

Brook Crompton Holdings Ltd.
Unaudited First Half Year Financial Statement And Dividend Announcement
For The Six Months Ended 30 June 2025

A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income

		Group		Change + / (-) %
		6 months ended		
Note		30 Jun 25	30 Jun 24	
		S\$'000	S\$'000	
Revenue		30,304	31,763	(4.6)
Cost of sales		(21,211)	(22,683)	(6.5)
Gross profit		9,093	9,080	0.1
Other income	6	391	431	(9.3)
Expenses:-	6			
- Distribution and marketing		(4,547)	(4,375)	3.9
- Administrative		(2,575)	(2,612)	(1.4)
- Net finance income		191	206	(7.3)
- Others		(606)	(489)	23.9
		(7,537)	(7,270)	3.7
Profit before income tax	6	1,947	2,241	(13.1)
Income tax expense	7	(503)	(504)	(0.2)
Profit for the financial period		1,444	1,737	(16.9)
Other comprehensive income				
Items that are or may be reclassified subsequently to profit or loss:				
Exchange difference on translation of foreign operations net of tax		(320)	569	
Other comprehensive income for the financial period, net of tax		(320)	569	
Total comprehensive income for the financial period		1,124	2,306	
Profit /(Loss) attributable to:-				
Owners of the Company		1,683	1,743	
Non-controlling interests		(239)	(6)	
		1,444	1,737	
Total comprehensive income/(loss) attributable to:				
Owners of the Company		1,363	2,312	
Non-controlling interests		(239)	(6)	
		1,124	2,306	
Earnings per share for profit for the period owners of the Company during the period:-				
Basic (SGD in cent)		4.75	4.92	
Diluted (SGD in cent)		4.75	4.92	

B. Condensed Interim Statements of Financial Position

	Note	Group 30 Jun 25 S\$'000	Group 31 Dec 24 S\$'000	Company 30 Jun 25 S\$'000	Company 31 Dec 24 S\$'000
ASSETS					
Current assets					
Cash and cash equivalents		23,237	22,494	1,387	2,309
Trade and other receivables		15,624	16,292	9,385	9,250
Prepayments		579	764	6	4
Inventories		29,356	25,970	-	-
Total current assets		68,796	65,520	10,778	11,563
Non-current assets					
Subsidiaries		-	-	19,137	19,137
Other receivables		-	-	2,550	2,550
Property, plant and equipment	9	6,202	5,092	260	302
Intangible assets		19	21	5	7
Retirement benefits assets		-	-	-	-
Total non-current assets		6,221	5,113	21,952	21,996
Total assets		75,017	70,633	32,730	33,559
LIABILITIES					
Current liabilities					
Trade and other payables		21,982	19,559	448	519
Current tax liabilities		1,075	770	-	7
Provision for warranty		91	50	-	-
Lease liabilities		1,143	827	83	81
Total current liabilities		24,291	21,206	531	607
Non-current liabilities					
Deferred tax liabilities		21	22	-	-
Lease liabilities		3,028	2,143	187	229
Total non-current liabilities		3,049	2,165	187	229
Total liabilities		27,340	23,371	718	836
NET ASSETS		47,677	47,262	32,012	32,723
EQUITY					
Capital and reserves attributable to Company's equity holders					
Share capital	10	149,642	149,642	149,642	149,642
Non-controlling interests		2,084	2,323	-	-
Other reserves		15,196	15,516	18,650	18,650
Accumulated losses		(119,245)	(120,219)	(136,280)	(135,569)
Total equity		47,677	47,262	32,012	32,723

