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TS WONDERS HOLDING LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1767)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2025

FINANCIAL HIGHLIGHTS:

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Six months ended 30 June		
	2025	2024	% of change
	S\$	S\$	
Revenue	35,067,922	32,887,425	6.6%
Profit before taxation	3,113,851	4,950,379	(37.1%)
Profit for the period	2,186,900	4,025,254	(45.7%)

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	As at 30 June 2025 S\$	As at 31 December 2024 S\$	% of change
Bank balances and cash	40,410,554	36,927,862	9.4%
Net assets	84,048,104	82,141,901	2.3%

KEY FINANCIAL RATIOS

	Six months ended 30 June	
	2025	2024
Gross profit margin	26.1%	27.3%
Profit before taxation margin	8.9%	15.1%
Profit margin for the period	6.2%	12.2%
	As at 30 June 2025	As at 31 December 2024
Return on total assets	2.3%	6.8%
Return on equity	2.6%	7.7%
Current ratio (times)	9.4	7.5

INTERIM FINANCIAL INFORMATION

The board (the “Board”) of directors (the “Directors”, each a “Director”) of TS Wonders Holding Limited (the “Company”) hereby announces the interim results of the Company and its subsidiaries (collectively the “Group”) for the six months ended 30 June 2025 together with the comparative figures for the six months ended 30 June 2024 and selected explanatory notes. All amounts set out in this announcement are presented in Singapore Dollars (“S\$”) unless otherwise indicated.

INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2025

		For the six months ended 30 June	
	<i>Note</i>	2025	2024
		S\$	S\$
		(Unaudited)	(Unaudited)
Revenue	4	35,067,922	32,887,425
Cost of sales		(25,919,658)	(23,923,570)
Gross profit	4	9,148,264	8,963,855
Other income	5	372,694	541,473
Other gains and losses	6	(792,706)	465,015
Selling and distribution expenses		(2,174,728)	(1,803,776)
Administrative expenses		(3,409,139)	(3,186,857)
Finance costs	7	(30,534)	(29,331)
Profit before taxation		3,113,851	4,950,379
Income tax expense	8	(926,951)	(925,125)
Profit for the period	9	2,186,900	4,025,254
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss:			
Exchange differences on translation of foreign operation		(147,425)	46,566
Items that will not be reclassified subsequently to profit or loss:			
Revaluation of property, plant and equipment, net of tax		242,337	223,827
Other comprehensive income for the period		94,912	270,393
Total profit and other comprehensive income for the period, net of tax		2,281,812	4,295,647
Basic earnings per share (S\$ cents)	11	0.22	0.40

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2025

		As at 30 June 2025 S\$ (Unaudited)	As at 31 December 2024 S\$ (Audited)
	Note		
ASSETS			
Non-current assets			
Property, plant and equipment		30,018,846	30,707,933
Right-of-use assets		958,517	1,075,605
Deposits		92,396	23,718
		<u>31,069,759</u>	<u>31,807,256</u>
Current assets			
Inventories		10,755,755	10,647,441
Trade receivables	12	9,848,113	12,177,902
Other receivables, deposits and prepayments		1,370,894	1,536,240
Derivative financial instruments		–	17,636
Bank balances and cash		40,410,554	36,927,862
		<u>62,385,316</u>	<u>61,307,081</u>
LIABILITIES			
Current liabilities			
Trade and other payables	13	4,330,172	6,253,499
Derivative financial instruments		352,015	60,079
Lease liabilities		190,626	208,409
Income tax payable		1,748,684	1,638,496
		<u>6,621,497</u>	<u>8,160,483</u>
Net current assets		<u>55,763,819</u>	<u>53,146,598</u>
Total assets less current liabilities		<u>86,833,578</u>	<u>84,953,854</u>

	As at 30 June 2025 S\$ (Unaudited)	As at 31 December 2024 S\$ (Audited)
Non-current liabilities		
Lease liabilities	964,190	1,055,535
Deferred tax liabilities	1,821,284	1,756,418
	<u>2,785,474</u>	<u>2,811,953</u>
Net assets	<u>84,048,104</u>	<u>82,141,901</u>
EQUITY		
Capital and reserves		
Share capital	1,725,820	1,725,820
Share premium	13,487,471	13,487,471
Other reserve	(332,000)	(332,000)
Merger reserve	299,994	299,994
Revaluation reserve	16,233,596	15,991,259
Translation reserve	(2,869,824)	(2,722,399)
Accumulated profits	55,503,047	53,691,756
	<u>84,048,104</u>	<u>82,141,901</u>

NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1. GENERAL

The Company was incorporated in the Cayman Islands as an exempted company and registered in the Cayman Islands with limited liability under the Companies Act, Cap. 22 (Act 3 of 1961, as consolidated and revised) of the Cayman Islands on 19 April 2018. The Company was registered with the Registrar of Companies in Hong Kong as a non-Hong Kong company under Part 16 of the Hong Kong Companies Ordinance (the “Companies Ordinance”) on 23 May 2018 and the principal place of business in Hong Kong is located at Rooms 1901A, 1902 & 1902A, 19/F, New World Tower I, 16-18 Queen’s Road Central, Hong Kong. Its registered office and principal place of business in Singapore are located at Windward 3, Regatta Office Park, PO Box 1350, Grand Cayman KY1-1108, Cayman Islands and 255 Pandan Loop, Singapore 128433, respectively. The shares of the Company have been listed on the Main Board of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) with effect from 14 January 2019 (the “Listing Date”).

