



**LY CORPORATION LIMITED**  
(Incorporated in the Republic of Singapore)  
(Company Registration No. 201629154K)

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT  
FOR THE SIX MONTHS AND FULL YEAR ENDED 31 DECEMBER 2025**

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*This announcement has been prepared by LY Corporation Limited (the “**Company**”) and its contents have been reviewed by the Company’s sponsor, Xandar Capital Pte. Ltd. (the “**Sponsor**”) for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalist (the “**Catalist Rules**”).*

*This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.*

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**A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Group 6 months ended			Group 12 months ended		
	31 December 2025 RM'000	31 December 2024 RM'000 (Restated) <sup>(1)</sup>	Increase/ (decrease) %	31 December 2025 RM'000	31 December 2024 RM'000 (Restated) <sup>(1)</sup>	Increase/ (decrease) %
Revenue	94,449	112,628	(16.1)	196,644	222,372	(11.6)
Cost of sales	(93,626)	(110,254)	(15.1)	(197,660)	(208,957)	(5.4)
<b>Gross profit/(loss)</b>	<b>823</b>	<b>2,374</b>	<b>(65.3)</b>	<b>(1,016)</b>	<b>13,415</b>	<b>(107.6)</b>
<b>Other (losses)/gains – net</b>	(1,796)	(1,001)	79.4	(2,531)	872	(390.3)
<b>Other items of income</b>						
Interest income from short-term deposits	127	369	(65.6)	341	1,097	(68.9)
Distributions from short-term investment security	–	–	–	–	104	(100.0)
Other income	2,257	1,480	52.5	4,089	4,370	(6.4)
<b>Other items of expense</b>						
Selling and administrative expenses	(14,558)	(12,883)	13.0	(28,638)	(23,176)	23.6
Finance costs	(596)	(1,204)	(50.5)	(1,339)	(2,248)	(40.4)
Other expense	–	(7)	(100.0)	–	(7)	(100.0)
<b>Loss before tax</b>	<b>(13,743)</b>	<b>(10,872)</b>	<b>26.4</b>	<b>(29,094)</b>	<b>(5,573)</b>	<b>422.1</b>
Income tax credit/(expense)	9,864	(232)	4,351.7	9,683	(238)	(4,168.5)
<b>Loss for the period/year, representing total comprehensive loss for the period/year</b>	<b>(3,879)</b>	<b>(11,104)</b>	<b>(65.1)</b>	<b>(19,411)</b>	<b>(5,811)</b>	<b>234.0</b>
<b>(Loss)/profit for the period/year, representing total comprehensive (loss)/income for the period/year attributable to:</b>						
Owners of the Company	(4,049)	(12,024)	(66.3)	(18,693)	(6,983)	167.7
Non-controlling interest	170	920	(81.5)	(718)	1,172	(161.3)
	<b>(3,879)</b>	<b>(11,104)</b>	<b>(65.1)</b>	<b>(19,411)</b>	<b>(5,811)</b>	<b>234.0</b>

**A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)**

**Loss per share  
attributable to  
owners of the  
Company (sen per  
share)**

Basic and diluted	<u>(0.83)</u>	<u>(2.46)</u>	<u>(3.82)</u>	<u>(1.43)</u>
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*(1) The condensed interim consolidated statement of profit or loss and other comprehensive income for the 6 months ended and 12 months ended 31 December 2024 was restated subsequent to the completion of the Purchase Price Allocation ("PPA") in respect of the acquisition of LY Unity Sdn. Bhd. in the financial year ended 31 December 2024. Please refer to Note 15 for details of the restatement.*

## B. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	Note	Group As at 31 December 2025 RM'000	Group As at 31 December 2024 RM'000 (Restated) <sup>(1)</sup>	Group As at 1 January 2024 RM'000	Company As at 31 December 2025 RM'000	Company As at 31 December 2024 RM'000
<b>ASSETS</b>						
<b>Non-current assets</b>						
Property, plant and equipment	N11	133,126	140,363	143,875	–	–
Right-of-use assets		19,044	21,971	22,743	–	–
Intangible assets	N10	10,371	11,514	2,821	–	–
Investment in subsidiaries		–	–	–	54,247	54,247
Amount due from a subsidiary		–	–	–	4,430	6,030
		<b>162,541</b>	<b>173,848</b>	<b>169,439</b>	<b>58,677</b>	<b>60,277</b>
<b>Current assets</b>						
Inventories		34,901	54,495	49,884	–	–
Trade and other receivables		15,617	25,889	19,892	8	8
Amount due from subsidiaries		–	–	–	4,342	2,984
Prepaid operating expense		2,049	2,413	2,091	15	25
Tax recoverable		1,667	1,411	2,157	–	–
Deposit with bank		1,033	1,000	–	1,033	1,000
Cash and cash equivalents		13,212	17,671	54,215	376	851
Assets classified as held for sale		130	130	130	–	–
		<b>68,609</b>	<b>103,009</b>	<b>128,369</b>	<b>5,774</b>	<b>4,868</b>
<b>Total assets</b>		<b>231,150</b>	<b>276,857</b>	<b>297,808</b>	<b>64,451</b>	<b>65,145</b>
<b>LIABILITIES</b>						
<b>Current liabilities</b>						
Loans and borrowings	N12	12,401	26,076	16,693	–	–
Trade and other payables		14,814	19,422	36,664	–	–
Amount due to subsidiaries		–	–	–	3,600	–
Contract liabilities		1,059	428	–	–	–
Lease liabilities		1,528	2,449	1,785	–	–
Accrued operating expenses		1,902	1,328	1,113	799	637
		<b>31,704</b>	<b>49,703</b>	<b>56,255</b>	<b>4,399</b>	<b>637</b>
<b>Net current assets</b>		<b>36,905</b>	<b>53,306</b>	<b>72,114</b>	<b>1,375</b>	<b>4,231</b>

**B. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONT'D)**

	Group As at 31 December 2025 RM'000	Group As at 31 December 2024 RM'000 (Restated) <sup>(1)</sup>	Group As at 1 January 2024 RM'000	Company As at 31 December 2025 RM'000	Company As at 31 December 2024 RM'000
Note					
<b>LIABILITIES</b>					
<b>Non-current liabilities</b>					
Trade and other payables	1,040	1,000	–	1,040	1,000
Loans and borrowings	3,877	718	9,541	–	–
Deferred tax liabilities	4,863	14,590	14,604	–	–
Lease liabilities	903	2,672	3,821	–	–
	<b>10,683</b>	<b>18,980</b>	<b>27,966</b>	<b>1,040</b>	<b>1,000</b>
<b>Total liabilities</b>	<b>42,387</b>	<b>68,683</b>	<b>84,221</b>	<b>5,439</b>	<b>1,637</b>
<b>Net assets</b>	<b>188,763</b>	<b>208,174</b>	<b>213,587</b>	<b>59,012</b>	<b>63,508</b>
<b>Equity attributable to owners of the Company</b>					
Share capital	66,135	66,135	66,135	66,135	66,135
Treasury shares	(183)	(183)	(173)	(183)	(183)
Merger reserve	(15,234)	(15,234)	(15,234)	–	–
Other reserve	(3,322)	(3,322)	(3,322)	–	–
Retained earnings/(accumulated losses)	143,873	162,536	169,519	(6,940)	(2,444)
	191,269	209,932	216,925	59,012	63,508
Non-controlling interest	(2,506)	(1,758)	(3,338)	–	–
<b>Total equity</b>	<b>188,763</b>	<b>208,174</b>	<b>213,587</b>	<b>59,012</b>	<b>63,508</b>
<b>Total equity and liabilities</b>	<b>231,150</b>	<b>276,857</b>	<b>297,808</b>	<b>64,451</b>	<b>65,145</b>

(1) The condensed interim consolidated statements of financial position as at 31 December 2024 was restated subsequent to the completion of the PPA in respect of the acquisition of LY Unity Sdn. Bhd. in the financial year ended 31 December 2024. Please refer to Note 15 for details of the restatement.

