer prices between geographical segments are set on an arm's length basis in a manner similar to transactions with third parties. Segment revenue, expenses and results include transfers between geographical segments. These transfers are eliminated on consolidation.

## 20. Segment information (cont'd)

| | South East Asia & Oceania $'000 | North East Asia $'000 | Total $'000 | Eliminations $'000 | Group $'000 |
|---|---|---|---|---|---|
| **Half Year ended 30 Sep 25** | | | | | |
| **Segment revenue:** | | | | | |
| Sales to external customers | 526,598 | 88,815 | 615,413 | - | 615,413 |
| Inter-segment sales | 1,414 | - | 1,414 | (1,414) | - |
| Interest income | 1,320 | 210 | 1,530 | (645) | 885 |
| Other income | 30,265 | 113 | 30,378 | (23,931) | 6,447 |
| Revenue and other income | 559,597 | 89,138 | 648,735 | (25,990) | 622,745 |
| **Segment results:** | | | | | |
| Segment results | 97,156 | 16,855 | 114,011 | (19,049) | 94,962 |
| Finance costs [1] | | | | | (4,110) |
| Share of results of associates | | | | | 5,723 |
| Profit before taxation | | | | | 96,575 |
| Income tax expense | | | | | (20,878) |
| Profit for the period | | | | | 75,697 |
| **Other segment information:** | | | | | |
| Capital expenditure for the period | 9,413 | 1,163 | 10,576 | - | 10,576 |
| Depreciation and amortisation [2] | 21,812 | 4,562 | 26,374 | - | 26,374 |
| **Half Year ended 30 Sep 24** | | | | | |
| **Segment revenue:** | | | | | |
| Sales to external customers | 473,619 | 66,692 | 540,311 | - | 540,311 |
| Inter-segment sales | 2,539 | - | 2,539 | (2,539) | - |
| Interest income | 2,094 | 406 | 2,500 | - | 2,500 |
| Other income | 20,182 | - | 20,182 | (14,220) | 5,962 |
| Revenue and other income | 498,434 | 67,098 | 565,532 | (16,759) | 548,773 |
| **Segment results:** | | | | | |
| Segment results | 77,223 | 11,102 | 88,325 | (10,396) | 77,929 |
| Finance costs [1] | | | | | (3,892) |
| Share of results of associates | | | | | 4,599 |
| Profit before taxation | | | | | 78,636 |
| Income tax expense | | | | | (17,076) |
| Profit for the period | | | | | 61,560 |
| **Other segment information:** | | | | | |
| Capital expenditure for the period | 14,022 | 378 | 14,400 | - | 14,400 |
| Depreciation and amortisation [2] | 20,062 | 3,572 | 23,634 | - | 23,634 |

[1] Includes interest on lease liabilities
[2] Includes depreciation of right-of-use assets

| | South East Asia & Oceania $'000 | North East Asia $'000 | Total $'000 | Eliminations $'000 | Group $'000 |
|---|---|---|---|---|---|
| **30 Sep 25** | | | | | |
| Segment assets | 1,078,606 | 164,119 | 1,242,725 | - | 1,242,725 |
| Investment in associates | 100,100 | - | 100,100 | - | 100,100 |
| | | | | | 1,342,825 |
| Segment liabilities | 279,413 | 77,551 | 356,964 | - | 356,964 |
| **31 Mar 25** | | | | | |
| Segment assets | 963,675 | 117,781 | 1,081,456 | - | 1,081,456 |
| Investment in associates | 97,737 | - | 97,737 | - | 97,737 |
| | | | | | 1,179,193 |
| Segment liabilities | 208,107 | 30,261 | 238,368 | - | 238,368 |

## 21. Financial assets and financial liabilities

The table below summarises the financial assets and financial liabilities of the Group and Company as at 30 September 2025 and 31 March 2025.

| | Group | | Company | |
|---|---|---|---|---|
| | **30 Sep 25** | **31 Mar 25** | **30 Sep 25** | **31 Mar 25** |
| | $'000 | $'000 | $'000 | $'000 |
| **Financial assets** | | | | |
| Trade and other receivables | 36,942 | 41,248 | 15,220 | 20,812 |
| Amounts due from associates | 132 | 484 | 2 | 349 |
| Amounts due from subsidiaries | – | – | 7,768 | 9,238 |
| Cash and bank balances | 196,108 | 178,689 | 53,840 | 50,018 |
| Total financial assets | 233,182 | 220,421 | 76,830 | 80,417 |
| **Financial liabilities** | | | | |
| Trade and other payables | 75,207 | 55,147 | 24,995 | 21,998 |
| Loans and borrowings | 86,519 | 54,811 | 40,000 | – |
| Amounts due to subsidiaries | – | – | 3,533 | 3,396 |
| Lease liabilities | 159,322 | 97,004 | 50,265 | 53,979 |
| Total financial liabilities | 321,048 | 206,962 | 118,793 | 79,373 |

## 22. Fair value of assets and liabilities

(a) ***Fair value hierarchy***

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities that the Group can access at the 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.

There was no transfer between the different levels of the fair value hierarchy during the period under review.

