The Singapore Exchange Securities Trading Limited, Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

ISDN HOLDINGS LIMITED
億仕登控股有限公司
(Incorporated in the Republic of Singapore with limited liability)
(Hong Kong stock code: 1656)
(Singapore stock code: I07.SI)

OVERSEAS REGULATORY ANNOUNCEMENT

PRESS RELEASE

This overseas regulatory announcement is issued pursuant to Rule 13.10B of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

Please refer to the attached announcement which has been published by ISDN Holdings Limited (the "**Company**") on the website of the Singapore Exchange Securities Trading Limited on 11 August 2025.

By Order of the Board
ISDN HOLDINGS LIMITED
Teo Cher Koon
Managing Director and President

Hong Kong, 11 August 2025

As at the date of this announcement, the board of directors of the Company comprises Mr. Teo Cher Koon and Mr. Kong Deyang as executive directors of the Company; Mr. Toh Hsiang-Wen Keith as non-executive director of the Company; and Mr. Tan Soon Liang (Chairman), Mr. Sho Kian Hin and Ms. Heng Su-Ling Mae as independent non-executive directors of the Company.

MEDIA RELEASE

ISDN Holdings reports +22% growth in revenue, +35% growth in core shareholder profits[1], and growth across all major business segments and regions in 1H2025

- **Group revenue** grew by +22.0% YoY to S$212.9 million in 1H2025, with growth in across all major segments and geographies. Revenue was impacted by the strengthening of the Singapore dollar during 1H2025, and on a constant currency basis, revenue grew by +27.0% YoY in 1H2025.
- **Industrial Automation** delivered 6.4% YoY growth (+3.7% YoY in China, +15.1% YoY in Southeast Asia) as ISDN's "Asia-for-Asia" regional strategy capitalises on the increasing localisation of the global supply chain.
- **Gross profit** grew +13.8% YoY to S$50.5 million with gross profit margin standing at 23.7% in 1H2025.
- **Net profit attributable to equity holders** declined by S$2.5 million to S$1.3 million. However, this result includes S$3.2 million of non-cash, unrealised foreign exchange losses from long-term receivables and payables primarily from ISDN's renewable energy business.
- **ISDN's core shareholder profits,** excluding unrealised foreign exchange losses, grew by **+35.1% YoY**, reflecting business growth across all major segments as well as positive operating leverage as utilisation increased.
- **ISDN's renewable energy business** continues to generate high-quality stable income for the Group, with revenue from the three operational mini-hydropower plants accounting for 2.5% of total revenue and 9.8% of gross profit.
    - With two additional plants targeted to commence operations in 2026, boosting total capacity by 81.3% to 44.6 megawatts ("**MW**"), the Group expects this segment to contribute more meaningful to its bottom-line moving forward.

Singapore, 11 August 2025 – ISDN Holdings Limited ("**ISDN**" or together with its subsidiaries, the "**Group**"), a leading industrial automation firm in Asia, today announced its financial results for the six months ended 30 June 2025 ("**1H2025**").

Financial summary

The Group's reported growth across all key business segments and geographies. ISDN's revenue grew by +22.0% year-on-year ("**YoY**") in 1H2025, driven by solid performance across all five strategic business segments, in both China and Southeast Asia.

Gross profit grew by +13.8% YoY in 1H2025, reflecting overall business growth for the Group. Gross profit margin declined slightly by 1.7% ppts YoY, mainly due to recognition of construction income in ISDN's renewable energy business during the construction phase,

[1] Core attributable profit, or core profit attributable to equity holders, excluded the impact from unrealised foreign exchange losses/gains.

which carries lower margins. Excluding the gross profit from such construction income, the gross profit margin of the Group was 26.1% in 1H2025, representing an increase of 0.7 ppts YoY, representing stable core gross margins.