C. Condensed Interim Statements of Changes in Equity

<u>The Group</u>	Share Capital S\$'000	Non- controlling interests S\$'000	Capital Reserve S\$'000	Foreign Currency Translation Reserve S\$'000	Accumulated losses S\$'000	Total equity S\$'000
Balance at 1 January 2025	149,642	2,323	18,650	(3,134)	(120,219)	47,262
Total comprehensive income for the financial period	-	(239)	-	-	1,683	1,444
Dividend paid	-	-	-	-	(709)	(709)
Other comprehensive income						
Exchange differences on translation of foreign operations	-	-	-	(320)	-	(320)
Balance at 30 June 2025	149,642	2,084	18,650	(3,454)	(119,245)	47,677
Balance at 1 January 2024	149,642	-	18,650	(3,439)	(121,837)	43,016
Total comprehensive income for the financial	-	(6)	-	-	1,743	1,737
Dividend paid	-	-	-	-	(709)	(709)
Capital contribution on a subsidiary	-	1,470	-	-	-	1,470
Other comprehensive income						
Exchange differences on translation of foreign operations	-	-	-	569	-	569
Balance at 30 June 2024	149,642	1,464	18,650	(2,870)	(120,803)	46,083

<u>The Company</u>	Share Capital S\$'000	Capital Reserve S\$'000	Accumulated losses S\$'000	Total S\$'000
Balance at 1 January 2025	149,642	18,650	(135,569)	32,723
Total comprehensive income for the financial period	-	-	(2)	(2)
Dividend paid	-	-	(709)	(709)
Balance at 30 June 2025	149,642	18,650	(136,280)	32,012
Balance at 1 January 2024	149,642	18,650	(135,569)	32,723
Total comprehensive income for the financial period	-	-	140	140
Dividend paid	-	-	(709)	(709)
Balance at 30 June 2024	149,642	18,650	(136,138)	32,154

D. Condensed Interim Consolidated Statement of Cash Flows

	The Group	
	6 months ended 30 Jun 25 S\$'000	6 months ended 30 Jun 24 S\$'000
Cash flows from operating activities		
Profit for the financial period	1,444	1,737
Adjustments for:		
Income tax expense	503	504
Depreciation and amortisation	712	584
Retirement benefit plan expense	-	43
Finance costs on lease liabilities	65	71
Interest income	(256)	(277)
Impairment of third party trade receivables	3	-
Reversal of impairment of trade receivables	-	(15)
Impairment of inventories	137	257
Inventories written off	11	-
Provision made for warranty	(33)	-
Net foreign exchange loss	435	56
Operating profit before working capital changes	3,021	2,960
Changes in operating assets and liabilities		
Inventories	(3,835)	2,031
Trade and other receivables	638	1,247
Prepayments	185	(214)
Trade and other payables	2,574	(1,127)
Cash generated from operations	2,583	4,897
Income tax paid	(497)	(378)
Retirement benefit contribution paid	-	(43)
Net cash from operating activities	2,086	4,476
Cash flows from investing activities		
Interest received	256	277
Acquisition of property, plant and equipment	(152)	(500)
Net cash from/(used in) investing activities	104	(223)
Cash flows from financing activities		
Capital contribution by non-controlling interest	-	1,470
Repayment of obligations under leases	(559)	(652)
Dividends paid	(709)	(709)
Interest paid	(65)	(71)
Net cash (used in)/from financing activities	(1,333)	38
Net increase in cash and cash equivalents	857	4,291
Beginning of financial period	22,494	17,938
Effects of exchange rate changes on cash and cash equivalents	(114)	309
End of financial period	23,237	22,538

E. Notes to the Condensed Interim Consolidated Financial Statements

1. Corporate information

Brook Crompton Holdings Ltd. ("the Company") is incorporated and domiciled in Singapore and whose shares are publicly traded on the Mainboard of the Singapore Exchange. These condensed interim consolidated financial statements as at and for the six months ended 30 June 2025 comprise the Company and its subsidiaries (collectively, the Group). The address of its registered office and principal place of business is 19 Keppel Road, #08-01 Jit Poh Building, Singapore 089058.

The principal activities of the Company are those of investment holding and provision of management services to its subsidiaries. The principal activities of the subsidiaries are distribution of electric motors.

The immediate holding company is ATB Austria Antriebstechnik AG ("ATB"), incorporated in Austria. The ultimate holding company is Wolong Holding Group Co., Ltd. ("Wolong Holding"), incorporated in the People's Republic of China. The ultimate controlling party is Chen Jiancheng.

2. Basis of Preparation

The condensed interim financial statements for the six months ended 30 June 2025 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Committee under ACRA. 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 are presented in Singapore dollar which is the Company's functional currency.

