Wei Yuan Holdings Limited
偉源控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1343)

INTERIM RESULTS ANNOUNCEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2025

The board (the "**Board**") of directors (the "**Directors**") of Wei Yuan Holdings Limited (the "**Company**") present the unaudited interim results of the Company and its subsidiaries (collectively, the "**Group**") for the six months ended 30 June 2025 together with comparative figures for the corresponding period in 2024 as follows:

INTERIM CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		For the six months ended 30 June	
		2025	2024
	Notes	***S$'000***	*S$'000*
		(Unaudited)	(Unaudited)
Revenue	*4*	**42,239**	45,432
Cost of sales		**(37,100)**	(39,362)
Gross profit		**5,139**	6,070
Other income and other gains, net	*5*	**598**	496
Administrative expenses		**(4,399)**	(4,346)
Allowance for impairment of trade receivables and contract assets		**(264)**	(14)
Operating profit	*6*	**1,074**	2,206
Finance income	*7*	**110**	51
Finance costs	*7*	**(688)**	(761)
Share of profit/(loss) of joint ventures, net of tax		**137**	(750)

	Notes	For the six months ended 30 June **2025** **S$'000** **(Unaudited)**	2024 *S$'000* (Unaudited)
Profit before income tax		**633**	746
Income tax expense	*8*	**(372)**	(529)
Profit for the period		**261**	217
Profit for the period attributable to:			
Equity holders of the Company		**272**	2
Non-controlling interests		**(11)**	215
		261	217
Other comprehensive income:			
Item that will not be reclassified to profit or loss:			
Exchange differences arising on translation from functional currency to presentation currency		**(338)**	163
Items that may be reclassified subsequently to profit or loss:			
Exchange differences arising on translation		**339**	(171)
Share of other comprehensive income of a joint venture		**30**	597
Other comprehensive income for the period, net of tax		**31**	589
Total comprehensive income for the period attributable to:			
Equity holders of the Company		**303**	591
Non-controlling interests		**(11)**	215
		292	806
Earnings per share (expressed in Singapore cents per share)			
Basic and diluted	*9*	**0.0256**	0.0002

INTERIM CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	As at 30 June 2025 S$'000 (Unaudited)	As at 31 December 2024 S$'000 (Audited)
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment	10	**42,642**	22,984
Investment properties		**2,390**	2,390
Investments in joint ventures	11	**2,329**	2,162
Other financial assets		**90**	90
Deferred income tax assets		**200**	7
		47,651	27,633
Current assets			
Inventories		**923**	1,069
Trade receivables	12	**9,924**	9,277
Contract assets	15	**37,462**	43,866
Deposits, prepayments and other receivables		**4,689**	2,335
Pledged bank deposits		**1,612**	3,897
Cash at banks and on hand		**11,403**	16,239
		66,013	76,683
Current liabilities			
Trade and retention payables	14	**7,249**	13,080
Accruals, other payables and provisions		**3,091**	5,370
Contract liabilities	15	**91**	92
Current income tax liabilities		**1,225**	910
Bank borrowings	13	**38,002**	21,161
Lease liabilities		**247**	330
		49,905	40,943
Net current assets		**16,108**	35,740
Total assets less current liabilities		**63,759**	63,373

	Notes	As at 30 June 2025 S$'000 (Unaudited)	As at 31 December 2024 S$'000 (Audited)
Non-current liabilities			
Deferred income tax liabilities		**213**	381
Bank borrowings	*13*	**2,064**	1,779
Lease liabilities		**2,370**	2,397
Provisions		**734**	730
		5,381	5,287
Net assets		**58,378**	58,086
EQUITY			
Equity attributable to owners of the Company			
Share capital	*16*	**1,915**	1,915
Share premium		**15,475**	15,475
Revaluation reserve		**586**	586
Other reserve		**10,413**	10,413
Exchange reserve		**456**	425
Retained earnings		**26,890**	26,618
		55,735	55,432
Non-controlling interest		**2,643**	2,654
Total equity		**58,378**	58,086

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

1 GENERAL INFORMATION OF THE GROUP

The Company was incorporated in the Cayman Islands on 15 May 2019 as an exempted company with limited liability under the Companies Law (Cap. 22, Law 3 of 1961 as consolidated and revised) of the Cayman Islands. The registered office of the Company is Cricket Square, Hutchins Drive, PO Box 2681, Grand Cayman, KY1-1111, Cayman Islands. The principal place of business is 37 Kranji Link, Singapore 728643.

The Company is an investment holding company. The Company and its subsidiaries (the "**Group**") are principally engaged in carrying out civil engineering projects in Singapore. The ultimate holding company of the Company is WG International (BVI) Limited ("**WGI BVI**"), a company incorporated in the British Virgin Islands ("**BVI**") and the ultimate controlling parties of the Group are Mr. Ng Tian Soo, Mr. Ng Tian Kew, Mr. Ng Tian Fah, and Ms. Ng Mei Lian (collectively the "**Controlling Shareholders**").

2 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The unaudited condensed consolidated interim financial statements for the six months ended 30 June 2025 have been prepared in accordance with IFRS Accounting Standards ("**IFRSs**"), which collective term includes all International Financial Reporting Standards, International Accounting Standard ("**IASs**"), "Interim Financing Reporting" issued by the International Accounting Standards Board ("**IASB**"). These unaudited condensed consolidated interim financial statements also include applicable disclosures required by the Rules Governing the Listing of Securities on the Stock Exchange (the "**Listing Rules**") and by the Hong Kong Companies Ordinance ("**HKCO**").

The unaudited condensed consolidated interim financial statements are presented in Singapore Dollars ("**S$**"). All values are rounded to the nearest thousand except when otherwise indicated. The directors of the Company considered Hong Kong dollars ("**HK$**") is the functional currency of the Company since the business transactions, in terms of operating, investing and financing activities of the Company itself are mainly denominated in HK$. The reason for selecting S$ as its presentation currency is because most of the business activities of the Group are carried out in Singapore and denominated in S$.