S$'000	1H2024	1H2025	YoY change
Revenue	174,573	212,895	**+22.0%**
Gross profit	44,393	50,528	**+13.8%**
Gross profit margin (%)	25.4%	23.7	**-1.7ppts**
Operating expenses[a]	34,156	34,558	**+1.2%**
Profit before tax	8,515	7,475	**-12.2%**
Profit after tax	5,806	3,847	**-33.7%**
Profit attributable to shareholders	3,781	1,286	**-66.0%**
Net profit margin[b] (%)	3.3%	1.8%	**-1.5ppts**
Adjustments for unrealised and non-recurring items:			
Unrealised foreign exchange (loss)/gain	266	(4,959)	**n.m.**
Core profit attributable to shareholders[c]	3,334	4,505	**+35.1%**

ppts percentage points
n.m. not meaningful
[a] Operating expenses comprise distribution costs and administrative expenses
[b] Net profit margin = profit after tax/revenue
[c] Core profit attributable to shareholders excluded the impact from unrealised foreign exchange losses/gains

The Group's net profit to shareholders declined by 66.0% YoY in 1H2025, primarily due to unrealised foreign exchange losses in its energy business:

- ISDN incurred S$5.0 million of unrealised, non-cash foreign exchange revaluation losses in 1H2025 (compared to S$0.3 million gain in 1H2024) as the US Dollar weakened during the period. ISDN's renewable energy business generates attractive recurring revenue and profits from long-term contracts (up to 25 years). However, a consequence of this long-term business model is the need to revalue the long-term receivables and payables each period, resulting in non-cash, unrealised gains and losses as foreign exchange rates fluctuate.

Excluding the foreign exchange revaluation and construction profit, ISDN's core profit attributable to shareholders[1] grew by 35.1% YoY in 1H2025, reflecting the growth in revenue and profits across segments and regions, as well as positive operating leverage from operating expenses.

Review of 1H2025 performance

ISDN reported growth across all major business segments and geographies in 1H2025 as China's industrial activity continued to recover and Southeast Asia continued to benefit from long-term automation growth.

- **ISDN's China industrial automation business** (64.3% of revenue) grew by +3.7% YoY in 1H2025, as demand for automation solutions in China continued to recover. Reported revenue was dampened by the strengthening Singapore Dollar during 1H2025, and on a constant currency basis, ISDN's revenue in China grew by +9.7% YoY in 1H2025.

The Group notes that ISDN's +9.7% YoY growth in China compares favourably with China's +5.3%[2] YoY growth during the same period and on a consistent RMB basis. This faster-than-GDP growth is consistent with the Group's long-established view that industrial automation remains strategically important to the economic future of China. While ISDN remains appropriately cautious about the cyclical recovery in China, the Group maintains its conviction in long-term automation growth.

- **ISDN's Southeast Asia industrial automation business** (20.4% of revenue) rose by +15.1% YoY in 1H2025. The Group believes ISDN is gaining market share in Southeast Asia as the global supply chain diversifies outside of China, and Southeast Asia continues to upgrade its industrial and manufacturing capabilities. ISDN's emerging geographies posted attractive growth, with Malaysia recording a threefold increase, with Thailand and Taiwan growing over 40% YoY. These results represent positive early returns from ISDN's strategic expansion in key industrial markets in Asia.
- **ISDN's hydropower business** (15.3% of revenue) increased by S$27.5 million to S$32.5 million in 1H2025. The growth was primarily attributable to the recognition of construction revenue from the fourth and the fifth mini-hydropower plant, Lau Biang 2 and Lau Biang 3, with the three operational plants continuing to generate high-quality and stable earnings for the Group.

Gross profit increased by 13.8% YoY while margin edging down by 1.7 ppts, mainly due to the recognition of construction revenue from the two mini-hydropower plants currently under development, which typically carry a relatively lower margin profile.

Other operating expenses increased by S$6.4 million to S$7.1 million in 1H2025, mainly due to an increase of S$5.3 million in unrealised foreign exchange losses from the revaluation of receivables and payables amid currency fluctuations. These non-cash adjustments are expected to have limited impact on the Group's profitability over the long-term.