**C. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

**Group**

Note	← Attributable to owners of the Company →					Equity attributable to owner RM'000	Non-controlling interest RM'000	Total equity RM'000
	Share capital RM'000	Treasury share RM'000	Merger reserve RM'000	Other reserve RM'000	Retained Earnings RM'000			
<b>At 1 January 2025</b>								
- As previously reported	66,135	(183)	(15,234)	(3,322)	162,566	209,962	(2,825)	207,137
- Prior year adjustments	–	–	–	–	(30)	(30)	1,067	1,037
At 1 January 2025 (as restated)	66,135	(183)	(15,234)	(3,322)	162,536	209,932	(1,758)	208,174
Loss for the year, representing total comprehensive loss for the year	–	–	–	–	(18,693)	(18,693)	(718)	(19,411)
Accretion of interest in a subsidiary company	–	–	–	–	30	30	(30)	–
<b>At 31 December 2025</b>	<b>66,135</b>	<b>(183)</b>	<b>(15,234)</b>	<b>(3,322)</b>	<b>143,873</b>	<b>191,269</b>	<b>(2,506)</b>	<b>188,763</b>

**C. CONDENSED INTERIM CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY (CONT'D)**

**Group**

	Note	← Attributable to owners of the Company →					Equity attributable to owner RM'000	Non-controlling interest RM'000	Total equity RM'000
		Share capital RM'000	Treasury share RM'000	Merger reserve RM'000	Other reserve RM'000	Retained Earnings RM'000			
<b>(Audited)</b>									
<b>At 1 January 2024</b>		<b>66,135</b>	<b>(173)</b>	<b>(15,234)</b>	<b>(3,322)</b>	<b>169,519</b>	<b>216,925</b>	<b>(3,338)</b>	<b>213,587</b>
<b>Acquisition of subsidiaries</b>									
- As previously reported		-	-	-	-	-	-	(689)	(689)
- Prior year adjustments	N15	-	-	-	-	-	-	1,097	1,097
Acquisition of subsidiaries (as restated)		-	-	-	-	-	-	408	408
<b>(Loss)/profit for the year, representing total comprehensive (loss)/income for the year</b>									
- As previously reported		-	-	-	-	(6,953)	(6,953)	1,202	(5,751)
- Prior year adjustments	N15	-	-	-	-	(30)	(30)	(30)	(60)
(Loss)/profit for the year, representing total comprehensive (loss)/income for the year (as restated)		-	-	-	-	(6,983)	(6,983)	1,172	(5,811)
Purchase of treasury shares		-	(10)	-	-	-	(10)	-	(10)
<b>At 31 December 2024 (as restated)</b>		<b>66,135</b>	<b>(183)</b>	<b>(15,234)</b>	<b>(3,322)</b>	<b>162,536</b>	<b>209,932</b>	<b>(1,758)</b>	<b>208,174</b>

**C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)**

**Company**

	<b>Note</b>	<b>Share capital RM'000</b>	<b>Treasury shares RM'000</b>	<b>Accumulated losses RM'000</b>	<b>Total RM'000</b>
<b>At 1 January 2025</b>	N13	<b>66,135</b>	<b>(183)</b>	<b>(2,444)</b>	<b>63,508</b>
Loss for the year, representing total comprehensive loss for the year		–	–	(4,496)	(4,496)
<b>At 31 December 2025</b>		<b>66,135</b>	<b>(183)</b>	<b>(6,940)</b>	<b>59,012</b>
<b>At 1 January 2024</b>	N13	<b>66,135</b>	<b>(173)</b>	<b>(1,154)</b>	<b>64,808</b>
Loss for the year, representing total comprehensive loss for the year		–	–	(1,290)	(1,290)
Purchase of treasury shares		–	(10)	–	(10)
<b>At 31 December 2024</b>		<b>66,135</b>	<b>(183)</b>	<b>(2,444)</b>	<b>63,508</b>

## D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	Group 12 months ended	
		31 December 2025	31 December 2024
		RM'000	RM'000 (Restated)
<b>Operating activities</b>			
Loss before tax		(29,094)	(5,573)
<u>Adjustments for:</u>			
Loss on disposal of property, plant and equipment	N6.1	141	671
Gain on disposal of short-term investment security	N6.1	–	(76)
Interest income from short-term deposits		(341)	(1,097)
Distributions from short-term investment security		–	(104)
Interest expense	N6.1	1,339	2,248
Depreciation on right-of-use assets	N6.1	2,853	2,803
Adjustment on right-of-use assets		(83)	(228)
Amortisation of trademarks	N10	200	111
Depreciation of property, plant and equipment	N6.1	11,452	11,712
Property, plant and equipment written-off	N6.1	66	339
(Reversal of)/allowance for slow moving inventories	N6.1	(1,864)	2,003
(Reversal of)/allowance for inventories written down		(322)	4,698
Unrealised exchange gain		(786)	(3,458)
Trade bad debts written off	N6.1	28	25
Non-trade bad debts written off	N6.1	12	–
Trade payable written off	N6.1	(147)	–
Impairment on goodwill	N6.1	943	–
Forfeiture of deposits for lease agreements due to early termination	N6.1	31	–
		<b>(15,572)</b>	<b>14,074</b>
<b>Operating (loss)/profit before working capital changes</b>			
<u>Changes in working capital:</u>			
Decrease/(increase) in inventories		21,780	(10,741)
Decrease/(increase) in trade and other receivables		10,199	(4,253)
Decrease/(increase) in prepaid operating expense		364	(282)
Decrease in trade and other payables		(4,455)	(18,975)
Increase/(decrease) in contract liabilities		631	(1,465)
Increase in accrued operating expenses		574	162
Addition of right-of-use asset		(178)	–
		<b>13,343</b>	<b>(21,480)</b>
<b>Cash flows generated from/(used in) operations</b>			
Net income taxes paid		(301)	(168)
		<b>13,042</b>	<b>(21,648)</b>
<b>Net cash flows generated from/(used in) operating activities</b>			
<b>Investing activities</b>			
Interest income from short term deposits		341	1,097
Distributions from short-term investment security		–	104
Proceeds from disposal of short-term investment security		–	15,680
Placement of short-term investment security		–	(15,603)
Restricted bank deposit		(33)	(1,000)
Acquisition of subsidiaries, net of cash acquired		–	(4,275)
Purchase of property, plant and equipment	N11	(4,584)	(6,107)
Proceeds from disposal of property, plant and equipment		162	154
		<b>(4,114)</b>	<b>(9,950)</b>
<b>Net cash flows used in investing activities</b>			

**D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)**

	<b>Group</b>	
	<b>12 months ended</b>	
	<b>31 December</b>	<b>31 December</b>
	<b>2025</b>	<b>2024</b>
	<b>RM'000</b>	<b>RM'000</b>
		<b>(Restated)</b>
<b>Financing activities</b>		
Proceeds from loans and borrowings	79,168	50,272
Repayment under financing arrangements	(757)	(905)
Repayment of loans and borrowings	(87,932)	(50,281)
Principal repayment of lease liabilities	(2,355)	(2,288)
Interest paid	(1,339)	(2,248)
Purchase of treasury shares	-	(10)
<b>Net cash flows used in financing activities</b>	<b>(13,215)</b>	<b>(5,460)</b>
Net decrease in cash and cash equivalents	(4,287)	(37,058)
Effect of exchange rate changes on cash and cash equivalent	(172)	514
Cash and cash equivalents at beginning of year	17,671	54,215
<b>Cash and cash equivalents at end of year</b>	<b>13,212</b>	<b>17,671</b>

## **E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS**

### **N1. Corporate information**

LY Corporation Limited (the “**Company**”) is a limited liability company incorporated and domiciled in Singapore and is listed on the Catalist Board of SGX-ST. The immediate and ultimate holding company is Lian Yu Holdings Pte. Ltd., which is incorporated in Singapore.