The Company is an investment holding company and its subsidiaries are principally engaged in the production, packaging and retailing of food products. Its parent and ultimate holding company is SWL Limited, a company incorporated in the British Virgin Islands with limited liability. Its ultimate controlling shareholders are Mdm. Han Yew Lang, Ms. Lim Seow Yen, Mr. Lim Fung Yee, Mr. Lim Fung Chor, Mr. Loo Soon Hock James and Ms. Ong Liow Wah who are family members.

The interim consolidated financial statements are presented in S\$, which is also the functional currency of the Company.

2. BASIS OF PRESENTATION OF CONSOLIDATED FINANCIAL STATEMENTS

The interim financial statements have been prepared in accordance with all applicable International Financial Reporting Standards (“IFRS”) which collective term includes all applicable individual IFRS, International Accounting Standards (“IAS”) and Interpretations issued by the International Accounting Standards Board (“IASB”).

These interim financial statements also comply with the disclosure requirements of the Companies Ordinance and the applicable disclosure provisions of the Rules Governing the Listing of Securities on the Stock Exchange (“Listing Rules”).

3. APPLICATION OF NEW AND AMENDMENTS TO INTERNATIONAL FINANCIAL REPORTING STANDARDS (“IFRS ACCOUNTING STANDARDS”)

On 1 January 2025, the Group and the Company adopted all the new and revised IFRS Accounting Standards and Interpretations issued by the International Accounting Standards Board (“IASB”) that are relevant to its operations. The adoption of these new/revised IFRS Accounting Standards pronouncements does not result in changes to the Group’s and the Company’s accounting policies and has no material effect on the disclosures or on the amounts reported for the current or prior years.

New and revised IFRS Accounting Standards in issue but not yet effective

At the date of authorisation of these consolidated financial statements, the Group has not applied the following new and amendments to IFRS Accounting Standards that have been issued but are not yet effective:

Amendments to IFRS 9 and IFRS 7	<i>Amendments to the Classification and Measurement of Financial Instruments</i> ²
Amendments to IFRS 9 and IFRS 7	<i>Contracts Referencing Nature-dependent Electricity</i> ²
Amendments to IFRS 10 and IAS 28	<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i> ¹
Amendments to IFRS Accounting Standards	<i>Annual Improvements to IFRS Accounting Standards – Volume 11</i> ²
IFRS 18	<i>Presentation and Disclosures in Financial Statements</i> ³

¹ Effective for annual periods beginning on or after a date to be determined.

² Effective for annual periods beginning on or after 1 January 2026.

³ Effective for annual periods beginning on or after 1 January 2027.

The directors of the Company anticipate that the application of the new and amendments to IFRS Accounting Standards will have no material impact on the consolidated financial position and performance as well as disclosure in the period of their initial adoption, except as indicated below.

IFRS 18 Presentation and Disclosures in Financial Statements

IFRS 18 replaces IAS 1, carrying forward many of the requirements in IAS 1 unchanged and complementing them with new requirements. In addition, some IAS 1 paragraphs have been moved to IAS 8 and IFRS 7. Furthermore, the IASB has made minor amendments to IAS 7 and IAS 33 *Earnings per Share*.

IFRS 18 introduces new requirements to:

- present specified categories and defined subtotals in the statement of profit or loss
- provide disclosures on management-defined performance measures (MPMs) in the notes to the financial statements
- improve aggregation and disaggregation

An entity is required to apply IFRS 18 for annual reporting periods beginning on or after 1 January 2027, with earlier application permitted. The amendments to IAS 7 and IAS 33, as well as the revised IAS 8 and IFRS 7, become effective when an entity applies IFRS 18. IFRS 18 requires retrospective application with specific transition provisions.

The directors of the Company anticipate that the application of these amendments may have an impact on the Group's consolidated financial statements in future periods. The Group is in the process of assessing the detailed impact of IFRS 18 on the Group's consolidated financial statements.

4. REVENUE AND SEGMENT INFORMATION

Revenue represents the fair value of amounts received and receivable from the sale of food products, which can largely be grouped under nuts and chips, which also represents the revenue from contracts with customers.

Information is reported to the executive directors of the Company, which are also the Chief Operating Decision Maker (the "CODM") of the Group, for the purposes of resource allocation and assessment of segment performance focuses on the types of products sold and in respect of the "Nuts" and "Chips" operations.

Specifically, the Group's reportable segments under IFRS 8 are as follows:

- (i) Nuts,
- (ii) Chips, and
- (iii) Others.

Others mainly include items such as disposable towels which are normally sold together with the nuts and chips products to food and beverage companies.

Segment revenue and results

The following is a breakdown of the Group's revenue and results by reportable segment:

	For the six months ended 30 June			
	Revenue		Gross profit	
	2025 S\$	2024 S\$	2025 S\$	2024 S\$
Nuts	23,804,250	21,916,371	5,841,210	5,655,757
Chips	10,025,058	9,691,889	2,992,352	2,980,012
Others	1,238,614	1,279,165	314,702	328,086
	<u>35,067,922</u>	<u>32,887,425</u>	<u>9,148,264</u>	<u>8,963,855</u>
Total	<u>35,067,922</u>	<u>32,887,425</u>	<u>9,148,264</u>	<u>8,963,855</u>

Geographical information

The Group principally operates in Singapore and Malaysia, which are the place of domicile of respective group entities. Revenue from external customer is based on the geographical location of the end customers.