The unaudited condensed consolidated interim financial statements does not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31 December 2024.

These unaudited condensed consolidated interim financial statements have been prepared with the same accounting policies adopted in the Group's annual consolidated financial statements for the year ended 31 December 2024, except for those that relate to the amendments to IFRSs effective for the first time for periods beginning on or after 1 January 2025.

Application of amendments to IFRSs

In the current interim period, the Group has applied the following amendments to IFRSs issued by the IASB, for the first time, which are mandatorily effective for the annual period beginning on or after 1 January 2025 for the preparation of the Group's unaudited condensed consolidated interim financial statements:

Amendments to IAS 21	Lack of Exchangeability

The directors consider that the application of the amendments to IFRSs in the current period has had no material impact on the Group's financial positions and performance for the current and prior periods and/or on the disclosures set out in the unaudited condensed consolidated interim financial statements.

The Group has not early applied the new and amendments to IFRSs that have been issued but are not yet effective. The Group has already commenced an assessment of the related impact to the Group that are relevant to the Group. According to the preliminary assessment made, the directors of the Company do not anticipate any significant impact on the Group's financial position and results of operations.

3 SEGMENT INFORMATION

The chief operating decision-maker (the "**CODM**") has been identified as the executive directors of the Company who review the Group's internal reporting in order to assess performance and allocate resources. The CODM has determined the operating segments based on these reports.

The CODM assesses the performance based on profit after income tax and considers all businesses to be included in a single operating segment.

The Group is principally engaged in the general construction of civil engineering projects through the operating companies in Singapore. Information reported to the CODM, for the purpose of resources allocation and performance assessment, focuses on the operating results of the operating companies as a whole as the Group's resources are integrated and no discrete operating segment financial information is available. Accordingly, no operating segment information is presented.

All of the Group's activities, other than those of certain joint ventures, are carried out in Singapore and all of the Group's assets and liabilities are located in Singapore. Accordingly, no analysis by geographical basis was presented.

For the six months ended 30 June 2025, there were 4 customers (six months ended 30 June 2024: 3 customers) which individually contributed to over 10% of the Group's total revenue. Revenue generated from these customers for the six months ended 30 June 2025 and 2024 are summarised below:

	For the six months ended 30 June	
	2025	2024
	S$'000	*S$'000*
	(Unaudited)	(Unaudited)
Customer 1	**8,310**	16,678
Customer 2	**6,846**	8,915
Customer 3	**N/A***	6,734
Customer 4	**6,217**	N/A*
Customer 5	**4,521**	N/A*

* The corresponding revenue from this customer is not disclosed as such revenue alone did not account for 10% or more of the Group's revenue.

4 REVENUE

The Group derives its revenue from the transfer of goods and services over time and at a point in time in the following streams of revenue:

	For the six months ended 30 June	
	2025	2024
	S$'000	*S$'000*
	(Unaudited)	(Unaudited)
Revenue from contract works	**33,545**	37,419
Road milling and resurfacing services	**3,942**	4,660
Ancillary support and other services	**2,785**	2,129
Sale of goods and milled waste	**1,967**	1,224
	42,239	45,432
Revenue recognised:		
Over time	**40,272**	44,208
At point in time	**1,967**	1,224
	42,239	45,432

5 OTHER INCOME AND OTHER GAINS, NET

	For the six months ended 30 June	
	2025	2024
	S$'000	*S$'000*
	(Unaudited)	(Unaudited)
Other income:		
Rental income from investment properties	**27**	36
Rental income from a property *(Note (a))*	**240**	167
Government grants *(Note (b))*	**109**	134
Workplace safety and health awards	**24**	24
Sales of electricity and renewable energy certificates generated by solar panel	**149**	–
Others	**1**	7
	550	368
Other gains, net:		
Gain on disposal of property, plant and equipment, net	**50**	67
Loss on write off of property, plant and equipment, net	**–***	(4)
Gain on disposal of subsidiaries *(Note 17)*	**–**	65
Net foreign exchange loss	**(2)**	–*
	48	128
	598	496

* Less than S$1,000

Notes:

(a) The Group sub-leases certain areas of one of its leased properties to earn rentals. The management considers that those sub-leased areas could not be sold separately and the corresponding rental income is insignificant. The relevant leased property is mainly used by the Group as a warehouse and is classified as leasehold land and buildings under property, plant and equipment.

(b) For the six months ended 30 June 2025, government grants were represented by general incentives and subsidies provided by Singapore Government for supporting local entities and community, such as Progressive Wage Credit Scheme, Childcare Leave Scheme, Senior Employment Credit, Corporate Income Tax Rebate Cash Grant etc (six months ended 30 June 2024: Enterprise Development Grant, Senior Employment Credit, Progressive Wage Credit Scheme, Childcare Leave Scheme etc). These incentives and subsidies were granted in the form of cash payout and there were not unfulfilled conditions or contingencies relating to these grants.