These condensed interim consolidated financial statements as at and for the six months ended 31 December 2025 comprise the Company and its subsidiaries (collectively, the “**Group**”). The principal activity of the Company is that of investment holding.

The principal activities of the Group are:

- (a) Manufacturing of all kinds of furniture;
- (b) Manufacturing of any type of woodwork or building product;
- (c) Conducting research in designing any furniture under the subsidiary’s patents; and
- (d) Trading, retail sale and installation of all kinds of furniture.

### **N2. Basis of preparation**

The condensed interim consolidated financial statements for the six months ended 31 December 2025 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the financial year ended 31 December 2024.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in N2.1.

The condensed interim financial statements are presented in Ringgit Malaysia (“**RM**”) which is the Company’s functional currency and all values in the tables are rounded to the nearest thousand (RM’000), except when otherwise indicated.

#### **N2.1 New and amended standards adopted by the Group**

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

#### **N2.2. Use of judgements and estimates**

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

The significant judgements made by management in applying the Group’s accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2024.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

## E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

### N2.2. Use of judgements and estimates (cont'd)

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

- *Impairment assessment of non-financial assets*

Goodwill is assessed for impairment on an annual basis. In performing the impairment assessment of the carrying amount of goodwill, the recoverable amounts of the cash-generating units (“**CGUs**”) in which goodwill is attributable to, are determined using value-in-use (“**VIU**”) calculation.

The Group reviews property, plant and equipment, goodwill, right-of-use assets and the Company’s investment in subsidiaries for impairment whenever events or changes in circumstances indicate that the carrying amounts of the assets exceed their recoverable amounts. The recoverable amounts of the CGU (or group of CGUs) are also determined using VIU calculation.

In deriving the VIU, significant judgements are used to estimate the budgeted gross margin, pre-tax discount rates and terminal growth rates applied in computing the recoverable amounts of different CGUs. In making these estimates, management has relied on past performance, its expectations of market developments in the United States of America and the industry trends for wooden furniture.

The carrying amounts of the Group’s goodwill, property, plant and equipment and right-of-use assets as at 31 December 2025 were approximately RM8,285,000, RM133,126,000 and RM19,044,000 respectively (31 December 2024 (Restated): RM9,228,000, RM140,363,000 and RM21,971,000 respectively). An impairment loss of RM943,000 was recognised on goodwill as at 31 December 2025. No impairment charge is necessary to be recognised by the Group pursuant to the impairment assessment performed on the Group’s property, plant and equipment and right-of-use assets for the financial year ended 31 December 2025 and 2024.

The carrying amount of the Company’s investment in subsidiaries as at 31 December 2025 was approximately RM54,247,000 (31 December 2024: RM54,247,000). No impairment loss was recognised for investment in subsidiaries as at 31 December 2025 (31 December 2024: RM378,000).

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N3. Seasonal operations**

Generally, the Group's businesses are not subject to any significant seasonal fluctuations that will affect the business and operations except that the revenue is generally higher in the second half of the year due to festive seasons in the United States of America, bearing the challenges that the Group may face in the next 12 months as commented in Section 10, of Part F below.

**N4. Segment and revenue information**

The Group is organised into the following operating segments:

- (a) Segment 1: Manufacturing and retailing of all kinds of furniture ("**Furniture**")
- (b) Segment 2: Manufacturing of any type of woodwork or building product ("**Millwork**")

These operating segments are reported in a manner consistent with internal reporting provided to the Chief Executive Officer who are responsible for allocating resources and assessing performance of the operating segments.

**N4.1 Reportable segments**

	<b>Furniture</b>	<b>Millwork</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>1 January 2025 to 31 December 2025</b>			
<b>Total segment revenue</b>			
Revenue	125,687	70,957	196,644
<b>Results</b>			
Segment loss	(20,781)	(6,089)	(26,870)
Interest income from short-term deposits			341
Other income			4,089
Finance costs			(1,339)
Unallocated expenses			(5,315)
Loss before tax			(29,094)
Income tax credit			9,683
Loss net of tax			(19,411)
<b>Other segment information</b>			
Depreciation and amortisation	11,579	2,926	14,505
Additions of non-current assets	4,068	516	4,584
Non-cash expense/(income) other than depreciation	549	(2,584)	(2,035)
Unallocated income			(2)
Total non-cash income other than depreciation			(2,037)

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N4.1. Reportable segments (cont'd)**

	<b>Furniture</b>	<b>Millwork</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>1 January 2025 to 31 December 2025</b>			
<b>Other segment information</b>			
Inventories recognised as an expense in cost of sales	62,758	54,188	<u>116,946</u>
Employee benefits expense	33,810	9,009	42,819
Unallocated expenses			<u>3,340</u>
Total employee benefits expense			<u>46,159</u>
	<b>Furniture</b>	<b>Millwork</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>1 July 2025 to 31 December 2025</b>			
<b>Total segment revenue</b>			
Revenue	64,927	29,522	<u>94,449</u>
<b>Results</b>			
Segment loss	(8,583)	(4,181)	(12,764)
Interest income from short-term deposits			127
Other income			2,257
Finance costs			(596)
Unallocated expenses			<u>(2,767)</u>
Loss before tax			(13,743)
Income tax credit			<u>9,864</u>
Loss net of tax			<u>(3,879)</u>
<b>Other segment information</b>			
Depreciation and amortisation	5,716	1,458	7,174
Additions of non-current assets	1,953	90	2,043
Unallocated assets			<u>-</u>
Total additions of non-current assets			<u>2,043</u>
Non-cash expense/(income) other than depreciation	1,606	(1,326)	280
Unallocated expense			<u>2</u>
Total non-cash income other than depreciation			<u>282</u>
<b>Other segment information</b>			
Inventories recognised as an expense in cost of sales	32,217	22,218	<u>54,435</u>
Employee benefits expense	17,188	4,306	21,494
Unallocated expenses			<u>1,646</u>
Total employee benefits expense			<u>23,140</u>

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N4.1. Reportable segments (cont'd)**