2.1. New and amended standards adopted by the Group

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

2.2. Use of judgements and estimates

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

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

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

- Measurement of impairment of subsidiary
- Income tax amounts
- Assessment of allowance for obsolescence on inventories
- Assessment of expected credit loss allowance on trade receivables

3. Seasonal operations

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

4. Segment and revenue information

The Group's primary business is in the distribution of electric motors. Management manages and monitors the business from a geographical segment perspective. The following are the three main geographical segments for the Group:

- United Kingdom & Continental Europe
- North America
- Asia Pacific

These operating segments are reported in a manner consistent with internal reporting provided by Group's CEO, who is responsible for allocating resources and assessing performance of the operating segments.

4.1. Reportable segments

	United Kingdom & Continent Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Corporate S\$'000	Consolidated S\$'000
1 January 2025 to 30 June 2025					
<u>Revenue</u>					
Total segment revenue	14,202	13,358	3,937	-	31,497
Inter-segment revenue	(27)	(1,166)	-	-	(1,193)
Revenue from external parties	14,175	12,192	3,937	-	30,304
<u>Other income</u>					
Management fee income	-	-	-	162	162
License fee income	149	-	-	-	149
Rental income	18	-	-	-	18
Miscellaneous income	33	8	18	3	62
Total other income	200	8	18	165	391
Total revenue and other income	14,375	12,200	3,955	165	30,695
Segment results	1,412	1,838	128	(769)	2,609
Interest income	178	31	32	15	256
Interest expense	(23)	(11)	(22)	(9)	(65)
Depreciation and amortisation	(334)	(126)	(208)	(44)	(712)
Impairment of third party trade receivables	-	(3)	-	-	(3)
Impairment on inventories	(109)	(29)	-	-	(138)
Profit before taxation	1,124	1,700	(70)	(807)	1,947
Taxation	(277)	(226)	-	-	(503)
Earnings for the interim period	847	1,474	(70)	(807)	1,444
Segment assets	31,342	28,134	13,398	2,143	75,017
Total assets per statement of financial position	31,342	28,134	13,398	2,143	75,017
Expenditures for segment non-current assets					
- Additions to property, plant and equipment	34	50	68	-	152
Segment liabilities	11,449	11,359	2,845	612	26,265
Current income tax liabilities	1,072	-	3	-	1,075
Total liabilities per statement of financial position	12,521	11,359	2,848	612	27,340

4.1. Reportable segments (Continued)	United Kingdom & Continent				
	Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	Corporate S\$'000	Consolidated S\$'000
1 January 2024 to 30 June 2024					
<u>Revenue</u>					
Total segment revenue	16,118	12,343	5,174	-	33,635
Inter-segment revenue	(340)	(1,532)	-	-	(1,872)
Revenue from external parties	15,778	10,811	5,174	-	31,763
<u>Other income</u>					
Administrative fee income	35	-	-	-	35
Management fee income	-	-	-	172	172
License fee income	156	-	-	-	156
Rental income	45	-	-	-	45
Miscellaneous income	7	6	8	2	23
Total other income	242	6	8	174	431
Total revenue and other income	16,020	10,817	5,182	174	32,194
Segment results	1,771	1,181	400	(492)	2,860
Interest income	221	20	-	36	277
Interest expense	(44)	(14)	(3)	(10)	(71)
Depreciation and amortisation	(353)	(123)	(64)	(44)	(584)
Reversal of impairment of third party trade receivables	20	(5)	-	-	15
Impairment on inventories	(145)	(112)	-	-	(257)
Profit before taxation	1,469	948	333	(509)	2,241
Taxation	(299)	(145)	(60)	-	(504)
Earnings for the interim period	1,170	803	273	(509)	1,737
Segment assets	30,083	24,093	9,094	5,025	68,295
Total assets per statement of financial position	30,083	24,093	9,094	5,025	68,295
Expenditures for segment non-current assets					
- Additions to property, plant and equipments	64	431	5	-	500
Segment liabilities	9,573	8,297	2,362	671	20,903
Current income tax liabilities	1,245	-	64	-	1,309
Total liabilities per statement of financial position	10,818	8,297	2,426	671	22,212