	For the six months ended 30 June	
	2025	2024
	S\$	S\$
Singapore	20,614,975	20,275,725
Malaysia	10,571,250	9,850,091
The People's Republic of China (including Hong Kong)	1,296,447	1,565,896
Others	2,585,250	1,195,713
	<u>35,067,922</u>	<u>32,887,425</u>
Total	<u>35,067,922</u>	<u>32,887,425</u>

5. OTHER INCOME

	For the six months ended 30 June	
	2025	2024
	S\$	S\$
Government grants	25,760	4,402
Interest income	345,249	535,848
Others	1,685	1,223
	<u>372,694</u>	<u>541,473</u>
Total	<u>372,694</u>	<u>541,473</u>

6. OTHER GAINS AND LOSSES

	For the six months ended 30 June	
	2025	2024
	S\$	S\$
Foreign exchange (loss) gain, net	(346,729)	265,322
Fair value (loss) gain on derivative financial instruments	(445,392)	242,081
Gain on disposal of property, plant and equipment	3,598	1,081
Fair value gain (loss) on financial asset at fair value through profit or loss	12,987	(43,469)
Impairment loss on trade receivables	(16,747)	–
Fixed asset written off	(423)	–
	<u>(792,706)</u>	<u>465,015</u>

7. FINANCE COSTS

	For the six months ended 30 June	
	2025	2024
	S\$	S\$
Interest on lease liabilities	<u>30,534</u>	<u>29,331</u>

8. INCOME TAX EXPENSE

	For the six months ended 30 June	
	2025	2024
	S\$	S\$
Tax expense comprises:		
Current income tax		
Current period	890,016	842,656
Withholding tax	274	524
Overprovision in prior year	(38,107)	(30,031)
Deferred tax		
Current period	37,406	98,426
Underprovision in prior year	37,362	13,550
	<u>926,951</u>	<u>925,125</u>

Singapore Corporate Income Tax (“CIT”) is calculated at 17% of the estimated assessable profit. Singapore incorporated companies can also enjoy 75% tax exemption on the first S\$10,000 of chargeable income and a further 50% tax exemption on the next S\$190,000 of chargeable income.

In Malaysia, the standard corporate tax rate is 24% for the Year of Assessment 2024 and 2025.

9. PROFIT FOR THE PERIOD

Profit for the period has been arrived at after charging:

	For the six months ended 30 June	
	2025	2024
	S\$	S\$
Depreciation of property, plant and equipment		
Recognised as cost of sales	980,430	930,786
Recognised as administrative expenses	182,637	119,894
	<u>1,163,067</u>	<u>1,050,680</u>
Directors' remuneration	1,102,135	1,088,770
Other staff costs		
– Salaries and other benefits	3,644,427	3,350,991
– Contributions to Central Provident Fund and Employees' Provident Fund	281,595	258,866
	<u>5,028,157</u>	<u>4,698,627</u>
Total staff costs		
	<u>21,297,254</u>	<u>19,541,574</u>

Amount recognised in profit or loss relating to leases

(Disclosure required by IFRS 16)

	For the six months ended 30 June	
	2025	2024
	S\$	S\$
Depreciation expense on right-of-use assets	117,338	102,255
Interest expense on lease liabilities	30,534	29,331
Expense relating to short-term leases	–	4,750
	<u>–</u>	<u>4,750</u>

The total cash outflow for leases amount to S\$139,830 and S\$126,900 for the six months ended 30 June 2025 and 2024 respectively.

10. DIVIDEND

	For the six months ended 30 June	
	2025	2024
	S\$	S\$
Dividend for ordinary shareholders of the Company paid during the period:		
Final dividend of 0.23 Hong Kong cents ("HK\$ cents") per share for the financial year ended 31 December 2024 (2024: Final dividend of 0.23 HK\$ cents per share for the financial year ended 31 December 2023 declared and paid during 2024)	375,609	398,268
	<u>375,609</u>	<u>398,268</u>

11. EARNINGS PER SHARE

The calculation of the basic earnings per share attributable to owners of the Company is based on the following data:

	For the six months ended 30 June	
	2025	2024
Earnings:		
Profit for the period attributable to owners of the Company (S\$)	<u>2,186,900</u>	<u>4,025,254</u>
	For the six months ended 30 June	
	2025	2024
Number of shares:		
Weighted average number of ordinary shares in issue (Note)	<u>1,000,000,000</u>	<u>1,000,000,000</u>
Basic earnings per share (S\$ cents)	<u>0.22</u>	<u>0.40</u>

Note:

No diluted earnings per share were presented as there were no potential ordinary shares in issue during the six months ended 30 June 2025 and 2024.

12. TRADE RECEIVABLES

	As at 30 June 2025 S\$	As at 31 December 2024 S\$
Trade receivables	9,864,860	12,177,902
Loss allowance	<u>(16,747)</u>	<u>—</u>
	<u>9,848,113</u>	<u>12,177,902</u>

The table below shows the movement in lifetime ECL that has been recognised for trade receivables in accordance with the simplified approach set out in IFRS 9:

	As at 30 June 2025 S\$	As at 31 December 2024 S\$
At the beginning of the period/year	—	—
Change in loss allowance	<u>16,747</u>	<u>—</u>
At the end of the period/year	<u>16,747</u>	<u>—</u>

The Group grants credit terms to customers typically ranging from 7 to 60 days (2024: 7 to 60 days) from the invoice date for trade receivables and certain sales require payment in cash upon delivery. The following is an aged analysis of trade receivables presented (based on the invoice date) which approximated the revenue recognition date at the end of each reporting period:

	As at 30 June 2025 <i>S\$</i>	As at 31 December 2024 <i>S\$</i>
Within 30 days	4,822,389	6,637,075
31 days to 60 days	4,272,147	4,676,156
61 days to 90 days	736,064	788,363
91 days to 180 days	17,513	59,561
181 days to one year	–	16,747
	<u>9,848,113</u>	<u>12,177,902</u>