6 OPERATING PROFIT

Operating profit for the period is stated after charging the following:

	For the six months ended 30 June	
	2025	2024
	S$'000	*S$'000*
	(Unaudited)	(Unaudited)
Raw material and consumables used	**4,311**	5,687
Subcontracting charges	**11,145**	12,851
Site expense	**2,062**	1,762
Auditor's remuneration	**106**	106
Depreciation of property, plant and equipment	**3,369**	3,345
Employee benefit expenses, including directors' emoluments	**13,604**	12,874
Insurance expenses	**725**	432

7 FINANCE INCOME AND FINANCE COSTS

	For the six months ended 30 June	
	2025	2024
	S$'000	*S$'000*
	(Unaudited)	(Unaudited)
Finance income		
Interests from:		
— Bank deposits	**91**	28
— Pledged bank deposits	**19**	23
	110	51
Finance costs		
Interests on:		
— Bank borrowings	**615**	681
— Lease liabilities	**60**	68
— Unwinding of discount of reinstatement costs	**13**	12
	688	761

8 INCOME TAX EXPENSE

	For the six months ended 30 June	
	2025	2024
	S$'000	*S$'000*
	(Unaudited)	(Unaudited)
Current tax		
— Current period — Singapore *(Note (d))*	**734**	635
Deferred tax		
— Current period	**(362)**	(106)
Income tax expense	**372**	529

Notes:

(a) Under the current laws of Cayman Islands, the Company is not subject to tax on income or capital gain. In addition, upon payments of dividends by the Company to its shareholders, no Cayman Islands withholding tax will be imposed.

(b) No provision for income tax in the BVI has been made as the Company's subsidiaries had no assessable income in BVI during the six months ended 30 June 2025 (six months ended 30 June 2024: Nil).

(c) Hong Kong Profits Tax had not been provided for as the Company and its subsidiaries had no assessable profit in Hong Kong during the six months ended 30 June 2025 (six months ended 30 June 2024: Nil).

(d) The Group mainly operates in Singapore. Income tax had been provided at the applicable tax rate of 17% (six months ended 30 June 2024: Same) of Singapore on the estimated assessable profits during the six months ended 30 June 2025.

9 EARNINGS PER SHARE

Basic earnings per share is calculated by dividing the profit attributable to the equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	For the six months ended 30 June	
	2025	2024
	(Unaudited)	(Unaudited)
Earnings:		
Profit for the period attributable to the equity holders of the Company *(S$'000)*	**272**	2
Number of shares:		
Weighted average number of ordinary shares in issue *(in thousand)*	**1,064,000**	1,064,000

For the six months ended 30 June 2025 and 2024, the number of shares used for the purpose of calculating basic earnings per share represents the weighted average of 1,064,000,000 ordinary shares in issue during the period.

Diluted earnings per share was the same as the basic earnings per share as there were no diluted potential ordinary shares outstanding during the six months ended 30 June 2025 (six months ended 30 June 2024: Same).

10 PROPERTY, PLANT AND EQUIPMENT

	Leasehold land and buildings *(Note (a) & (b))* *S$'000*	Motor Vehicles *(Note (b))* *S$'000*	Computers, office equipment and furniture and fittings *(Note (b))* *S$'000*	Plant and machinery *(Note (b))* *S$'000*	Renovation *S$'000*	Total *S$'000*
Period ended 30 June 2025 (Unaudited)						
Opening net book amount	**12,532**	**5,991**	**202**	**4,165**	**94**	**22,984**
Additions	**19,579**	**1,916**	**41**	**1,534**	**–**	**23,070**
Written-off	**–**	**–**	**–***	**–***	**–***	**–***
Disposals	**–**	**(43)**	**–**	**–***	**–**	**(43)**
Depreciation *(Note 6)*	**(1,354)**	**(874)**	**(90)**	**(1,013)**	**(38)**	**(3,369)**
Closing net book amount	**30,757**	**6,990**	**153**	**4,686**	**56**	**42,642**
At 30 June 2025						
Cost	**47,131**	**19,605**	**1,520**	**19,091**	**938**	**88,285**
Accumulated depreciation	**(16,374)**	**(12,615)**	**(1,367)**	**(14,405)**	**(882)**	**(45,643)**
Net book amount	**30,757**	**6,990**	**153**	**4,686**	**56**	**42,642**
Year ended 31 December 2024 (Audited)						
Opening net book amount	15,110	5,265	252	3,690	151	24,468
Additions	243	2,395	129	2,349	18	5,134
Written-off	–	(13)	–*	(4)	–	(17)
Disposals	–	(57)	–	(3)	–	(60)
Depreciation *(Note 6)*	(2,821)	(1,599)	(179)	(1,867)	(75)	(6,541)
Closing net book amount	12,532	5,991	202	4,165	94	22,984
At 31 December 2024						
Cost	29,177	18,068	1,482	17,853	950	67,530
Accumulated depreciation	(16,645)	(12,077)	(1,280)	(13,688)	(856)	(44,546)
Net book amount	12,532	5,991	202	4,165	94	22,984

* Less than S$1,000

Notes:

(a) As at 30 June 2025, the Group's leasehold land and buildings were represented by the following:

(i) leasehold land and buildings located in Singapore under fixed lease terms of approximately 14 to 35 years (31 December 2024: Same). As at 30 June 2025, the remaining lease terms of these leasehold land and buildings were approximately 6 months to 30 years (31 December 2024: 1 to 31 years);

(ii) as at 30 June 2025, the Group also leases certain land located in Singapore from landlords for lease terms of approximately 2 years (31 December 2024: Same); and

(iii) the increase in leasehold land and building of approximately S$19,511,000 was in relation to an acquisition of the lease of premises located at 18 Chin Bee Drive Singapore 619865 which commenced on 26 April 2025.

(b) Right-of-use assets under leasing arrangements are presented within which the corresponding underlying assets would be presented if they were owned.

(c) As at 30 June 2025, the leasehold land and buildings of the Group with net carrying amount of approximately S$28,368,000 (31 December 2024: S$10,033,000) were pledged to secure the bank borrowings of the Group (Note 13).

(d) As at 30 June 2025, motor vehicles and plant and machinery with carrying amounts of approximately S$4,475,000 and S$2,528,000 (31 December 2024: S$3,994,000 and S$2,189,000), respectively, held by the Group were pledged for certain bank borrowings. The related assets were pledged as security for the related financing (Note 13).