4.2. Disaggregation of Revenue

	Group			
	6 months ended 30 June 2025			
	United Kingdom & Continenta			Total
	Europe S\$'000	North America S\$'000	Asia Pacific S\$'000	
<u>Types of goods:</u>				
Electric motors	14,175	12,192	3,937	30,304
<u>Timing of transfer of goods:</u>				
Point in time	14,175	12,192	3,937	30,304

4.2. Disaggregation of Revenue (Continued)

	Group			
	6 months ended 30 June 2024			
	United Kingdom & Continenta Europe	North America	Asia Pacific	Total
	S\$'000	S\$'000	S\$'000	S\$'000
<u>Types of goods:</u>				
Electric motors	15,778	10,811	5,174	31,763
<u>Timing of transfer of goods:</u>				
Point in time	15,778	10,811	5,174	31,763

5. Financial assets and financial liabilities

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

	The Group		The Company	
	30 June 2025	31 Dec 2024	30 June 2025	31 Dec 2024
	S\$'000	S\$'000	S\$'000	S\$'000
Financial Assets				
Trade and other receivables	15,624	16,292	9,385	9,250
Cash and cash equivalents	23,237	22,494	1,387	2,309
Financial assets at amortised costs	38,861	38,786	10,772	11,559
Financial Liabilities				
Trade and other payables	(21,982)	(19,559)	(448)	(519)
Lease liabilities	(4,171)	(2,970)	(270)	(310)
Financial liabilities at amortised costs	(26,153)	(22,529)	(718)	(829)

Estimation of fair value

Fair value, which is determined for disclosure purposes, is calculated based on the present value of future principal and interest cash flows, discounted at the market rate of interest at the reporting dates.

The fair values of financial assets and financial liabilities with a maturity of less than one year (including trade and other receivables, cash and cash equivalents, and trade and other payables) are assumed to approximate their carrying amounts because of the short period to maturity.

6. Profit before taxation

6.1. Significant items

	Group	
	6 months ended 30-Jun-25	30-Jun-24
	S\$'000	S\$'000
(i) Other Income		
Administrative fee income	-	35
Management fee income	162	172
License fee income	149	156
Rental income	18	45
Miscellaneous income	62	23
	391	431

6. Profit before taxation (Continued)

6.1. Significant items (Continued)

(ii) Net finance (income)/expenses

Finance lease expenses
Finance income on placement of fixed deposits
Net finance income

Group	
6 months ended	
30-Jun-25	30-Jun-24
S\$'000	S\$'000
65	71
(256)	(277)
(191)	(206)

(iii) Expenses

Depreciation of property, plant and equipment
Impairment of inventories
Inventories written off
Reversal of impairment of third party trade receivables
Impairment of third party trade receivables
Foreign exchange (gain)/ losses, net

712	584
137	257
11	-
-	(15)
3	-
(24)	64

6.2. Related party transactions

There are no material related party transactions apart from those disclosed in F - Other information required under Rule Appendix 7.2, Item 12 Interested Persons Transactions.

7. Taxation

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

Current income tax expense

Group	
6 months ended	
30-Jun-25	30-Jun-24
S\$'000	
503	504

8. Net Asset Value

Net asset value per ordinary share

Group		Company	
30 June 2025	31 Dec 2024	30 June 2025	31 Dec 2024
SGD in Cents	SGD in Cents	SGD in Cents	SGD in Cents
134.5	133.3	90.3	92.3

9. Property, plant and equipment

During the six months ended 30 June 2025, the Group acquired assets amounting to S\$152,000 (30 June 2024: S\$500,000) and no disposal of assets in the financial period.

10. Share Capital

	The Group and the Company			
	30 June 2025		31 December 2024	
	Number of shares	Amount	Number of shares	Amount
	'000	S\$'000	'000	S\$'000
Beginning and end of interim period	35,459	149,642	35,459	149,642

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

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

11. Subsequent events

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

F Other information required under Listing Rule Appendix 7.2

1. (i) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

There were no changes in the share capital of the Company during the current financial period. There were no outstanding convertibles, shares held as treasury shares, or subsidiary holdings as at 30 June 2025 and 31 December 2024.