13. TRADE AND OTHER PAYABLES

	As at 30 June 2025 <i>S\$</i>	As at 31 December 2024 <i>S\$</i>
Trade payables	<u>3,093,810</u>	<u>4,290,490</u>
Accrued operating expenses	603,556	1,385,045
Other payables		
– Advances from customers	145,127	114,853
– Deposits received	14,601	36,356
– Goods and services tax payables	159,627	207,440
– Others	<u>313,451</u>	<u>219,315</u>
	<u>1,236,362</u>	<u>1,963,009</u>
	<u>4,330,172</u>	<u>6,253,499</u>

The credit period on purchases from suppliers is between 7 to 60 days (2024: 7 to 60 days) or payable upon delivery.

The following is an aged analysis of trade payables presented (based on the invoice date) at the end of each reporting period:

	As at 30 June 2025 <i>S\$</i>	As at 31 December 2024 <i>S\$</i>
Within 30 days	2,737,043	3,700,285
31 days to 90 days	353,912	584,041
91 days to 180 days	<u>2,855</u>	<u>6,164</u>
	<u>3,093,810</u>	<u>4,290,490</u>

MANAGEMENT DISCUSSION AND ANALYSIS

BUSINESS REVIEW

The Group which is headquartered in Singapore is primarily focused on the production, packaging and sale of nuts and chips with track record of more than 50 years. The Group's core products include roasted nuts, baked nuts, potato chips and cassava chips. The Group's products have been sold and distributed to over 10 countries, including Singapore, Malaysia and the People's Republic of China (the "PRC"). The Group principally sells its products on a wholesale basis to (i) key account customers which include supermarkets, hotels, airline and original equipment manufacturer (OEM) customers; and (ii) distributors.

The Group is committed to delivering high quality and safe food products and continuously meeting consumers' expectations and complying with legal requirements. It implements comprehensive and strict quality assurance procedures throughout all stages of the production, from the procurement of raw materials to the packaging and delivery of the finished products. In this regard, the Group has been accredited with various certifications in relation to quality management and food safety.

The Group's revenue increased by approximately S\$2.2 million or 6.6% from approximately S\$32.9 million for the six months ended 30 June 2024 to approximately S\$35.1 million for the six months ended 30 June 2025, mainly due to increase in sale of nuts and chips by S\$1.9 million and S\$0.3 million respectively.

Products

The Group's revenue was primarily derived from the sale of nuts and chips. The following table sets forth a breakdown of the Group's revenue for the six months ended 30 June 2025 and 30 June 2024:

	For the six months ended 30 June			
	2025		2024	
	S\$		S\$	
Nuts	23,804,250	67.9%	21,916,371	66.6%
Chips	10,025,058	28.6%	9,691,889	29.5%
Others (<i>Note</i>)	1,238,614	3.5%	1,279,165	3.9%
Total	<u>35,067,922</u>	<u>100.0%</u>	<u>32,887,425</u>	<u>100.0%</u>

Note: Others mainly refer to items such as disposable towels which were normally sold together with nuts and chips products to food and beverage companies.

The sale of nuts and chips products accounted for approximately 67.9% and 28.6% of revenue respectively for the six months ended 30 June 2025. The product mix between the sale of nuts and chips were relatively stable for the six months ended 30 June 2025 and 30 June 2024.

Geographical location

The Group's products are sold and distributed to customers in over 10 countries. The table below sets forth the breakdown of revenue by geographical location of end customers for the six months ended 30 June 2025 and 30 June 2024:

	For the six months ended 30 June			
	2025		2024	
	S\$		S\$	
Singapore	20,614,975	58.8%	20,275,725	61.7%
Malaysia	10,571,250	30.1%	9,850,091	30.0%
The PRC (including Hong Kong)	1,296,447	3.7%	1,565,896	4.8%
Others	2,585,250	7.4%	1,195,713	3.5%
Total	<u>35,067,922</u>	<u>100.0%</u>	<u>32,887,425</u>	<u>100.0%</u>

The Group's products were largely sold in Singapore and Malaysia which accounted for approximately 58.8% and 30.1% of total revenue respectively for the six months ended 30 June 2025. The composition of sales to end consumers in other countries increased from approximately 3.5% for the six months ended 30 June 2024 to approximately 7.4% for the six months ended 30 June 2025 mainly due to higher sales from an existing customer in Southeast Asia during the six months ended 30 June 2025.

Gross profit

The following table sets forth a breakdown of the Group's gross profit for the six months ended 30 June 2025 and 30 June 2024:

	For the six months ended 30 June					
	2025			2024		
	Revenue	Gross Profit	Gross Profit margin	Revenue	Gross Profit	Gross Profit margin
	S\$	S\$		S\$	S\$	
Nuts	23,804,250	5,841,210	24.5%	21,916,371	5,655,757	25.8%
Chips	10,025,058	2,992,352	29.8%	9,691,889	2,980,012	30.7%
Others	1,238,614	314,702	25.4%	1,279,165	328,086	25.6%
Total	<u>35,067,922</u>	<u>9,148,264</u>	<u>26.1%</u>	<u>32,887,425</u>	<u>8,963,855</u>	<u>27.3%</u>

The Group's gross profit increased by approximately S\$0.2 million or 2.1% from approximately S\$9.0 million for the six months ended 30 June 2024 to approximately S\$9.1 million for the six months ended 30 June 2025, in line with the increase in revenue.