	<b>Furniture</b>	<b>Millwork</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>1 January 2024 to 31 December 2024 (Restated)</b>			
<b>Total segment revenue</b>			
Revenue	142,928	79,444	222,372
<b>Results</b>			
Segment loss	(420)	(3,065)	(3,485)
Interest income from short-term deposits			1,097
Distributions from short-term investment security			104
Other income			4,370
Finance costs			(2,248)
Unallocated expenses			(5,411)
Loss before tax			(5,573)
Income tax expense			(238)
Loss net of tax			(5,811)
<b>Other segment information</b>			
Depreciation and amortisation	11,700	2,926	14,626
Additions of non-current assets	4,945	1,063	6,008
Unallocated assets			429
Total additions of non-current assets			6,437
Non-cash expense other than depreciation	280	3,325	3,605
Unallocated expense			2
Total non-cash expense other than depreciation			3,607
Inventories recognised as an expense in cost of sales	68,838	60,740	129,578
Employee benefits expense	28,507	9,578	38,085
Unallocated expenses			3,308
Total employee benefits expense			41,393

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N4.1. Reportable segments (cont'd)**

	<b>Furniture</b>	<b>Millwork</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>1 July 2024 to 31 December 2024 (Restated)</b>			
<b>Total segment revenue</b>			
Revenue	70,485	42,143	112,628
<b>Results</b>			
Segment loss	(6,917)	(1,776)	(8,693)
Interest income from short-term deposits			369
Distributions from short-term investment security			–
Other income			1,480
Finance costs			(1,204)
Unallocated expenses			(2,824)
Loss before tax			(10,872)
Income tax expense			(232)
Loss net of tax			(11,104)
<b>Other segment information</b>			
Depreciation and amortisation	6,062	1,481	7,543
Additions of non-current assets	3,262	241	3,503
Unallocated assets			376
Total additions of non-current assets			3,879
Non-cash expense other than depreciation	2,066	1,566	3,632
Unallocated income			1
Total non-cash expense other than depreciation			3,633
Inventories recognised as an expense in cost of sales	37,583	33,772	71,355
Employee benefits expense	14,655	4,398	19,053
Unallocated expenses			1,337
Total employee benefits expense			20,390

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N4.1. Reportable segments (cont'd)**

	<b>Furniture</b>	<b>Millwork</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>As at 31 December 2025</b>			
Assets			
Segment assets	161,513	66,630	228,143
Unallocated assets			3,007
Total assets			<u>231,150</u>
Liabilities			
Segment liabilities	32,365	3,648	36,013
Unallocated liabilities			6,374
Total liabilities			<u>42,387</u>
<b>As at 31 December 2024 (Restated)</b>			
Assets			
Segment assets	195,492	77,937	273,429
Unallocated assets			3,428
Total assets			<u>276,857</u>
Liabilities			
Segment liabilities	40,403	12,043	52,446
Unallocated liabilities			16,237
Total liabilities			<u>68,683</u>

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
(CONT'D)

N4.2 Disaggregation of revenue

	12 months ended 31 December 2025		
	Furniture RM'000	Millwork RM'000	Total RM'000
<b>Primary geographical markets</b>			
United States of America	81,473	18,576	100,049
Malaysia	43,148	6	43,154
United Arab Emirates	1,066	–	1,066
Hong Kong	–	52,375	52,375
	125,687	70,957	196,644
<b>Major product or service lines</b>			
- Sale of goods	125,076	70,957	196,033
- Others	611	–	611
	125,687	70,957	196,644
<b>Timing of transfer of goods or services</b>			
At that point in time	103,714	70,957	174,671
Over time	21,973	–	21,973
	125,687	70,957	196,644
<b>6 months ended 31 December 2025</b>			
	Furniture RM'000	Millwork RM'000	Total RM'000
<b>Primary geographical markets</b>			
United States of America	43,458	6,801	50,259
Malaysia	21,271	–	21,271
United Arab Emirates	198	–	198
Hong Kong	–	22,721	22,721
	64,927	29,522	94,449
<b>Major product or service lines</b>			
- Sale of goods	64,723	29,522	94,245
- Others	204	–	204
	64,927	29,522	94,449
<b>Timing of transfer of goods or services</b>			
At that point in time	51,356	29,522	80,878
Over time	13,571	–	13,571
	64,927	29,522	94,449

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N4.2 Disaggregation of revenue (cont'd)**

	12 months ended 31 December 2024		
	Furniture RM'000	Millwork RM'000	Total RM'000
<b>Primary geographical markets</b>			
United States of America	95,490	19,585	115,075
Malaysia	43,170	907	44,077
United Arab Emirates	2,813	–	2,813
Hong Kong	–	58,952	58,952
Others	1,455	–	1,455
	142,928	79,444	222,372
<b>Major product or service lines</b>			
- Sale of goods	139,572	79,444	219,016
- Others	3,356	–	3,356
	142,928	79,444	222,372
<b>Timing of transfer of goods or services</b>			
At that point in time	133,202	79,444	212,646
Over time	9,726	–	9,726
	142,928	79,444	222,372
<b>6 months ended 31 December 2024</b>			
	Furniture RM'000	Millwork RM'000	Total RM'000
<b>Primary geographical markets</b>			
United States of America	47,507	12,263	59,770
Malaysia	21,800	907	22,707
United Arab Emirates	813	–	813
Hong Kong	–	28,973	28,973
Others	365	–	365
	70,485	42,143	112,628
<b>Major product or service lines</b>			
- Sale of goods	68,218	42,143	110,361
- Others	2,267	–	2,267
	70,485	42,143	112,628
<b>Timing of transfer of goods or services</b>			
At that point in time	60,759	42,143	102,902
Over time	9,726	–	9,726
	70,485	42,143	112,628

Note: The above geographical segmentation information is based on the geographical location of customers.

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N4.2 Disaggregation of revenue (cont'd)**

A breakdown of sales as follows:

	<b>Group FY2025 RM'000</b>	<b>Group FY2024 RM'000 (Restated)</b>	<b>Increase/ (decrease) %</b>
a) Sales reported for first half year	102,195	109,744	(6.9)
b) Operating (loss)/profit after tax before deducting non-controlling interests reported for first half	(15,532)	5,293	(393.4)
c) Sales reported for second half year	94,449	112,628	(16.1)
d) Operating loss after tax before deducting non-controlling interests reported for second half year	(3,879)	(11,104)	(65.1)

**N5. Financial assets and financial liabilities**

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

	<b>Group 31 December 2025 RM'000</b>	<b>31 December 2024 RM'000 (Restated)</b>
<b>Financial assets</b>		
<b>At amortised cost</b>		
Trade and other receivables	15,617	25,889
Deposit with bank	1,033	1,000
Cash and cash equivalents	13,212	17,671
	<hr/> 29,862	<hr/> 44,560
<b>Financial liabilities</b>		
<b>At amortised cost</b>		
Trade and other payables	15,854	20,422
Accrued operating expenses	1,902	1,328
Loans and borrowings	16,278	26,794
Lease liabilities	2,431	5,121
	<hr/> 36,465	<hr/> 53,665
Total undiscounted financial liabilities, net	<hr/> (6,603)	<hr/> (9,105)

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS  
(CONT'D)

N5. Financial assets and financial liabilities (cont'd)

	Company 31 December 2025 RM'000	31 December 2024 RM'000
<b>Financial assets</b>		
Trade and other receivables	8	8
Amount due from subsidiaries	8,772	9,014
Deposit with bank	1,033	1,000
Cash and cash equivalents	376	851
	10,189	10,873
<b>Financial liabilities</b>		
Trade and other payables	1,040	1,000
Amount due to subsidiaries	3,600	–
Accrued expenses	799	637
	5,439	1,637
Total undiscounted financial assets, net	4,750	9,236

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N6. Loss before tax**

**N6.1 Significant items**

Loss before tax for the period/year include the following (charges)/credits:

	Group 6 months ended		Group 12 months ended	
	31 December 2025 RM'000	31 December 2024 RM'000 (Restated)	31 December 2025 RM'000	31 December 2024 RM'000 (Restated)
<b>Income and revenue</b>				
Rental income	696	593	1,599	1,640
Reversal of allowance for slow moving inventories	377	175	1,863	–
Reversal of allowance for inventories written down	337	–	322	–
<b>Other (losses)/gains - net</b>				
Trade payable written off	–	–	147	–
Gain on disposal of short-term investment	–	–	–	76
Net foreign exchange (loss)/gain	(634)	(392)	(1,456)	1,831
Property, plant and equipment written-off	(66)	(321)	(67)	(339)
Loss on disposal of property, plant and equipment	(94)	(265)	(141)	(671)
Non-trade bad debts written off	–	–	(12)	–
Trade bad debts written off	(28)	(23)	(28)	(25)
Impairment on goodwill	(943)	–	(943)	–
Forfeiture of deposits for lease agreements due to early termination	(31)	–	(31)	–
<b>Expenses</b>				
Finance expenses:				
- financing arrangements	(26)	(56)	(64)	(109)
- bank loans	(488)	(971)	(1,079)	(1,835)
- lease liabilities	(82)	(177)	(196)	(304)
	(596)	(1,204)	(1,339)	(2,248)
Depreciation expenses:				
- property, plant and equipment	(5,764)	(5,928)	(11,452)	(11,712)
- rights-of-use assets	(1,309)	(1,529)	(2,853)	(2,803)
	(7,073)	(7,457)	(14,305)	(14,515)
Amortisation of trademarks	(101)	(86)	(200)	(111)
Allowance for slow moving inventories	–	–	–	(2,003)
Allowance for inventories written down	–	(3,774)	–	(4,698)

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N6.2 Related parties transactions**

**Sale and purchase of goods and services**

In addition to the related party information disclosed elsewhere in the financial statements, the following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial period:

	<b>Group</b>			
	<b>6 months ended 31 December 2025 RM'000</b>	<b>6 months ended 31 December 2024 RM'000</b>	<b>12 months ended 31 December 2025 RM'000</b>	<b>12 months ended 31 December 2024 RM'000</b>
<b>Director-related companies:</b>				
Rental received	–	3	4	7
Rental paid	(366)	(276)	(732)	(526)
Purchase of property, plant and equipment	–	–	–	(16)
Sub-contractor costs, net	(2,265)	(1,926)	(4,467)	(5,293)
Purchase of finished goods	(63)	–	(63)	–
<b>Director of the Company:</b>				
Rental paid	(16)	(16)	(32)	(31)

**N7. Income tax (credit)/expense**

The Group calculates the period income tax (credit)/expense using the applicable corporate tax rate. The major components of income tax (credit)/expense in the condensed interim consolidated statement of profit or loss are:

	<b>6 months ended 31 December 2025 RM'000</b>	<b>6 months ended 31 December 2024 RM'000 (Restated)</b>	<b>12 months ended 31 December 2025 RM'000</b>	<b>12 months ended 31 December 2024 RM'000 (Restated)</b>
<b>Current income tax</b>				
- Current income taxation	23	1,019	204	1,020
- Over provision in respect of previous years – net	(199)	(117)	(199)	(117)
- Withholding tax expense	40	36	40	41
<b>Deferred income tax</b>				
- Origination and reversal of temporary difference	(5,175)	(1,028)	(5,175)	(1,028)
- Under provision in respect of previous years	(4,553)	322	(4,553)	322
Income tax (credit)/expense recognised in profit or loss	(9,864)	232	(9,683)	238

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N8. Dividends**

**If a decision regarding dividend has been made:**

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

Any dividend recommended for the current financial period reported on?

No.

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

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

No.

**(c) The date the dividend is payable.**

Not applicable.

**(d) The date on which Registrable Transfer receive by the Company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.**

Not applicable.

**N8.1 A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:**

Not applicable.

**N9. Net assets value**

Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:

- (a) current financial period reported on; and
- (b) immediately preceding financial year.

	<b>As at 31 December 2025</b>	<b>Group As at 31 December 2024 (Restated)</b>	<b>As at 1 January 2024</b>	<b>Company As at 31 December 2025</b>	<b>As at 31 December 2024</b>
Net asset value ("NAV") (RM'000)	188,763	208,174	213,587	59,012	63,508
Number of ordinary shares in issue ('000)	488,799	488,799	488,799	488,799	488,799
NAV per ordinary share (RM)	0.39	0.43	0.44	0.12	0.13

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N10. Intangible assets**

<b>Group</b>	<b>Goodwill RM'000</b>	<b>Trademarks RM'000</b>	<b>Total RM'000</b>
<b>Cost</b>			
At 1 January 2024	2,639	432	3,071
Addition – Acquisition of subsidiaries (Note 16)	6,589	2,215	8,804
At 31 December 2024 (Restated), 1 January 2025 and 31 December 2025	9,228	2,647	11,875
<b>Accumulated amortisation</b>			
At 1 January 2024	–	250	250
Amortisation	–	111	111
At 31 December 2024 (Restated) and 1 January 2025	–	361	361
Amortisation	–	200	200
At 31 December 2025	–	561	561
<b>Accumulated impairment</b>			
At 1 January 2024, 31 December 2024 and 1 January 2025	–	–	–
Impairment	943	–	943
At 31 December 2025	943	–	943
<b>Net carrying amount</b>			
At 31 December 2024 (Restated)	9,228	2,286	11,514
At 31 December 2025	8,285	2,086	10,371

**N11. Property, plant and equipment**

During the financial year, the Group acquired assets amounting to RM4,584,000 (31 December 2024: RM6,107,000), disposed of assets at net book value of RM303,000 (31 December 2024: RM825,000).

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N12. Loans and borrowings**

	<b>Group 31 December 2025 RM'000</b>	<b>31 December 2024 RM'000</b>
<b>Current:</b>		
Bankers' acceptances	8,123	12,692
Financing arrangements	421	756
Term loan	3,857	12,628
	12,401	26,076
<b>Non-current:</b>		
Financing arrangements	296	718
Term loan	3,581	–
	3,877	718
<b>Total loans and borrowings</b>	16,278	26,794

The bankers' acceptance and short-term financing are secured by corporate guarantee provided by the Company. The term loans are secured by mortgage over certain buildings, leasehold land, assets and corporate guarantee provided by the Company. The financing arrangements are secured by a charge over the respective assets.

As at 31 December 2024, one of the subsidiaries breached its covenants with banks that granted short term financing and term loans to the said subsidiary. The subsidiary has subsequently obtained waivers from the banks. Nevertheless, as required under SFRS(I) 1-1 *Presentation of Financial Statements*, in the event of a breach of loan covenant on or before the end of reporting date, an entity is required to classify a liability as current as it no longer has the unconditional right to defer its settlement for at least twelve months after that date. Accordingly, the non-current portion of the term loan amounting to RM3.2 million has been reclassified as current liabilities as at 31 December 2024 to comply with SFRS(I) 1-1.

The Group complied with all the loan covenants for the year ended 31 December 2025.