Depreciation of the Group's property, plant and equipment has been charged to the unaudited interim condensed consolidated statement of comprehensive income as follows:

	For the six months ended 30 June	
	2025	2024
	S$'000	*S$'000*
	(Unaudited)	(Unaudited)
Cost of sales	**3,051**	2,993
Administrative expenses	**318**	352
	3,369	3,345

11 INVESTMENTS IN JOINT VENTURES

	As at 30 June 2025 *S$'000* **(Unaudited)**	As at 31 December 2024 *S$'000* (Audited)
Beginning of the period/year	**2,162**	1,932
Share of profit/(loss) for the period/year, net of tax	**137**	(125)
Share of other comprehensive income for the period/year, net of tax	**30**	355
End of the period/year	**2,329**	2,162

Set out below are the joint ventures of the Group. These joint ventures have share capital consisting solely of ordinary shares, which are held indirectly through subsidiaries of the Company.

Name of entity	**Place of incorporation**	**Place of business**	**% of ownership interest**	
			As at 30 June 2025 (Unaudited)	As at 31 December 2024 (Audited)
SWG Alliance Pte. Ltd. ("**SWG**") and its subsidiaries *(Note i)*	Singapore	Singapore and Malaysia	**40**	40
Futurus Construction Pte. Ltd. *(Note ii)*	Singapore	Singapore	**40**	40

Notes:

(i) SWG is an investment holding company. The principal activities of its subsidiaries are manufacture of precast concrete, cement or artificial stone articles, manufacture of asphalt and quarry products.

(ii) Futurus Construction Pte. Ltd. is principally engaged in the business of distribution and leasing of machinery and equipment relating to the civil engineering industry.

All the joint ventures are accounted for using the equity method in these unaudited condensed consolidated interim financial statements.

The Group had no commitment to provide funding, if called, to these joint ventures and there were no contingent liabilities relating to the Group's interests in these joint ventures for the six months ended 30 June 2025 (31 December 2024: Same).

12 TRADE RECEIVABLES

	As at 30 June 2025 *S$'000* (Unaudited)	As at 31 December 2024 *S$'000* (Audited)
Trade receivables		
— Third parties	**10,380**	9,112
— Related party	**8**	521
	10,388	9,633
Less: Allowance for impairment	**(464)**	(356)
Trade receivable — net	**9,924**	9,277

The Group's credit terms granted to third-party customers are generally 30 to 45 days.

The ageing analysis of the trade receivables at gross amount, presented based on invoice date at the end of the reporting period, was as follows:

	As at 30 June 2025 *S$'000* (Unaudited)	As at 31 December 2024 *S$'000* (Audited)
Less than 30 days	**7,655**	7,116
31–60 days	**553**	839
61–90 days	**1,060**	524
91–120 days	**646**	152
121–365 days	**197**	699
More than 1 year	**277**	303
	10,388	9,633

Movement in the allowance for impairment of trade receivables was as follows:

	Lifetime ECL — not credit impaired	**Lifetime ECL — credit impaired**	**Total**
	S$'000	*S$'000*	*S$'000*
As at 1 January 2024	37	105	142
Impairment made	18	202	220
Impairment reversed	–	(6)	(6)
As at 31 December 2024 and 1 January 2025 (Audited)	55	301	356
Impairment made	–	143	143
Impairment reversed	(9)	–*	(9)
Impairment utilised	–	(26)	(26)
As at 30 June 2025 (Unaudited)	46	418	464

* Less than S$1,000

The Group applied the simplified approach to provide for expected credit losses prescribed by IFRS 9.

13 BANK BORROWINGS

	As at 30 June 2025	As at 31 December 2024
	S$'000	*S$'000*
	(Unaudited)	(Audited)
Bank borrowings — secured	**40,066**	22,940

As at 30 June 2025, the Group's bank borrowings with carrying amount of approximately S$32,569,000 (31 December 2024: S$16,896,000) were variable-rate borrowings which carried annual interest ranging from 2.70% to 5.45% (31 December 2024: 4.04% to 6.30%) per annum.

The Group's borrowings, after taking into account of repayable on demand clause, would be repayable as follows:

	As at 30 June 2025 S$'000 (Unaudited)	As at 31 December 2024 S$'000 (Audited)
Within 1 year or on demand	**38,002**	21,161
After 1 year but within 2 years	**1,341**	1,106
After 2 years but within 5 years	**723**	673
	40,066	22,940

As at 30 June 2025, the Group's bank borrowings were secured by the investment properties, carrying amount of leasehold land and buildings, carrying amount of motor vehicles and plant and machinery held under lease arrangements, pledged bank deposits and corporate guarantee by the Company and personal guarantees by shareholders of one of the subsidiaries of the Company (31 December 2024: Same).

The weighted average interest rate was 3.32% as at 30 June 2025 (31 December 2024: 4.83%).

14 TRADE AND RETENTION PAYABLES

The credit period granted by creditors ranged from 30 to 150 days.

	As at 30 June 2025 S$'000 (Unaudited)	As at 31 December 2024 S$'000 (Audited)
Trade payables		
— Third parties	**6,879**	12,634
— Related parties	**2**	8
	6,881	12,642
Retention payable		
— Third parties	**368**	438
	7,249	13,080

The ageing analysis of the trade payables, presented based on invoice date at the end of the reporting period, was as follows:

	As at 30 June 2025	As at 31 December 2024
	S$'000	*S$'000*
	(Unaudited)	(Audited)
Less than 30 days	**5,731**	9,394
31–60 days	**700**	1,475
61–90 days	**79**	652
91–120 days	**156**	588
121–365 days	**178**	450
More than one year	**37**	83
	6,881	12,642

As at 30 June 2025, retention payables of approximately S$368,000 (31 December 2024: S$438,000) were expected to be settled within twelve months after the end of the reporting period.