1. (ii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

As at 30 June 2025 and 31 December 2024, the Company's issued ordinary shares were 35,458,818. The Company did not have any treasury shares as at 30 June 2025 and 31 December 2024.

1. (iii) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at the end of the current period reported on.

Not applicable.

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

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

3. Where the figures have been audited, whether there are any modifications, disclaimer of opinion, adverse opinion or emphasis of a matter (including material uncertainties on going concern). Also, where the figures have been audited or reviewed, whether the auditor's report is announced using the Financial Statements and Related Announcement template with appropriate subject sub-heading.

Not applicable

- 3A. 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 material uncertainty relating to going concern.

The Group's latest financial statements were not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been followed.

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited annual financial statements for the year ended 31 December 2024 except for the changes in accounting policies as disclosed in Item 5 below.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and effect of, the change.

There are no new standards and amendments that are effective for the annual period beginning 1 January 2025 nor any changes in the Group's accounting policies and methods of computation.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:-

Earnings per ordinary share of the group for the financial period, after deducting any provision for preference dividends: -

(i) Based on weighted average number of ordinary shares in issue

(ii) On a fully diluted basis ordinary shares in issue

Group	
6 months ended	
30 Jun 25 SGD in Cents	30 Jun 24 SGD in Cents
4.75	4.92
4.75	4.92

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:

(a) Current financial period reported on; and

(b) immediately preceding financial year.

Net assets value per ordinary share based on issued share capital of the issuer at the end of the financial period/year

Number of existing issued shares at end of period/year

Group		Company	
30 June 2025	31 Dec 2024	30 June 2024	31 Dec 2023
Cents	Cents	Cents	Cents
134.5	133.3	90.3	92.3
35,458,818	35,458,818	35,458,818	35,458,818

8. Review or performance of the Group

Condensed Interim Consolidated Statement of Profit or Loss

Group Performance for 6 months ended 30 June 2025 ("2025")

Cumulative sales for 6 months in 2025 is S\$30.3 million, decrease by 4.6% as compared to the corresponding preceding 2024 sales of S\$31.8 million. This is mainly due to sales decrease in United Kingdom, United States, Australia and Italy. Slight increase gross profit in 2025 as compared to 2024, due to improvement of gross profit margin in 2025 as compared to 2024 resulted from the higher sales of products with better margin in 2025.

Other income for 6 months in 2025 is much lower as compared to 2024 mainly due lower license fee income and management fee income in current financial period.

Cumulative overall expenses for 6 months in 2025 increase by 3.7% to S\$7.5 million as compared to S\$7.3 million in 2024. Slight increase in distribution and marketing expenses in 2025 mainly due to higher marketing costs and travelling costs incurred during the financial period. Slight decrease in administrative expense mainly due to lesser consultancy fee and IT expenses incurred during the financial period. The other expense is much higher as compared to 2024 as higher depreciation of property, plant and equipments and additional rental costs incurred during the financial period.

Slight decrease in net finance income mainly due to lower interest income derived from placement of fixed deposits as decrease in fixed deposit rate in the market.

As a result of the above, profit before income tax decreased by 13.1% to S\$1.95 million and EBITDA (earnings before interest, tax, depreciation and amortisation) decrease to S\$2.5 million in 2025 from S\$2.6million in 2024. The decrease in profit before tax and EBITDA mainly due to increase in operating costs, lower other income contributed and additional loss incurred in non-controlling interests company. Income tax expense in 2025 is consistent with 2024, as the EBITDA is almost consistent as compared to prior year.

Condensed Interim Statement of Financial Position

Slight increase in net assets to S\$47.7 million as compared to year ended 2024's S\$47.3 million, after taking in the profit and other comprehensive income for the financial period of S\$1.1 million. Current ratio maintained in health position of 2.8.

Increase in property, plant and equipment mainly relates to recognised right-of-use assets in current financial period for the new leases entered.