Loans and borrowings denominated in currency other than functional currency are as follows:

	<b>Group 31 December 2025 RM'000</b>	<b>31 December 2024 RM'000</b>
<b>Current:</b>		
United States Dollar	2,908	11,251
	–	–
<b>Non-current:</b>		
United States Dollar	–	–
	–	–

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N13. Share capital**

	31 December 2025		31 December 2024	
	No. of shares	RM'000	No. of shares	RM'000
<b>Issued and fully paid ordinary shares</b>				
At 1 January and 31 December	489,144,200	66,135	489,144,200	66,135
<b>Treasury shares</b>				
At 1 January	345,000	183	310,400	173
Shares buy-back held as treasury shares	–	–	34,600	10
At 31 December	345,000	183	345,000	183
<b>Issued and fully paid ordinary shares excluding treasury shares</b>	<b>488,799,200</b>	<b>65,952</b>	<b>488,799,200</b>	<b>65,952</b>

The Company did not have any outstanding convertibles as at 31 December 2025 and 31 December 2024.

The Company did not have any subsidiary holdings during and as at the end of the current financial period reported on.

No treasury share was sold, transferred, cancelled or used for the financial period reported on.

**N14. Contingent liability**

The Company's 51%-owned subsidiary, Leyo Holdings Sdn Bhd ("**LEH**"), had on 13 November 2024, received a letter of demand from the solicitors representing Synergy House Furniture Sdn Bhd ("**Synergy**") in relation to the royalty payment made to LEH by Synergy up to the date of the letter, amounted to RM823,395.61. An announcement was made on 13 October 2025 whereby LEH had commenced legal proceedings against Synergy and its manufacturers/contractors, namely Piau Chez Sdn Bhd ("**PCSB**") and Thong Ler Trading Sdn Bhd ("**TLSB**") at the Kuala Lumpur High Court for the breach of respective agreements entered into by LEH with Synergy, PCSB and TLSB, and for intellectual property right infringement ("**Lawsuit**"). In the Lawsuit, LEH is also seeking full repayment of outstanding royalty fees which, based on available information, amount to approximately RM2.9 million. Further details of the Lawsuit can be found in the announcement dated 13 October 2025 and 14 January 2026 on SGXNET.

The Company's subsidiary, LY Furniture Sdn Bhd ("**LYFSB**"), has initiated a claim against Xin Hwa Trading & Transport Sdn Bhd ("**Xin Hwa**") ("**Claim by LYFSB**") for a sum of USD78,889.53 comprises the value of missing inventories that were stored in one of the warehouses of Xin Hwa. In response to the Claim by LYFSB, Xin Hwa has filed a counter claim against LYFSB for an amount of RM311,501.12 in relation to the outstanding fees for warehousing services provided by Xin Hwa to LYFSB.

The Directors had sought legal advice in respect of the claims and based on the legal advice obtained, the Group has not made any provision in respect of the above claims as at the end of the financial year reported on.

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N15. Comparative figures**

Certain comparative figures have been adjusted retrospectively as a result of the following events:

- (a) Completion of purchase price allocation (“PPA”) exercise in current financial year in respect of the acquisition of LY Unity Sdn. Bhd. and its subsidiaries, which was completed in prior financial year. The restatement reflects the finalised fair values of identifiable assets and liabilities as at acquisition date.
- (b) Reclassification for certain class of transactions to conform to current year’s presentation. The reclassification has no impact on the Group’s net profit or net assets for the financial year.

The effects of the adjustments are as follows:

	<b>As previously reported RM'000</b>	<b>Prior year adjustments RM'000</b>	<b>Reclassification RM'000</b>	<b>As restated RM'000</b>
<b><u>Condensed interim consolidated statement of profit or loss and other comprehensive income</u></b>				
<b>6 months ended 31 December 2024</b>				
<b>Other (losses)/gains - net</b>	–	–	1,001	1,001
<b>Other items of income</b>				
Other income	1,088	–	392	1,480
<b>Other items of expense</b>				
Selling and administrative expenses	(12,827)	(79)	23	(12,883)
Other expense	(593)	–	586	(7)
Loss before tax	(10,793)	(79)	–	(10,872)
Income tax credit/(expense)	(251)	19	–	(232)
Loss for the period, representing total comprehensive loss for the period	(11,044)	(60)	–	(11,104)

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

N15. Comparative figures (cont'd)

The effects of the adjustments are as follows: (continued)

	As previously reported RM'000	Prior year adjustments RM'000	Reclassification RM'000	As restated RM'000
<b><u>Condensed interim consolidated statement of profit or loss and other comprehensive income</u></b>				
<b>12 months ended 31 December 2024</b>				
Other (losses)/gains - net	-	-	872	872
<b>Other items of income</b>				
Other income	6,277	-	(1,907)	4,370
<b>Other items of expense</b>				
Selling and administrative expenses	(23,122)	(79)	25	(23,176)
Other expense	(1,017)	-	1,010	(7)
Loss before tax	(5,494)	(79)	-	(5,573)
Income tax credit/(expense)	(257)	19	-	(238)
Loss for the period, representing total comprehensive loss for the period	(5,751)	(60)	-	(5,811)

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

N15. Comparative figures (cont'd)

The effects of the adjustments are as follows: (continued)

	As previously reported RM'000	Prior year adjustments RM'000	Reclassification RM'000	As restated RM'000
<b><u>Condensed interim consolidated statements of financial position</u></b>				
<b>Group</b>				
<b>As at 31 December 2024</b>				
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	139,663	700	–	140,363
Intangible assets	10,504	1,010	–	11,514
<b>ASSETS</b>				
<b>Current assets</b>				
Tax recoverable	1,381	–	30	1,411
<b>LIABILITIES</b>				
<b>Current liabilities</b>				
Trade and other payables	19,392	–	30	19,422
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
Deferred tax liabilities	13,917	673	–	14,590
<b>Equity attributable to owners of the Company</b>				
Retained earnings	162,566	(30)	–	162,536
Non-controlling interest	(2,825)	1,067	–	(1,758)

E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)

N15. Comparative figures (cont'd)

The effects of the adjustments are as follows: (continued)

	As previously reported RM'000	Prior year adjustments RM'000	Reclassification RM'000	As restated RM'000
<b><u>Condensed interim consolidated statement of cash flows</u></b>				
<b>Group 12 months ended 31 December 2024</b>				
OPERATING ACTIVITIES				
Loss before tax	(5,494)	(79)	–	(5,573)
Amortisation of trademarks	50	61	–	111
Depreciation of property, plant and equipment	11,694	18	–	11,712

N16. Acquisition of subsidiaries

On 1 August 2024, the Group completed the acquisition of 510,000 ordinary shares, representing 51% equity interest in LY Unity Sdn Bhd and its subsidiaries ("LYUG") for RM7,012,500 ("Acquisition of LYUG"), a strategic move to expand into a new retail market in Malaysia, which it has not previously explored.

**Purchase consideration**

	<b>2024 RM'000 (Restated)</b>
Cash consideration	6,013
Contingent consideration	1,000
	<hr/> 7,013 <hr/>

**E. NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (CONT'D)**

**N16. Acquisition of subsidiaries (cont'd)**

Assets and liabilities recognised as a result of the acquisition

	<b>2024 Fair value RM'000 (Restated)</b>
Cash and cash equivalents	1,738
Property, plant and equipment	2,927
Right-of-use assets	1,332
Trademark	2,215
Inventories	571
Trade and other receivables	246
Trade and other payables	(1,822)
Lease liabilities	(1,331)
Contract liabilities	(1,893)
Borrowings	(2,459)
Deferred tax liabilities	(692)
	<hr/>
Net identifiable assets acquired	832
Less: Non-controlling interests' proportion (49%) of the net fair value of identifiable net assets	(408)
Add: Goodwill	6,589
	<hr/>
Total purchase consideration	<u>7,013</u>

The goodwill of RM6,589,000 comprises the value of the Group's expansion into the retail market in Malaysia as to successfully penetrate the Malaysian retail market which may otherwise require a significant learning curve spanning several years with substantial investments. It also includes the previous owners' expertise and experience in the Malaysian retail market when they joined the Group, which has not been recognised separately and does not meet the criteria for recognition as an intangible asset under SFRS(I) 1-38. The goodwill recognised is not deductible for income tax purposes.