The Group's gross profit margin for nuts decreased from approximately 25.8% for the six months ended 30 June 2024 to approximately 24.5% for the six months ended 30 June 2025 mainly due to increase in average cost of certain raw nuts.

The Group's gross profit margin for chips was relatively stable for the six months ended 30 June 2025 and 30 June 2024.

Overall, the Group's gross profit margin reduced from 27.3% for the six months ended 30 June 2024 to 26.1% for the six months ended 30 June 2025.

Outlook and Strategies

Economic performance in Singapore in the second quarter of 2025

The Singapore economy grew by 4.4% on a year-on-year basis in the second quarter of 2025, extending the 4.1% growth in the previous quarter. On a quarter-on-quarter seasonally-adjusted basis, the economy expanded by 1.4%, a turnaround from the 0.5% contraction in the first quarter of 2025.

(Source: The Ministry of Trade and Industry, Singapore)

Overall economic performance in Singapore in the first half of 2025

For the first half of 2025, Singapore's GDP growth averaged 4.3% year-on-year.

Economic outlook for 2025

The Ministry of Trade and Industry, Singapore has upgraded Singapore's GDP growth forecast for 2025 to range between 1.5% to 2.5%.

Looking ahead, the growth of Singapore's major trading partners in the second half of the year is expected to moderate from that in the first half, as the boost from front-loading activities dissipates and the US' reciprocal tariffs take effect. In the US, GDP growth is projected to weaken for the rest of the year amidst signs of a cooling labour market and as upward price pressures from tariff hikes dampen consumer spending. Meanwhile, the Eurozone could see a pullback in exports and hence GDP growth as the US' reciprocal and sectoral tariffs come into effect in the latter half of 2025. Even so, easing trade tensions with the US could lift economic sentiments, and alongside lower inflation and accommodative monetary policy, provide some support to domestic demand.

In Asia, China's GDP growth is also projected to ease over the course of the year on account of weaker exports growth as global trade activity turns more subdued with the implementation of the US' tariff measures. On the other hand, domestic consumption and investment growth are expected to remain firm, supported by policy measures. The GDP growth of key Southeast Asian economies is similarly expected to moderate in the second half of 2025 due to the impact of the US' reciprocal tariffs on their exports and as domestic demand softens in some economies.

More importantly, significant uncertainties remain in the global economy due in part to the continued unpredictability of the US' trade policies, including the timing and extent of the sectoral tariffs on pharmaceutical products and semiconductors. Overall, the balance of risks in the global economy is skewed to the downside. First, a re-escalation of tariff actions could lead to a renewed spike in economic uncertainty, and cause businesses and households to pull back sharply on spending and hiring. Second, a shock to financial markets resulting from a sharper-than-expected tightening of global financial conditions could lead to destabilising capital flows that trigger latent vulnerabilities in banking and financial systems. Third, potential escalations in geopolitical tensions could lead to supply disruptions in energy commodities and renewed pressures on global energy prices.

Against this backdrop, Singapore's economic growth is expected to slow in the second half of the year compared to the first half because of slower growth in outward-oriented sectors. In particular, the pace of growth in the manufacturing sector is projected to weaken in the coming quarters as the US' tariff measures weigh on demand in global end-markets.

Given the better-than-expected performance of the Singapore economy in the first half of the year, and considering the projected softening of both the global and domestic economies in the second half of the year, the Ministry of Trade and Industry, Singapore has upgraded Singapore's GDP growth forecast for 2025 to range between 1.5% and 2.5%. However, Singapore's economic outlook for the rest of the year remains clouded by uncertainty, with the risks tilted to the downside.

(Source: The Ministry of Trade and Industry, Singapore)

Outlook for the Group and strategies

The Group noted that the global snack food market, which includes nuts and chips, will continue to grow at approximately 2.7% annually to 2027, driven by changes in dietary habits and demand for healthy and functional snacks.

During the first half of 2025, the Group's revenue increased by approximately 6.6% while profit for the period decreased by approximately 45.7%, mainly due to other losses, higher selling and distribution expenses and administrative expenses and lower other income.

In view of the foregoing, the Group will continue to adopt a cautious and prudent approach in managing its business without compromising the quality of its products in line with its objectives to maintain sustainable growth in its business and create long-term shareholders' value.

FINANCIAL REVIEW

Revenue

The Group's revenue increased by approximately S\$2.2 million or 6.6% from approximately S\$32.9 million for the six months ended 30 June 2024 to approximately S\$35.1 million for the six months ended 30 June 2025, mainly due to increase in sale of nuts and chips by S\$1.9 million and S\$0.3 million respectively.

Cost of sales

The Group's cost of sales increased by approximately S\$2.0 million or 8.3% from approximately S\$23.9 million for the six months ended 30 June 2024 to approximately S\$25.9 million for the six months ended 30 June 2025 mainly due to the increase in cost of materials, consistent with the increase in revenue.

Gross profit

The Group's gross profit increased by approximately S\$0.2 million or 2.1% from approximately S\$9.0 million for the six months ended 30 June 2024 to approximately S\$9.1 million for the six months ended 30 June 2025, in line with the increase in revenue. The overall gross profit margin decreased from approximately 27.3% for the six months ended 30 June 2024 to approximately 26.1% for the six months ended 30 June 2025. The decrease in the Group's gross profit margin was mainly due to the decrease in gross profit margin for nuts, which resulted mainly from an increase in average cost of certain raw nuts as elaborated in the section headed "Gross profit" under the section headed "Business Review" of this announcement.