Trade and other receivables decreased by 4.1% to S\$16.3 million from prior year of S\$15.6 million, resulted from lower sales contributed in last few months of the financial period. As at 30 June 2025, only 3% of overall trade receivables are past due more than 180 days and 2% of overall trade receivables are past due 91 – 180 days. Management has performed an assessment of the estimated the future cash flows of the debts and determined no expected credit losses.

Inventories increased by 13% to S\$29.4 million from S\$26.0 million, the increase mainly due to additional stocks replenishment in United States in current financial period to avoid the new tariff rate, as most of the stocks are from Vietnam factory. At the same time, higher stocks replenishment needed in United Kingdom to meet the sales forecast in 2025.

Decrease in prepayment as at 30 June 2025 mainly due off set of prepayment against the final payment made to suppliers, after motors have been delivered to customers.

Increase in cash and cash equivalents partly due to collections from customers and slow payment made to suppliers.

Condensed Interim Statement of Financial Position (continued)

Total liabilities have increased by 17% mainly due to increase of non-current liabilities from S\$2.2 million prior year to S\$3.0 million as at 30 June 2025, as new leases entered in the current financial period.

The increase in current liabilities mainly due to increased in trade payables, resulted from slow payment made to suppliers due to longer shipment time from factory. Most of the goods shipped by factory have yet to be received and unable to settle the payment to suppliers. These are mainly relate to sales orders under ex-works incoterms. Overdue invoices that relate to goods in transits have yet to be settled. Increase in provision warranty mainly due additional warranty claims from customers in current financial period. Besides, income tax payables is higher as compared to prior year mainly due to timing difference for settlement of tax payment. However, the tax provisional for current financial period is consistent to prior year.

Condensed Interim Consolidated Statement of Cash Flows

Net cash generated from operating activities decreased to S\$2.1 million in 2025 as compared to S\$4.5 million in 2024 mainly due to additional stocks replenishment and caused the increase in inventories.

Net cash from investing activities is S\$0.1 million in 2025 as compared to prior period which is net cash used in investing activities of S\$0.2 million. This is mainly due to lower purchase of property, plant and equipment of S\$0.1 million in 2025, as compared to S\$0.5 million in prior period.

Net cash used in financing activities in 6 months ended, 30 June 2025 is \$1.3 million as compared to prior period is net cash from financing activities. This is mainly resulted from the capital contribution by non-controlling interests in prior period.

Net cash position stands at S\$23.2 million as at 30 June 2025 while the net cash position as at 30 June 2024 was S\$22.5 million.

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

Not applicable.

10. 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.

In the first half year we have seen increased orders however the revenue compared to last year decreased by 4.6%. The tariff increase announcements caused some uncertainty among our customers especially in our North America business and wider. As the final tariff agreements are being negotiated the business has reviewed its supply chain and taken necessary mitigation actions to inform customers and align to have minimal impact from these changes. Although we have seen slight drop in sales year on year, we have been strengthening our supply chain and monitoring closely costs. For the first half of the year the profit before tax has also decreased by 13.1% compared to the first half of the last year.

Despite the tariff challenges we have seen pick up in the BC United States business YOY growth by 3% this is because of close engagement with our customers, activities with our sales representatives and increase in OEM sales. BC Australia faced challenges with order income and inventory shift due to projects delays which we expect to pick up in second half of the financial year. The Italian business faces challenges with revenue growth, the pricing in this market is very aggressive and we have addressed this competitiveness issue to our suppliers, hopes we can work on positive solution for the business. We have number of established local customers, and we are working closely to grow our share of wallet with them.

The Asia Pacific market is experiencing a moderate growth amid rising uncertainties and external challenges. The trend of industry end clients to digitalise processes and use external support for equipment maintenance and prediction of equipment status continues. The group is embracing this opportunity to serve and support clients through newly formed subsidiary which will be covering service and maintenance demands in Asia Pacific.

10. 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 (continued).

The crises and recent events in the Middle East Region continue to bring challenges and has an impact on our supply chain and customer deliveries. The freight rates, shipping insurance costs and tariffs uncertainties continues to be a concern, however we stay vigilant and ensure best rates are used and regular updates are reviewed in order to take the correct supply chain strategy. Freight rates over the past have generally trended upwards or remained elevated especially in trucking and ocean freight markets influenced by demand surges, weather events, tariff changes and capacity constraints. Shipment volume has shown some decline due to seasonality and other factors, but rates have tended to increase or hold steady in response to these market pressures.