Consequently, the Group closed the reporting period with a profit attributable to equity holders of S$1.3 million, compared to S$3.8 million in the preceding year. Excluding all unrealised foreign exchange losses/gains and non-recurring items, the Group would have achieved a 35.1% YoY growth in core profit attributable to shareholders in 1H2025.

Business outlook

ISDN believes the growth results in 1H2025 are representative of its overall strategy of:

- **Growing its business model** by broadening its industrial automation capabilities, and expanding its renewable energy business; and
- **Diversifying geographically** in strategic markets throughout Asia as the global supply chain continues to diversify geographically.

While the Group remains cautious regarding the strength of cyclical recovery in China, it continues to grow its capabilities, reach, and addressable markets to create lasting growth.

[2] Source: China National Bureau of Statistics (15 July 2025), via China Briefing by Dezan Shira and Associates (16 July 2025).

- **ISDN's core industrial automation business** should continue to grow in China and throughout Asia as industry advances throughout the continent. The Group is encouraged by the strong early progress in its strategic market entries in Thailand, Malaysia and Taiwan, adding to its core geographies in China, Singapore and Vietnam.
- **ISDN's renewable energy business** continues to deliver recurring profits and revenue, with further growth under development as two new hydropower plants progress under construction. The Group remains confident of scaling its renewable energy business.

With multiple growth engines, long-term market growth, and growing capabilities and strategic market access, ISDN remains confident of its strategic growth.

CEO remarks

Reflecting on ISDN's performance in 1H2025, **Mr Teo Cher Koon, ISDN's Managing Director and President** remarked that, *"ISDN's strong performance in 1H2025 reflects continued results from our disciplined strategic investments during the cyclical downturn in the last 24 months.*

We continued to grow our capabilities in Industrial Automation, and ISDN's growth in our largest market in China is a good validation of the importance of this segment in China's future. We have also invested to enter new Asian markets in Malaysia, Thailand, and Taiwan. We're encouraged to see early returns to these investments, and we will continue to develop these new market segments. We are seeing continued gradual cyclical recovery throughout Asia in our core business, but we are also focused on building growth "alpha" by expanding our market share through geographical and capability growth so that we can continue to drive growth faster than economic cycles and faster than GDP growth.

The buildout of our renewable energy business remains on track. The three operational mini-hydropower plants currently contribute 2.5% of total revenue and 9.8% of gross profit. With two additional plants targeted to commence operations in 2026, the total installed capacity will increase by 81.3% to 44.6 MW. This is expected to contribute more meaningfully to our bottom-line growth, further strengthening the Group's long-term business resilience."

—— End ——

About ISDN Holdings Limited

ISDN is a leading provider of industrial automation solutions throughout Asia. The Company has more than 10,000 customers, and 55 offices spanning key Asian growth markets, and has a 30-year history of innovating alongside the growing technology needs of its customers.

Today, ISDN's solutions power advanced industrial sectors including semiconductors, Industry 4.0 manufacturing, medical devices, aerospace, and clean energy. ISDN's solutions power products and manufacturing in 5G, industrial robotics, the Internet of Things (IoT/IIoT), cloud and edge computing, and Industry 4.0 intelligent manufacturing.

ISDN was founded in 1986 and has been listed on the SGX Main Board since 2005 and the Stock Exchange of Hong Kong Main Board since 2017.

For more information, please visit www.isdnholdings.com

Issued for and on behalf of ISDN Holdings Limited by Financial PR.

For media enquiries, please contact:

Kamal Samuel
Email: kamal@financialpr.com.sg

Vicki Zhou
Email: zhouyan@financialpr.com.sg

Louise Lim
Email: louise@financialpr.com.sg

Tevinder Singh
Email: tevinder@financialpr.com.sg

Tel: +65 6438 2990

ISDN Holdings Limited

101 Defu Lane 10 Singapore 539222

Tel: +65 6844 0288
Fax: +65 6844 0070
Web: www.isdnholdings.com