15 CONTRACT ASSETS/(LIABILITIES)

	As at 30 June 2025	As at 31 December 2024
	S$'000	*S$'000*
	(Unaudited)	(Audited)
Retention sum for contract works	**1,830**	1,308
Unbilled revenue of contracts	**35,841**	42,637
	37,671	43,945
Less: Allowance for impairment	**(209)**	(79)
Contract assets	**37,462**	43,866
Contract liabilities	**(91)**	(92)
Retention held by customers expected to be settled:		
To be recovered within 12 months	**1,830**	1,308

As at 1 January 2024, contract assets and contract liabilities amounted to approximately S$46,809,000 and S$329,000, respectively.

All contract assets and contract liabilities are mainly arisen from contracts works and road milling and resurfacing services. The changes in the contract assets and contract liabilities for the year were resulted from the pace of the progress of certain projects and the timing of approval for progress billing application for certain projects.

Retention sum for contract works are settled in accordance with the terms of the respective contracts. In the unaudited interim condensed consolidated statement of financial position, retention sum for contract works were classified as current assets based on operating cycle. Prior to expiration of defect liability period, these are classified as contract assets, which ranges from one to five years from the date of the practical completion of the construction. The relevant amount of contract asset is unsecured and interest-free and reclassified to trade receivables when the defect liability period expires. The defect liability period serves as an assurance that the construction services performed comply with agreed-upon specifications and such assurance cannot be purchased separately. The terms and conditions in relation to the release of retention vary from contract to contract, which is subject to practical completion or the expiry of the defect liability period.

Contract assets represent the Group's right to receive consideration for work completed but not yet billed because the rights are conditional upon the satisfaction by the customers on the construction work completed by the Group and the work is pending for the certification by the customers. The contract assets are transferred to the trade receivables when the rights become unconditional, which is typically at the time the Group obtains the certification of the completed construction work from the customers.

The Group classifies these contract assets as current assets because the Group expects to realise them in its normal operating cycle.

16 SHARE CAPITAL

	Par value	**No. of shares**	**Share capital**
	HK$		*HK$'000*
Authorised:			
At 31 December 2024 (Audited)	0.01	2,000,000,000	20,000
At 30 June 2025 (Unaudited)	0.01	2,000,000,000	20,000

	No. of shares	***HK$'000***	***S$'000***
Issued and fully paid:			
At 31 December 2024 (Audited)	1,064,000,000	10,640	1,915
At 30 June 2025 (Unaudited)	1,064,000,000	10,640	1,915

17 DISPOSAL OF SUBSIDIARIES

On 27 June 2024, the Group disposed of its entire equity interest in Zhang De Holdings Limited and its subsidiaries (the "**Zhang De Group**"), which were principally engaged in the trading of building materials in the People's Republic of China, to an independent third party for a consideration of HK$38,000 (equivalent to approximately S$6,000). The disposal was completed in June 2024 and since then Zhang De Group ceased to be wholly owned subsidiaries of the Company and the financial results would no longer be consolidated into the Group's consolidated financial statements. The effect of the disposal is summarised as follows:

	31 December 2024 *S$'000* **(Audited)**
Cash at bank	**1**
Trade receivables	**928**
Other receivables	**243**
Trade payables	**(1,166)**
Accruals and other payables	**(65)**
Net liabilities disposed of	**(59)**
Gain on disposal of subsidiaries	**65**
Total consideration	**6**

The gain on disposal of subsidiaries is included in "Other income and other gains, net" in the consolidated statement of comprehensive income. The consideration of HK$38,000 (equivalent to approximately S$6,000) for the disposal of the subsidiaries was received on 4 July 2024.

Net cash inflow on disposal of subsidiaries

	31 December 2024 *S$'000* **(Audited)**
Consideration received in cash at banks and on hand	**6**
Less: cash at bank disposed of	**(1)**
Net inflow of cash in respect of the disposal of subsidiaries	**5**

18 DIVIDENDS

The board of directors does not recommend the payment of interim dividend for the six months ended 30 June 2025 (six months ended 30 June 2024: Nil).

19 SUBSEQUENT EVENTS

There are no significant events affecting the Group which have occurred after the six months ended 30 June 2025 and up to the date of this interim results announcement.

MANAGEMENT DISCUSSION AND ANALYSIS

INDUSTRY OVERVIEW

According to the Ministry of Trade and Industry Singapore ("**MTI**") announcement on 12 August 2025, the construction sector grew by 6% year-on-year, accelerating from the 4.9% increase recorded in the first quarter. This growth was driven by higher output in both public and private sector construction activities. On a quarter-on-quarter seasonally adjusted basis, the sector expanded by 5.7%, rebounding from a 2.0% contraction in the previous quarter. While the industry faces ongoing challenges such as rising labor costs and global economic uncertainties, it is increasingly leveraging digitalization and advanced construction technologies to enhance efficiency, productivity, and sustainability.

BUSINESS REVIEW AND PROSPECT

The core business and revenue structure of the Group have remained unchanged for the six months ended 30 June 2025. The Group's operations, other than those of certain joint ventures, are located in Singapore and its revenue and profit from operations are solely derived from contract works rendered within Singapore. The Group is actively involved as a main contractor or subcontractor in both private and public sector projects and the revenue was principally derived from (i) contract works in relation to the installation of power cables, telecommunication cables (including ISP works and OSP works) and sewerage pipelines by applying methods such as open cut excavation or trenchless methods; (ii) road milling and resurfacing services; (iii) ancillary support and other services; and (iv) sales of goods and milled waste.

Looking ahead, the Group expects business environment to remain challenging, with several factors influencing performance. These include ongoing global economic uncertainties, rising cost of operation and fluctuations in interest rates. These external pressures may continue to impact the Group's margins and operational efficiency. The Group are cautious and adopts a prudent approach in carrying out its business amid of these challenges that may affect our overall margins, which includes (i) lesser progress of newly awarded projects that are in preliminary phase; (ii) rising retention and hiring costs driven by market standards and increase in manpower demand to complete our projects' performance obligations; and (iii) the current volatile interest rate environment may put upward pressure on borrowing costs of the Group. These unfavourable factors have affected the operations of the Group in Singapore. Despite these challenges, the Group was awarded approximately S$216.1 million new projects between January 2025 to June 2025. The Group order book's stood at approximately S$634.9 million with project completions scheduled through 2029.