Other income

The Group's other income decreased by approximately S\$0.2 million from approximately S\$0.5 million for the six months ended 30 June 2024 to approximately S\$0.4 million for the six months ended 30 June 2025 mainly due to lower interest income arising from lesser fixed deposit placements during the six months ended 30 June 2025.

Other gains and losses

The Group's other gains and losses decreased by approximately S\$1.3 million from gains of approximately S\$0.5 million for the six months ended 30 June 2024 to losses of approximately S\$0.8 million for the six months ended 30 June 2025 mainly due to (i) net foreign exchange losses of approximately S\$347,000 for the six months ended 30 June 2025 compared to net foreign exchange gains of approximately S\$265,000 for the six months ended 30 June 2024; and (ii) fair value losses on derivative financial instruments of approximately S\$445,000 for the six months ended 30 June 2025 compared to fair value gain on derivative financial instruments of approximately S\$242,000 for the six month ended 30 June 2024.

Selling and distribution expenses

Selling and distribution expenses increased by approximately S\$0.4 million or 20.6% from approximately S\$1.8 million for the six months ended 30 June 2024 to approximately S\$2.2 million for the six months ended 30 June 2025 mainly due to increases in marketing expenditure, advertisement costs and sales and marketing staff costs.

Administrative expenses

Administrative expenses increased by approximately S\$0.2 million or approximately 7.0% from approximately S\$3.2 million for the six months ended 30 June 2024 to approximately S\$3.4 million for the six months ended 30 June 2025 mainly due to increases in administrative staff costs, repair and maintenance expenditure and depreciation expense.

Finance costs

The Group's finance costs remained relatively stable at approximately S\$31,000 and S\$29,000 for the six months ended 30 June 2025 and 2024 respectively.

Income tax expense

Income tax expense increased by approximately S\$2,000 or 0.2% from approximately S\$925,000 for the six months ended 30 June 2024 to approximately S\$927,000 for the six months ended 30 June 2025 despite lower profit before taxation.

The Group had prior year's over-provision of taxation of approximately S\$700 for the six months ended 30 June 2025 as compared to prior year's over-provision of taxation of approximately S\$16,000 for the six months ended 30 June 2024. The Group also had tax effect of higher expenses not deductible for tax purposes of approximately S\$0.3 million for the six months ended 30 June 2025 as compared to approximately S\$0.1 million for the six months ended 30 June 2024.

Profit for the period

Profit for the period decreased by approximately S\$1.8 million or 45.7% from approximately S\$4.0 million for the six months ended 30 June 2024 to approximately S\$2.2 million for the six months ended 30 June 2025 mainly due to decrease in other income, increase in other losses, increase in selling and distribution expenses and administrative expenses, partially offset by increase in gross profit as discussed above.

LIQUIDITY, FINANCIAL RESOURCES AND CAPITAL STRUCTURE

The Group's source of funds comprises of a combination of internally generated funds and net proceeds from the share offer. As part of the Group's liquidity risk management, the Group monitors its working capital to ensure that its financial obligations can be met when due by (i) ensuring healthy bank balances and cash for payment of its short-term working capital needs; (ii) monitoring trade receivables and its aging monthly and following up closely to ensure prompt payment from customers; and (iii) monitoring bank and lease payments.

As at 30 June 2025 and 31 December 2024, the Group's current ratio, being current assets over current liabilities was 9.4 times and 7.5 times respectively.

As at 30 June 2025 and 31 December 2024, the Group had nil bank borrowings. The Group's gearing ratio (being the Group's total bank borrowings divided by total equity as at the end of the reporting period) was therefore nil as at 30 June 2025 and 31 December 2024.

CONTINGENT LIABILITIES

As at 30 June 2025 and 31 December 2024, the Group provided performance guarantee to certain customers with balances amounted to approximately S\$0.4 million and S\$0.4 million respectively.

PLEDGE OF ASSETS

The Group has pledged leasehold building to secure general banking facilities granted to the Group with carrying value of approximately S\$7.4 million as at 30 June 2025 and 31 December 2024.

CAPITAL EXPENDITURES AND COMMITMENTS

During the six months ended 30 June 2025, the Group had incurred capital expenditures of approximately S\$0.4 million as compared to approximately S\$1.9 million in the six months ended 30 June 2024. The expenditures were mainly related to the purchase of property, plant and equipment to support the growth of the Group's business.

The Group has capital commitments of approximately S\$160,000 as at 30 June 2025 (31 December 2024: S\$25,000).

SIGNIFICANT INVESTMENTS

The Group did not hold any significant investments as at 30 June 2025 and 31 December 2024.

MATERIAL ACQUISITIONS AND DISPOSALS OF SUBSIDIARIES AND ASSOCIATED COMPANIES

For the six months ended 30 June 2025, the Group did not have any material acquisitions or disposals of subsidiaries and associated companies.

EVENTS AFTER THE REPORTING PERIOD

There were no significant events after the six months ended 30 June 2025 and up to the date of this announcement.

USE OF PROCEEDS FROM LISTING

The Company's shares have been listed on the Stock Exchange since 14 January 2019, being the Listing Date, and the net proceeds from the share offer (after deducting listing expenses) amounted to approximately HK\$66.8 million (equivalent to approximately S\$11.7 million) (the "Net IPO Proceeds").