## 22. Fair value of assets and liabilities (cont'd)

(b) ***Assets and liabilities measured at fair value***

The following table shows an analysis of each class of assets and liabilities measured at fair value at the end of the reporting period:

| | Group | | | |
|---|---|---|---|---|
| | 30 Sep 25 $'000 | | | |
| | Fair value measurements at the end of the reporting period using | | | |
| | **Quoted prices in active markets for identical instruments** (Level 1) | **Significant observable inputs other than quoted prices** (Level 2) | **Significant unobservable inputs** (Level 3) | **Total** |
| **Assets measured at fair value :** | | | | |
| Investment properties | – | – | 216,382 | 216,382 |
| | – | – | 216,382 | 216,382 |

| | Group | | | |
|---|---|---|---|---|
| | 31 Mar 25 $'000 | | | |
| | Fair value measurements at the end of the reporting period using | | | |
| | **Quoted prices in active markets for identical instruments** (Level 1) | **Significant observable inputs other than quoted prices** (Level 2) | **Significant unobservable inputs** (Level 3) | **Total** |
| **Assets measured at fair value :** | | | | |
| Investment properties | – | – | 217,029 | 217,029 |
| Asset held for sale | – | – | 6,998 | 6,998 |
| | – | – | 224,027 | 224,027 |

Information about the valuation techniques and significant unobservable inputs used in Level 3 fair value measurements were disclosed in the annual consolidated financial statements for the year ended 31 March 2025.

(c) ***Fair value of financial instruments whose carrying amounts approximate their fair values***

Management has determined that the carrying amounts of cash and bank balances, trade and other receivables, amounts due from/(to) subsidiaries, amounts due from associates, trade and other payables and loans and borrowings, based on their notional amounts, reasonably approximate their fair values because these are mostly short term in nature or are repriced frequently.

## 23. Acquisition of a subsidiary

On 30 April 2025, the Group's wholly owned subsidiary, The Hour Glass Australia Pty Ltd ("THGA") acquired 100% of the issued and paid-up share capital of THGRAU Pty Ltd ("THGRAU" and previously known as A.C.N. 685 541 851 Pty Ltd).

The acquisition is in line with the Group's strategy to continue expanding its presence in Australia and strengthen the Group's retail footprint. The acquisition is expected to provide both an enlarged client base and operating synergies to THGA's business.

The following table summarises provisional fair values of the identifiable assets acquired and liabilities assumed at the acquisition date and the effects of the acquisition on the Group's cash flows.

| | $'000 |
|---|---|
| **Identifiable assets acquired and liabilities assumed** | |
| Property, plant and equipment | 4,211 |
| Right-of-use assets | 7,439 |
| Inventories | 2,455 |
| Trade and other receivables | 962 |
| Total assets | 15,067 |
| Lease liabilities | 7,439 |
| Trade and other payables | 1,155 |
| Total liabilities | 8,594 |
| Net identifiable assets | 6,473 |
| Provisional goodwill on acquisition | 68,858 |
| Purchase consideration transferred and net cash outflow on acquisition | 75,331 |

The initial purchase price allocation to identifiable net assets acquired is being assessed and expected to be finalised within 12 months from the acquisition date. No other intangible benefit has been recognised separately from goodwill as at 30 September 2025.

## H. Other information required by Appendix 7.2 of the Listing Manual
## For the half year ended 30 September 2025

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

The condensed interim statements of financial position of The Hour Glass Limited and its subsidiaries as at 30 September 2025 and the related condensed interim consolidated income statement, condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows for the half year then ended and accompanying explanatory notes have not been audited nor reviewed.

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

Not applicable.

**Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:**
**(a) Updates on the efforts taken to resolve each outstanding audit issue.**
**(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.**
**This is not required for any audit issue that is a material uncertainty relating to going concern.**

Not applicable.

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

No forecast was previously provided for the half year ended 30 September 2025.

3. **Dividend**

The Board of Directors has approved an interim dividend of 2.00 cents per ordinary share (2024: 2.00 cents) for the half year ended 30 September 2025, amounting to approximately $12,912,000 (2024: $12,962,000).

**(a) Current Financial Period Reported On**

**Any dividend recommended for the current financial period reported on?**

Yes.

| Name of Dividend | Interim Dividend |
|---|---|
| Dividend Type | Cash |
| Dividend amount per Ordinary Share | 2.00 cents |
| Tax Rate | (one-tier) tax exempt |

No scrip alternative will be offered for this interim dividend.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

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

Yes.

| Name of Dividend | Interim Dividend (paid) |
|---|---|
| Dividend Type | Cash |
| Dividend amount per Ordinary Share | 2.00 cents |
| Tax Rate | (one-tier) tax exempt |

**3. Dividend (cont'd)**

**(c) Date Payable**

8 December 2025

**(d) Record Date**

5.00 p.m. on 27 November 2025

Please refer to the Company's announcement on Notice of Record Date for Interim Dividend dated 14 November 2025 for details on the books closure for the interim dividend.

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

Not applicable.

**5. If the Company has obtained a general mandate from shareholders for interested person transactions ("IPT mandate"), 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 Company does not have an IPT mandate.

**6. Statement Pursuant to Rule 705(5) of the Listing Manual**

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited condensed interim consolidated financial statements of the Group and the Company (comprising the condensed interim statements of financial position, condensed interim consolidated income statement, condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows together with their accompanying notes) for the half year ended 30 September 2025 to be false or misleading in any material respect.

Signed by Dr Henry Tay Yun Chwan and Mr Michael Tay Wee Jin on behalf of the Board of Directors.

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

The Hour Glass Limited confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7) pursuant to Rule 720(1) of the SGX-ST Listing Manual.

**BY ORDER OF THE BOARD**

Christine Chan
Company Secretary
14 November 2025

**Statement Pursuant to Rule 705(5) of the Listing Manual**

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited condensed interim consolidated financial statements of the Group and the Company (comprising the condensed interim statements of financial position, condensed interim consolidated income statement, condensed interim consolidated statement of comprehensive income, condensed interim statements of changes in equity and condensed interim consolidated statement of cash flows together with their accompanying notes) for the half year ended 30 September 2025 to be false or misleading in any material respect.

On behalf of the Board of Directors

Henry Tay Yun Chwan
Executive Chairman

Michael Tay Wee Jin
Group Managing Director

Singapore
14 November 2025