Business strategies of the Group remained unchanged for the six months ended 30 June 2025. Looking ahead, the Group will (i) closely monitor the global economic trend and market situation and take timely measures to improve its operation and production efficiency; (ii) continue to leverage its solid track record and proven expertise to tender for public and private sector projects; (iii) prioritise cash conservation; (iv) adopt tighten cost control measures; (v) actively participate in tendering for new projects to strengthen the Group's market position; and (vi) exercise caution when exploring business opportunities.

ONGOING PROJECTS

As at 30 June 2025, the Group had 35 ongoing projects, including 33 ongoing power cable installation projects and two telecommunication cable installation projects with an aggregated contract sum of approximately S$726.2 million, of which approximately S$91.3 million has been recognised as revenue up to 30 June 2025 (31 December 2024: 28 ongoing projects, including 26 ongoing power cable installation projects and two telecommunication cable installation projects with an aggregated contract sum of approximately S$514.1 million, of which approximately S$95.2 million has been recognised as revenue). The remaining balance will be recognised as the Group's revenue in subsequent periods in accordance with the respective stage of completion.

FINANCIAL REVIEW

Below is the financial review for the six months ended 30 June 2025 as compared to six months ended 30 June 2024.

Revenue

The following table sets out the breakdown of the Group's revenue by goods and services types for the six months ended 30 June 2025 and 2024.

	For the six months ended 30 June	
	2025	2024
	S$'000	*S$'000*
	(Unaudited)	(Unaudited)
Revenue from contract works		
— Power	**27,109**	36,772
— Telecommunication	**6,436**	647
Subtotal	**33,545**	37,419
Road milling and resurfacing services	**3,942**	4,660
Ancillary support and other services	**2,785**	2,129
Sales of goods and milled waste	**1,967**	1,224
Total	**42,239**	45,432

The Group's revenue decreased by approximately S$3.2 million from approximately S$45.4 million for the six months ended 30 June 2024 to approximately S$42.2 million for the six months ended 30 June 2025 representing decrease of approximately 7.0%. This decrease was mainly attributable to:

(i) decrease in revenue from contract works by approximately S$3.9 million was due to the combined effect of (a) decrease in revenue from power cable installation projects by approximately S$9.7 million which mainly due to lesser progress of the projects with revenue recognised for the six months ended 30 June 2025 compared to the six months ended 30 June 2024; and (b) increase in revenue from telecommunication cable installation projects by approximately S$5.8 million due to progress of one project with revenue recognised during the six month ended 30 June 2025 compared to the six months ended 30 June 2024;

(ii) decrease in revenue from road milling and resurfacing services by approximately S$0.7 million;

(iii) slight increase in revenue from ancillary support and other services by approximately S$0.7 million due to increased revenue from leasing of vehicles; and

(iv) slight increase in revenue from sales of goods and milled waste by approximately S$0.7 million.

Cost of sales

The Group's cost of sales decreased by approximately S$2.3 million from approximately S$39.4 million for the six months ended 30 June 2024 to approximately S$37.1 million for the six months ended 30 June 2025, representing a decrease of approximately 5.8%. The decrease was in line with the decrease in revenue as discussed above.

Gross profit and gross profit margin

The Group's gross profit decreased by approximately S$1.0 million from approximately S$6.1 million for the six months ended 30 June 2024 to approximately S$5.1 million for the six months ended 30 June 2025, while the Group's gross profit margin decreased from approximately 13.4% for the six months ended 30 June 2024 to approximately 12.2% for the six months ended 30 June 2025. The decrease in gross profit and gross profit margin was mainly due to the decrease in revenue generated from contract works and road milling and resurfacing services of the Group attributable to reasons as elaborated above.

Other income and other gains, net

Other income and other gains, net increased by approximately S$0.1 million from approximately S$0.5 million for the six months ended 30 June 2024 to approximately S$0.6 million for the six months ended 30 June 2025 was mainly attributable to sales of electricity and renewable energy certificates generated by solar panel of approximately S$0.1 million.

Administrative expenses

The Group's administrative expenses increased by approximately S$0.1 million from approximately S$4.3 million for the six months ended 30 June 2024 to approximately S$4.4 million for the six months ended 30 June 2025. Such increase was mainly due to the increase in legal and professional fees of approximately S$0.1 million.

Allowance for impairment of trade receivables and contract assets

An allowance of impairment of trade receivables and contract assets, net increased by approximately S$250,000 from approximately S$14,000 for the six months ended 30 June 2024 to approximately S$264,000 for the six months ended 30 June 2025. Such change was mainly attributable to (i) increase in allowance for impairment of trade receivables by approximately S$134,000 in relation to increase in trade receivables that were aged over 150 days for the six months ended 30 June 2025; and (ii) increase in allowance for expected credit loss of contract assets by approximately S$116,000 for the six months ended 30 June 2025.

Finance income

Finance income increased by approximately S$59,000 from approximately S$51,000 for the six months ended 30 June 2024 to approximately S$110,000 for the six months ended 30 June 2025, which mainly represented interest income from bank deposits and pledged bank deposits.

Finance costs

Finance costs represented interest expense relating to bank borrowings, lease liabilities and unwinding of discount of reinstatement costs. The slight decreased by approximately S$73,000 from approximately S$761,000 for the six months ended 30 June 2024 to approximately S$688,000 for the six months ended 30 June 2025 was mainly due to the decrease in interest rates on bank borrowings.