The following sets forth a summary of the utilisation of the Net IPO Proceeds as at 30 June 2025 and the expected timeline for utilisation of the unutilised Net IPO Proceeds:

Use of proceeds	Planned use of Net IPO Proceeds (HK\$'million)	Actual use of Net IPO Proceeds as at 30 June 2025 (HK\$'million)	Unutilised Net IPO Proceeds as at 30 June 2025 (HK\$'million)	Expected timeline for utilisation of unutilised Net IPO Proceeds
Expansion of existing nuts and potato chips products (output capacity and product diversity)	47.0	47.0	–	–
Expansion of workforce	7.6	1.9	5.7	by 31 December 2026
Working capital	12.2	12.2	–	–
Total	<u>66.8</u>	<u>61.1</u>	<u>5.7</u>	

As at the date of this announcement, the unutilised Net IPO Proceeds were deposited with a licensed bank in Hong Kong.

FOREIGN EXCHANGE EXPOSURE

As the Group sells a majority of its food products overseas in which these sales are principally denominated in USD and sources its main materials in which these purchases are principally denominated in USD, EUR and AUD, the Group is exposed to foreign currency exchange fluctuations arising in the normal course of its business operations.

The Group generally hedges 30% of its expected monthly sales and purchases denominated in foreign currencies.

The Group has a committee in place, comprising of its finance manager and its executive Directors. The committee meets regularly from time to time when necessary and is responsible for reviewing, researching and studying the future foreign exchange rates and the methods of hedging. In deciding whether to enter into any foreign currency hedging transactions, the committee will undertake a cautious approach and will consider factors including (i) the expected sales and purchases denominated in foreign currencies; (ii) the historical foreign exchange rates; and (iii) the perceived future foreign exchange rates. The finance manager keeps track of the Group's hedging activities and all hedging contracts have to be approved by the executive Directors. As sales and purchases will continue to be denominated in foreign currencies, the Group expects that it will continue to enter into hedging arrangements where necessary.

DIVIDEND

After due consideration of the uncertain global outlook ahead as set out in the section headed “Outlook and Strategies” of this announcement, the Board has resolved not to recommend any interim dividend for the six months ended 30 June 2025 even though the Group was profitable (No dividend declared for the six months ended 30 June 2024). Nonetheless, the Group’s dividend policy has not changed and the Board will continue to assess whether to recommend dividend in the next financial period.

Final dividend of 0.23 Hong Kong cents per ordinary share for the year ended 31 December 2024 was approved by Shareholders at the annual general meeting on 30 May 2025 and paid on 30 June 2025.

EMPLOYEES AND REMUNERATION POLICIES

The Group had 340 employees and 356 employees as at 30 June 2025 and 30 June 2024 respectively. The Group incurred staff costs of approximately S\$5.0 million and S\$4.7 million for the six months ended 30 June 2025 and 30 June 2024 respectively. Remuneration is determined by reference to prevailing market terms and in accordance with the performance, qualification and experience of each individual employee.

Share Option Scheme

The Company has adopted a share option scheme (the “Share Option Scheme”) on 20 December 2018 to enable the Board to grant share options to eligible participants with an opportunity to have a personal stake in the Company with a view to achieve the following objectives: (i) motivate the eligible participants to optimise their performance efficiency for the benefit of the Group; and (ii) attract and retain or otherwise maintain an ongoing business relationship with the eligible participants whose contributions are or will be beneficial to the long-term growth of the Group.

No share option has been granted, exercised, cancelled or lapsed under the Share Option Scheme since its adoption on 20 December 2018. As at 30 June 2025, there was no outstanding share option granted under the Share Option Scheme, and the total number of Shares available for issue under the Share Option Scheme is 100,000,000 Shares, representing 10% of the total number of issued Shares.

PURCHASE, SALE OR REDEMPTION OF SHARES

During the six months ended 30 June 2025, neither the Company nor any of its subsidiaries had purchased, sold or redeemed any of the listed securities of the Company.

CORPORATE GOVERNANCE

The Company is committed to fulfilling its responsibilities to its shareholders and protecting and enhancing shareholders’ value through good corporate governance.

The Directors recognise that a good corporate governance is essential for the Company to achieve its objectives and drive improvement, as well as maintain legal and ethical standing in the eyes of shareholders, regulators and the general public.

The Company has adopted the Corporate Governance Code contained in Part 2 of Appendix C1 to the Listing Rules.

To the best of the knowledge of the Board, the Company has complied with the Corporate Governance Code for the six months ended 30 June 2025.

MODEL CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the “Model Code”) as set out in Appendix C3 to the Listing Rules as its own code of conduct governing the Directors’ securities transactions. All the Directors have confirmed, upon specific enquiries made by the Company, that they have complied with the Model Code during the six months ended 30 June 2025.

SUFFICIENCY OF PUBLIC FLOAT

Based on the information that is publicly available to the Company and within the knowledge of the Directors, the Directors confirmed that the Company has maintained at all times the sufficient public float as required under the Listing Rules throughout the six months ended 30 June 2025.

DIRECTORS’ INTERESTS AND SHORT POSITIONS IN THE SHARES, UNDERLYING SHARES AND DEBENTURES OF THE COMPANY AND THE ASSOCIATED CORPORATIONS

As at 30 June 2025, the interests or short positions of the Directors of the Company in the shares, underlying shares and debentures of the Company or any of the associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) (the “SFO”)), which were required: (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which they were taken or deemed to have under such provisions of the SFO); (b) pursuant to section 352 of the SFO, to be entered in the register referred to therein; or (c) to be notified to the Company and the Stock Exchange pursuant to the Model Code contained in Appendix C3 to the Listing Rules, were as follows:

Long position in the shares of SWL Limited, an associated corporation of the Company

Name of Directors	Capacity/nature of interest	Number of shares held	Percentage of shareholding
Ms. Lim Seow Yen	Beneficial owner	490	24.5%
Mr. Lim Fung Yee	Beneficial owner	490	24.5%
Mr. Lim Fung Chor	Beneficial owner	490	24.5%

Note: SWL Limited held in aggregate 750,000,000 shares, representing 75% of the issued share capital of the Company. The issued share capital of SWL Limited is legally and beneficially owned as to 24.5% by Mdm. Han Yew Lang, 24.5% by Ms. Lim Seow Yen, 24.5% by Mr. Lim Fung Yee, 24.5% by Mr. Lim Fung Chor, 1.0% by Mr. Loo Soon Hock James and 1.0% by Ms. Ong Liow Wah.