## F. INFORMATION REQUIRED UNDER APPENDIX 7C OF THE CATALIST RULES

1. (a)(i) **An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Please refer to paragraph A.

- (a)(ii) **Significant items**

Please refer to N6.1.

- (b)(i) **A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

Please refer to paragraph B.

- (b)(ii) **Aggregate amount of group's borrowings and debt securities.  
Amount repayable by the Group in one year or less, or on demand**

As at 31 December 2025		As at 31 December 2024	
Secured	Unsecured	Secured	Unsecured
RM'000	RM'000	RM'000	RM'000
12,401	–	26,076	–

### **Amount repayable by the Group after one year**

As at 31 December 2025		As at 31 December 2024	
Secured	Unsecured	Secured	Unsecured
RM'000	RM'000	RM'000	RM'000
3,877	–	718	–

### **Details of collateral**

The Group's borrowings consist of bankers' acceptance, short term financing, financing arrangements, and term loans.

The bankers' acceptance, short term financing and term loans are secured by mortgage over certain buildings, leasehold land, assets and corporate guarantee from the Company.

The financing arrangements are secured by a charge over the respective leased motor vehicles and machineries.

Please also refer to further details of the Group's loans and borrowings in N12.

- (c) **A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Please refer to paragraph D.

- (d)(i) **A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

Please refer to paragraph C.

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

Please refer to N13.

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

Please refer to N13.

- (d)(iv) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Please refer to N13. No treasury share was sold, transferred, cancelled or used for the financial period reported on.

- (d)(v) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

Please refer to N13. There is no subsidiary holdings.

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

The condensed consolidated statement of financial position of LY Corporation Limited and its subsidiaries as at 31 December 2025 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

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

Not applicable. The figures have not been audited or reviewed by the Company's auditors.

**3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:**

- (a) Updates on the efforts taken to resolve each outstanding audit issue.  
(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable.

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

Please refer to N2.

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

Please refer to N2.

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

	Group 6 months ended		Group 12 months ended	
	31 December 2025	31 December 2024 (Restated)	31 December 2025	31 December 2024 (Restated)
Loss attributable to owners of the Company (RM'000)	(4,049)	(12,024)	(18,693)	(6,983)
Weighted average number of ordinary shares ('000)	488,799	488,799	488,799	488,816
Basic and diluted loss per share <sup>(2)</sup> (sen)	(0.83)	(2.46)	(3.82)	(1.43)

Note:

(2) The basic and fully diluted loss per share were the same as there were no dilutive ordinary shares in issue as at 31 December 2025 and 31 December 2024.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-  
 (a) current financial period reported on; and  
 (b) immediately preceding financial year.

Please refer to N9.

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

***Review of Group's performance for the 6 months ended 31 December 2025 ("2H2025") as compared to the 6 months ended 31 December 2024 ("2H2024")***

Revenue

The Group's revenue decreased by approximately RM18.2 million, or 16.1%. This was mainly due to the following:

- (a) Decrease in the number of 40-ft containers from 1,210 40-ft containers in 2H2024 to 1,084 40-ft containers in 2H2025;
- (b) Decrease in average selling price per 40-ft container from RM83,000 in 2H2024 to RM74,000 in 2H2025; and
- (c) Weaker USD/RM rate in 2H2025 as compared to 2H2024 given that the Group's billing currency are primarily denominated in USD for export sales. As a reference, the closing exchange rate of USD1 against the Malaysian Ringgit was RM4.46507 as at 31 December 2024 and depreciated to RM4.04774 as at 31 December 2025.\*

However, the decrease was partially offset by an increase in revenue contributed from the new subsidiaries acquired on 1 August 2024 of approximately RM13.6 million in 2H2025 (contributed for a period of 6 months) as compared to RM9.7 million in 2H2024 (contributed for a period of 5 months).

Note: \* Source: www.oanda.com. OANDA Corporation has not consented to the inclusion of the information in this announcement.

Cost of sales and gross profit

Cost of sales decreased by approximately RM16.6 million, or 15.1%, mainly due to decrease in carriage inwards and material used in line with decrease in sales volume as well as reversal of slow moving inventories and inventories written down.

The Group's gross profit decreased by approximately RM1.6 million, or 65.3%. As a result of higher percentage decrease in revenue compared to cost of sales, the Group recorded a lower gross profit margin of 0.9% in 2H2025 compared to 2.1% in 2H2024.

Other (losses)/gains – net

Other losses increased by approximately RM0.8 million, or 79.4% mainly due to impairment on goodwill of RM0.9 million in 2H2025. The increase also due to net foreign exchange loss incurred in 2H2025. However, the increase was partially offset by a decrease in loss on disposal of plant and equipment as well as plant and equipment written off in 2H2025.

Interest income

Interest income decreased by approximately RM0.2 million, or 65.6%, mainly due to lower cash placements in short term fixed deposits in the bank account maintained in Malaysia in 2H2025.

### Other income

Other income comprised mainly government grants, rental income, scrap, processing fee income, local sales of furniture parts as well as charges for services provided such as transportation.

Other income increased by approximately RM0.8 million, or 52.5%, mainly due to the increase in processing fee income, local sales of furniture parts and rental income.

### Selling and administrative expenses

Selling and administrative expenses increased by approximately RM1.7 million, or 13.0%, mainly due to increase in expenses incurred by new subsidiaries, mainly on advertising and marketing, of approximately RM1.9 million in 2H2025.

### Depreciation expenses

Depreciation expenses decreased by approximately RM0.3 million, or 4.0% mainly due to decrease in depreciation and amortisation expenses in line with decrease in purchase of property, plant and equipment and expiration of existing leases.

### Finance costs

Finance costs decreased by approximately RM0.6 million, or 50.5% mainly due to decrease in term loans' balances, decrease in interest rate charged as well as decrease in interest expense on lease liabilities. However, the decrease was partially offset by an increase in bankers' acceptances' charges in 2H2025.

### Other expenses

Other expenses comprised reversal of chargeback in 2H2024.

### Income tax credit/(expense)

The Group recorded income tax credit of approximately RM9.9 million in 2H2025 compared to income tax expense of approximately of RM0.2 million in 2H2024. This was due to the overprovision of deferred tax in 2H2024. As a result, income tax credit for 2H2025 increased by RM10.1 million, or 4,351.7%.

### Loss for the period

As a result of the Group incurred an income tax credit as explained above, the Group incurred lower net loss of approximately RM3.9 million in 2H2025 as compared to a net loss of RM11.1 million in 2H2024.