Share of profit/(loss) of joint ventures, net of tax

The share of profit of joint ventures increased by approximately S$0.9 million from the share of loss of joint ventures approximately S$0.8 million for the six months ended 30 June 2024 to the share of profit of joint ventures approximately S$0.1 million for the six months ended 30 June 2025.

Income tax expense

Income tax expenses decreased by approximately S$0.1 million for the six months ended 30 June 2025 compared to six months ended 30 June 2024. Such decrease was mainly due to the net effect of the increase in current tax of approximately S$0.1 million and the increase in deferred tax credited of approximately S$0.2 million.

Profit for the period

As a result of the foregoing, the Group recorded a net profit of approximately S$261,000 for the six months ended 30 June 2025 as compared to the net profit approximately S$217,000 for the six months ended 30 June 2024, representing an increase of approximately S$44,000. This increase was due to the reasons elaborated above.

INTERIM DIVIDEND

The board of directors does not recommend the payment of an interim dividend for the six months ended 30 June 2025 (six months ended 30 June 2024: Nil).

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

The shares of the Company were successfully listed on Main Board of the Stock Exchange of Hong Kong Limited (the "**Stock Exchange**") on 12 March 2020 by way of share offer and there has been no change in capital structure of the Group since then. The Company's capital comprises ordinary shares and capital reserves.

The Group's liquidity requirements are primarily attributable to the working capital for its business operations. The Group's principal sources of liquidity comprises of cash generated from business operations, cash and cash equivalents, equity contribution from the shareholders and borrowings. As at 30 June 2025, the Company's issued share capital was HK$10,640,000 and the number of issued shares of the Company was 1,064,000,000 ordinary shares of HK$0.01 each.

As at 30 June 2025, the Group maintained a healthy liquidity position with net current assets balance and cash at banks and on hand of approximately S$16.1 million (31 December 2024: S$35.7 million) and approximately S$11.4 million (31 December 2024: S$16.2 million) respectively. The Group has continued to implement a prudent cash and financial management policy. The Group's cash at banks and on hand were denominated in Singapore dollars and Hong Kong dollars, are generally deposited with certain reputable financial institutions.

The Group aims to maintain flexibility in funding by utilising committed credit lines available and interest bearing borrowing, and regularly monitors the current and expected liquidity requirements to ensure that the Group maintains sufficient financial resources to meet its liquidity requirements at all times.

Borrowings

As at 30 June 2025, the Group had total borrowings (including bank borrowings and lease liabilities) of approximately S$42.7 million (31 December 2024: S$25.7 million) which were denominated in Singapore dollars. As at 30 June 2025, the Group's bank borrowings of approximately of S$7.5 million bear interest at fixed interest rates (31 December 2024: S$6.0 million), while bank borrowing of approximately S$32.6 million (31 December 2024: S$16.9 million) bear interest at floating interest rates. The Group's borrowings have not been hedged by any interest rate financial instruments. Details of the maturity profile and interest rate of the borrowings are set out in Note 13 to this announcement.

Gearing ratio

Gearing ratio is calculated as total borrowings (including bank borrowings and lease liabilities) divided by the total equity at the end of the respective period.

As at 30 June 2025, the gearing ratio of the Group was approximately 73.1% (31 December 2024: 44.2%). The increase in gearing ratio as at 30 June 2025 was mainly due to the increase in bank borrowings by approximately S$17.1 million as at 30 June 2025 as compared to 31 December 2024. The increase in bank borrowing was in relation to an acquisition of the lease of premises located at 18 Chin Bee Drive Singapore 619865 which commenced on 26 April 2025.

Net debt to total capital ratio

Net debt to total capital ratio is calculated as net debts (i.e. lease liabilities, bank borrowings and net of cash at banks and on hand and pledged bank deposits) divided by total capital (i.e. net debts and total equity) at the end of the respective period.

As at 30 June 2025, net debt to total capital ratio of the Group was approximately 33.7% (31 December 2024: 8.7%). The increase in net debt to total capital ratio as at 30 June 2025 was mainly due to the (i) the decrease in cash at banks and on hand and pledged bank deposits by approximately S$7.1 million; and (ii) increase in bank borrowings by approximately S$17.1 million as at 30 June 2025 as compared to 31 December 2024. The increase in bank borrowing was in relation to an acquisition of the lease of premises located at 18 Chin Bee Drive Singapore 619865 which commenced on 26 April 2025.

Pledge of assets

As at 30 June 2025, the Group's investment properties with fair value of approximately S$2.4 million (31 December 2024: S$2.4 million), carrying amount of leasehold land and buildings of approximately S$28.4 million (31 December 2024: S$10.0 million), carrying amounts of motor vehicles and plant and machinery held under hire purchase commitments of approximately S$4.5 million and S$2.5 million (31 December 2024: S$4.0 million and S$2.2 million), respectively, and pledged bank deposits of approximately S$1.6 million (31 December 2024: S$3.9 million) were pledged for bank borrowings.

CAPITAL EXPENDITURES AND COMMITMENTS

During the six months ended 30 June 2025, the Group incurred capital expenditures of approximately S$23.1 million (six months ended 30 June 2024: S$1.6 million) in respect of the acquisition of plant and equipment and motor vehicles.

As at 30 June 2025, the Group had capital expenditure contracted for as end of the reporting period but not recognised in the unaudited condensed consolidated interim financial statements in respect of purchases of plant and equipment and motor vehicles of approximately S$1.2 million (31 December 2024: S$0.3 million).

CONTINGENCIES

As at 30 June 2025, the Group had performance bonds for guarantees of completion of projects issued by insurance companies and bank amounting to approximately S$23.3 million (31 December 2024: S$10.7 million).

As at 30 June 2025, the Group had security bonds made under section 12 of Employment of Foreign Manpower (Work Passes) Regulations amounting to approximately S$2.2 million (31 December 2024: S$2.4 million).