Renewable energy, Carbon capture, Data centres projects are on the rise, these are driven by legislations requirements, AI and general move to sustainable solutions with already set targets to be achieved by many governments. The Group believes a diverse supply chain to continue to manage customer expectations and support their demands in this move to more sustainable product solutions. The tariff uncertainties in USA have caused stagnation and delays in some project. At the same time tariffs will lead to sharp increases in US goods prices. Price increases will squeeze real incomes and profit margins and weigh on demand. Global trade is likely to decline.

Manufacturing activity is set to slow dramatically this year and next, with automotive seeing absolute declines. Utilities sector will be spared the worst of the slowdown, mainly because it is not heavily traded, and is benefiting from large energy-transition related investments. Service sector is expected to be hit indirectly due to tariffs' impact on inflation and household incomes. Construction activity will be curbed by weaker business investment and squeezed incomes.

On the other hand, EU impetus for increased defence spending and huge German fiscal package is a positive offset further out. Forecasts for Germany have been revised higher from 2027, upgrades mostly in defence-related sectors, Initially we expect some import leakage but over time, as European capacity is built up, this should benefit European industry more.

As 2025 progresses we expect more clarity regarding the tariffs. It is expected global industrial activity should pick up and rebuild some momentum. The interest rates in 2025 have remained mostly steady so far. Expectations are growing for rates cut later in the year, this will benefit interest sensitive sectors.

With available inventory and plan to support existing pipeline the group is responding to changes in trends in the industry towards renewable offerings and energy efficient solutions and demand on different supply chains.

The Group looks forward to profitable second half of 2025 and would like to take the opportunity, to send its thanks to the shareholders, employees and Directors for their support provided over the first half year 2025 and looks forward to the new financial year 2025.

11. Dividend information

(a) Current Financial Period Reported On

Any dividend recommended for the financial period reported on? **None**

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? **None**

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

5 (e) If no dividend has been declared / recommended, a statement to that effect

No dividends are proposed for the period ended 30 June 2025, as it is not the Group's usual practice to declare interim dividends.

12. Interested Persons Transactions

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

Name of Interested Person	Nature of Relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)		Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)		
		6 months ended 30 Jun 25 S\$'000	30 Jun 24 S\$'000	6 months ended 30 Jun 25 S\$'000	30 Jun 24 S\$'000	
<u>Purchase transactions</u>						
Wolong Electric Group Co Ltd	Associates of Controlling shareholder	-	-	3,267	6,713	
Wolong Electric (Vietnam) Company Limited		-	-	2,827	900	
Wolong Electric Nanyang Explosion Protection Group Co.,Ltd		-	-	819	-	
Wolong Americas LLC		-	-	540	2,697	
ATB Tamel S.A		-	-	4,916	4,090	
ATB UK Group		-	-	157	243	
ATB Schorch		-	-	-	40	
ATB Nordenham GmbH		-	-	652	906	
ATB Welzheim		-	-	174	306	
AT Sever A.D.		-	-	406	598	
Wolong (Zhejiang) Marine Technology Co., Ltd		-	124	-	-	
<u>Sales transactions</u>						
Wolong EMEA Germany GmbH		-	-	-	(7)	
<u>Management fee income</u>						
Wolong Electric Group Co Ltd	-	-	(162)	(172)		
<u>License fee income</u>						
ATB Tamel S.A	(149)	(149)	-	-		
	(149)	(25)	13,596	16,314		

13. 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 confirms that it has already procured undertakings from all of its Directors and executive officer in the format as set out in Appendix 7.7 of the SGX-ST Listing Manual.

14. Negative Assurance Confirmation on interim financial statements pursuant to Appendix 7.2 under Rule 705(5) of the Listing Manual of the SGX-ST.

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that 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

Pang Xinyuan
Director

Sho Kian Hin
Director

By Order of the Board

Pang Xinyuan
Director
Singapore, 6 Aug 2025