Save as disclosed above, as at 30 June 2025, none of the Directors of the Company had any interests or short positions in the shares, underlying shares or debentures of the Company (within the meaning of Part XV of the SFO), which were required: (a) to be notified to the Company and the Stock Exchange pursuant to Divisions 7 and 8 of Part XV of the SFO (including interests and short positions which he/she was taken or deemed to have under such provisions of the SFO), (b) pursuant to section 352 of the SFO, to be entered in the register referred to therein, or (c) pursuant to the Model Code to be notified to the Company and the Stock Exchange.

SUBSTANTIAL SHAREHOLDERS' INTERESTS AND SHORT POSITIONS IN THE SHARES AND UNDERLYING SHARES OF THE COMPANY

As at 30 June 2025, so far as is known to the Directors, the following persons (other than a Director of the Company) and entities had interests or short positions in the shares and underlying shares of the Company which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO, or as recorded in the register required to be kept by the Company under section 336 of the SFO:

Name of shareholder	Capacity/nature of interest	Number of shares held	Percentage of shareholding
SWL Limited	Beneficial owner	750,000,000	75%

Note: The issued share capital of SWL Limited is legally and beneficially owned as to 24.5% by Mdm. Han Yew Lang, 24.5% by Ms. Lim Seow Yen, 24.5% by Mr. Lim Fung Yee, 24.5% by Mr. Lim Fung Chor, 1.0% by Mr. Loo Soon Hock James and 1.0% by Ms. Ong Liow Wah.

Save as disclosed above, as at 30 June 2025, so far as the Directors are aware, no other persons (other than a Director of the Company) or entities had any interests or short positions in the shares or underlying shares of the Company, which would fall to be disclosed under the provisions of Divisions 2 and 3 of Part XV of the SFO, or as recorded in the register required to be kept by the Company under section 336 of the SFO.

INTEREST OF DIRECTORS IN A COMPETING BUSINESS

During the six months ended 30 June 2025, none of the Directors or their respective close associates had interests in businesses which compete or are likely to compete, either directly or indirectly, with the business of the Group pursuant to the Listing Rules.

NON-COMPETITION UNDERTAKING

SWL Limited, Mdm. Han Yew Lang, Ms. Lim Seow Yen, Mr. Lim Fung Yee, Mr. Lim Fung Chor, Mr. Loo Soon Hock James and Ms. Ong Liow Wah (collectively, the “Controlling Shareholders”) entered into a deed of non-competition dated 20 December 2018 in favour of the Company and the subsidiaries (the “Deed of Non-competition”) regarding certain non-competition undertakings. Details of the Deed of Non-competition were disclosed in the section headed “Relationship with our Controlling Shareholders” in the prospectus of the Company dated 31 December 2018.

The Controlling Shareholders have confirmed compliance with and the enforcement of the terms of the Deed of Non-competition during the six months ended 30 June 2025.

REVIEW BY THE AUDIT COMMITTEE

The Company established an audit committee (the “Audit Committee”) on 20 December 2018 with written terms of reference in compliance with the Corporate Governance code. The primary duties of the Audit Committee are to review the financial information of the Group, oversee the Group’s financial report system, risk management and internal control procedures, provide advice and comments to the Board, and monitor the independence and objectivity of the external auditor.

The Audit Committee consists of three members who are all independent non-executive Directors, namely, Mr. Chan Ka Yu, Mr. Lee Yan Fai and Mr. Chew Keat Yeow (Zhou Jieyao). Mr. Chan Ka Yu is the chairman of the Audit Committee. The Audit Committee has reviewed the unaudited interim consolidated financial statements for the six months ended 30 June 2025. The Audit Committee was of the opinion that the preparation of such results complied with applicable accounting standards and requirements as well as the Listing Rules and relevant adequate disclosures have been made.

The unaudited interim consolidated financial statements for the six months ended 30 June 2025 has not been audited by the auditor of the Company.

PUBLICATION OF THE UNAUDITED INTERIM RESULTS AND INTERIM REPORT

The unaudited interim results announcement of the Company is published on the website of the Stock Exchange (www.hkexnews.hk) and on the website of the Company (www.ts wonders.com.hk). The interim report of the Company for the six months ended 30 June 2025 containing all the relevant information required by the Listing Rules will be despatched to the shareholders of the Company and published on the websites of the Stock Exchange and the Company in due course.

By order of the Board,
TS Wonders Holding Limited
Lim Seow Yen
Chairlady and Executive Director

Hong Kong, 29 August 2025

As at the date of this announcement, the Board comprises seven Directors, including four executive Directors, namely Ms. Lim Seow Yen, Mr. Lim Fung Yee, Mr. Lim Fung Chor and Mr. Lim Seng Chye (Lin Shengcai) and three independent non-executive Directors, namely Mr. Chan Ka Yu, Mr. Lee Yan Fai and Mr. Chew Keat Yeow (Zhou Jieyao).