FUTURE PLAN FOR MATERIAL INVESTMENTS AND CAPITAL ASSETS

The Group did not have any future plans for material investments and capital assets as at the date of this results announcement.

SIGNIFICANT INVESTMENTS, MATERIALS ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND ASSOCIATES COMPANIES OR JOINT VENTURES

During the six months ended 30 June 2025, the Group did not have any significant investment held, material acquisitions or disposals of subsidiaries and associated companies or joint ventures except to the circular of the Company dated 27 March 2025, the very substantial acquisition in relation to the lease offer for the lease of premises, which was commenced on 26 April 2025.

Financial instruments

The Group's major financial instruments include trade receivables, deposits and other receivables excluding prepayments, cash at banks and on hand, pledged bank deposits, bank borrowings, lease liabilities, trade and retention payables and other payables excluding non-financial liabilities. The Group's management manages such exposure to ensure appropriate measures are implemented on a timely and effective manner.

FOREIGN EXCHANGE EXPOSURE

The headquarters and principal place of business of the Group is in Singapore with its revenue and cost of sales mainly denominated in Singapore dollars, which is the functional currency of all the Group's operating companies.

However, as the shares of the Company have been listed on the Stock Exchange on 12 March 2020, the Group retains Hong Kong dollars amounting to approximately HK$85,000 as at 30 June 2025 that are exposed to foreign currency risks. The Group does not expect the foreign exchange risk could materially affect the Group's results of operations, and therefore no hedging instrument has been employed. The Group will continue to monitor its foreign currency exposure and will consider hedging significant foreign currency exposure should the need arise.

EMPLOYEES AND REMUNERATION POLICIES

As at the 30 June 2025, the Group had 672 full time employees (31 December 2024: 644), including executive Directors. Total staff costs including Directors' emoluments, salaries, wages and other staff benefits, contributions and retirement schemes for the six months ended 30 June 2025 amounted to approximately S$13.6 million (six months ended 30 June 2024: S$12.9 million).

The Group offers remuneration package to its employees which includes salary, bonuses and allowance. Generally, the salary and benefit levels of the employees of the Group are based on each of their qualifications, position and seniority. The Group has an annual review system to appraise the performance of its employees, which constitutes the grounds for the decision to the salary raises, bonuses and promotions. In addition, the Group also pays Central Provident Fund for employees in Singapore. The emoluments of the Directors have been reviewed by the Remuneration Committee of the Company, having regard to the performance of Directors and market standards, and approved by the Board. The Company has adopted a share option scheme as an incentive to Directors and eligible employees of the Group.

EVENT AFTER REPORTING PERIOD

There are no significant events affecting the Group which have occurred after the six months ended 30 June 2025 and up to the date of this announcement.

CORPORATE GOVERNANCE

During the six months ended 30 June 2025, the Company complied with the code provisions as set out in the Corporate Governance Code (the "**CG Code**") contained in Appendix C1 of the Listing Rules.

The Company reviews its corporate governance practices regularly to ensure compliance with the CG Code.

MODEL CODE FOR SECURITIES TRANSACTIONS

The Company adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "**Model Code**") as set out in Appendix C3 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "**Listing Rules**") as its codes of conduct regarding the Directors' securities transactions (the "**Securities Dealing Code**"). Specific enquiry has been made with all the Directors and all of them confirmed that they have complied with the Model Code and the Securities Dealing Code for the six months ended 30 June 2025.

The Company is not aware of any non-compliance with the Model Code and the Securities Dealing Code for the six months ended 30 June 2025. The Company will from time to time reiterate and provide reminders to the Directors regarding the procedures, rules and requirements to be complied with by them in relation to the Directors' dealings in securities of the Company.

SHARE OPTION SCHEME

The Company has conditionally adopted a share option scheme on 18 February 2020 as an additional incentive to employees (full-time and part-time), directors, consultants, advisers, substantial shareholders, distributors, contractors, suppliers, agents, customers, business partners or service providers of the Group and to promote the success of the business of the Group. No share option has been granted, exercised, cancelled or lapsed under the share option scheme since its adoption and during the six months ended 30 June 2025, and there is no outstanding share option as at 30 June 2025.

COMPETING INTERESTS

The controlling shareholders of the Company, the Directors and their respective close associates confirmed that each of them does not have any interest in a business apart from the Group's business which competes or is likely to compete, directly or indirectly, with the Group's business during the six months ended 30 June 2025, and is required to be disclosed pursuant to Rule 8.10 of the Listing Rules.

PURCHASE, SALE OR REDEMPTION OF THE LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities (including sale of treasury shares of the Company) during the six months ended 30 June 2025.

AUDIT COMMITTEE

The unaudited interim results of the Group for the six months ended 30 June 2025 are unaudited but have been reviewed by the audit committee. The audit committee has reviewed the accounting principles and practices adopted by the Group and discussed risk management, internal control and financing reporting matters with the management of the Company including a review of the unaudited condensed consolidated interim financial statements and the interim report of the Company for the six months ended 30 June 2025 with no disagreement by the audit committee of the Company.

PUBLICATION OF INTERIM RESULTS ANNOUNCEMENT AND INTERIM REPORT

This interim results announcement is published on the website of the Stock Exchange at www.hkexnews.hk and the Company's website at http://www.weiyuanholdings.com. The interim report of the Company for the six months ended 30 June 2025 will be dispatched to the shareholders of the Company and made available on the above websites in due course.

By Order of the Board
Wei Yuan Holdings Limited
Ng Tian Soo
Chairman and Executive Director

Singapore, 28 August 2025

As at the date of this announcement, the Board comprises two executive Directors, namely Mr. Ng Tian Soo and Mr. Ng Tian Fah; and three independent non-executive Directors, namely Mr. Gary Ng Sin Tong (alias Mr. Gary Huang Chendong), Ms. Lee Wing Yin Jessica and Mr. George Christopher Holland.