## ***Review of Group's performance for FY2025 as compared to FY2024***

### Revenue

The Group's revenue decreased by approximately RM25.7 million, or 11.6%. This was mainly due to the following:

- (a) Decrease in the number of 40-ft containers from 2,333 40-ft containers in FY2024 to 2,201 40-ft containers in FY2025;
- (b) Decrease in average selling price per 40-ft container from RM85,000 in FY2024 to RM79,000 in FY2025; and
- (c) Weaker USD/RM rate in FY2025 as compared to FY2024 given that the Group's billing currency are primarily denominated in USD for export sales. As a reference, the closing exchange rate of USD1 against the Malaysian Ringgit was RM4.46507 as at 31 December 2024 and depreciated to RM4.04774 as at 31 December 2025.\*

However, the decrease was partially offset by an increase in revenue contributed from the new subsidiaries acquired on 1 August 2024 of approximately RM22.0 million in FY2025 (contributed for a period of 12 months) as compared to RM9.7 million in FY2024 (contributed for a period of 5 months).

Note: \* Source: [www.oanda.com](http://www.oanda.com). OANDA Corporation has not consented to the inclusion of the information in this announcement.

#### Cost of sales and gross profit

Cost of sales decreased by approximately RM11.3 million, or 5.4%, mainly due to decrease in carriage inwards, amortisation of right-of-use assets and decrease in material used in line with decrease in sales volume as well as reversal of allowance slow moving inventories and inventories written down.

However, the decrease is partially offset by an increase in cost of sales incurred by the new subsidiaries in line with increase in sales volume.

As a result of higher percentage decrease in revenue (mainly due to the weakening of the USD against RM) compared to cost of sales, the Group incurred gross loss of approximately RM1.0 million in FY2025 as compared to gross profit of approximately RM13.4 million in FY2024. The Group recorded a gross loss margin of 0.5% in FY2025 compared to a gross profit margin of 6.0% in FY2024.

#### Other (losses)/gains – net

Other losses increased by approximately RM3.4 million, or 390.3% mainly due to the Group incurred net foreign exchange loss of RM1.5 million in FY2025 as compared to net foreign exchange gain of RM1.8 million in FY2024. The increase also due to impairment on goodwill of RM0.9 million in FY2025. However, the increase was partially offset by a decrease in loss on disposal of property, plant and equipment as well as property, plant and equipment written off in FY2025.

#### Interest income

Interest income decreased by approximately RM0.8 million, or 68.9%, mainly due to lower cash placements in short term fixed deposits in the bank account maintained in Malaysia in FY2025.

#### Distributions from short-term investment security

Distributions from short-term investment security comprised income received for funds placed with Money Market Funds during FY2024 which were liquidated in FY2024.

#### Other income

Other income comprised mainly government grants, rental income, scrap, processing fee income, local sales of furniture parts as well as charges for services provided such as transportation.

Other income decreased by approximately RM0.2 million, or 6.4%, mainly due to decrease in rental income from lease of factory in FY2025.

#### Selling and administrative expenses

Selling and administrative expenses increased by approximately RM5.5 million, or 23.6%, mainly due to the increase in expenses incurred by new subsidiaries, mainly on advertising and marketing and staff costs, of approximately RM10.1 million in FY2025 compared to RM3.4 million in FY2024. However, this was partially offset by a decrease in professional fees, overseas travelling expenses and directors' remuneration in FY2025.

#### Depreciation expenses

Depreciation expenses decreased by approximately RM0.1 million, or 1.0% mainly due to the decrease in depreciation and amortisation expenses in line with decrease in purchase of property, plant and equipment and expiration of existing leases. However, this was partially offset by an increase in depreciation expenses incurred by the new subsidiaries by approximately RM0.7 million.

#### Finance costs

Finance costs decreased by approximately RM0.9 million, or 40.4% mainly due to decrease in term loans' balances, decrease in interest rate charged as well as decrease in interest expense on lease liabilities.

#### Other expense

Other expenses comprised reversal of chargeback in FY2024.

#### Income tax credit/(expense)

The Group recorded income tax credit of approximately RM9.7 million in FY2025 compared to income tax expense of approximately of RM0.2 million in FY2024. This was due to the overprovision of deferred tax in FY2024. As a result, income tax credit for FY2025 increased by RM9.9 million, or 4,168.5%.

#### Loss for the year

Due to the lower percentage decrease in cost of sales when compared to the percentage decrease in revenue as well as higher expenses, the Group recorded a higher net loss in FY2025 of approximately RM19.4 million as compared to RM5.8 million in FY2024. This is partially offset by income tax credit as explained above.

#### Review of changes in turnover and earnings by business and geographical segments

##### (a) By Business Segment

The Group's revenue decreased by approximately RM25.7 million in FY2025 as compared to FY2024 due to the decrease in both the Furniture and Millwork segments.

The Group recorded loss before interest and tax of RM28.1 million in FY2025 and RM4.4 million in FY2024 due to the loss recorded from both the Furniture and Millwork segments.

##### (b) By Geographical Segment

The Group recorded lower sales to all countries.

### **CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**

#### ***Review of the Group's financial position as at 31 December 2025 as compared to 31 December 2024***

#### Non-current assets

Property, plant and equipment decreased by approximately RM7.2 million, or 5.2%, mainly due to depreciation charged in FY2025. However, this was partially offset by assets acquired in FY2025 amounting to RM4.6 million.

Right-of-use assets of approximately RM19.0 million comprised the right to use the properties and land use rights of the Group over the respective lease period. The decrease in right-of-use assets of approximately RM2.9 million, or 13.3%, mainly due to amortisation charged in FY2025.

Intangible assets of approximately RM10.4 million consists of trademarks and goodwill arising from a business combination as announced on 28 January 2019 and acquisition of new subsidiaries as announced on 23 July 2024. The decrease in intangible assets of approximately RM1.1 million, or 9.9%, mainly due to impairment on goodwill and amortisation charged in FY2025.

#### Current assets

Inventories decreased by approximately RM19.6 million or 36.0%, mainly due to sales of completed goods and decrease in purchase of raw materials. However, the decrease was partially offset by reversal of allowance for slow moving inventories and inventories written down of approximately RM2.3 million in FY2025.

Trade and other receivables of approximately RM15.6 million comprised trade receivables, deposits and other receivables. The decrease in trade and other receivables by approximately RM10.3 million, or 39.7% was mainly due to a decrease in advance payment paid to suppliers for purchase of raw materials, as well as decrease in trade receivables in line with decrease in sales.

Prepaid operating expense of approximately RM2.0 million comprised mainly of expenses paid in advance as at 31 December 2025.

Tax recoverable, being prepaid current income tax of approximately RM1.7 million comprised tax paid in advance by the Malaysian subsidiaries for the Year of Assessment 2022, 2023 and 2024. It is partially offset by tax payable for the Year of Assessment 2025.

#### Current liabilities and non-current liabilities

Loans and borrowings comprised bankers' acceptance, financing arrangements and long-term loans. The decrease in loans and borrowings by approximately RM10.5 million, or 39.2% was mainly due to the scheduled repayment of loans and borrowings and net decrease in the usage of bankers' acceptances in FY2025. However, the decrease was offset by a new term loan obtained in FY2025 of approximately RM5.0 million.

Trade and other payables of approximately RM15.9 million comprised trade payables and other payables. The decrease in trade and other payables of RM4.6 million, or 22.4%, was mainly due to the decrease in credit purchase of raw materials.

Contract liabilities of approximately RM1.1 million primarily relate to advances received from customers and the Group's obligation to transfer the goods that are delivered to the specific location for which the Group has billed for receivables ahead of completion of the performance obligation.

Lease liabilities of approximately RM2.4 million comprised the liabilities that the Group has to pay over the respective lease period for the use of the properties. The decrease in the lease liabilities of RM2.7 million, or 52.5%, was mainly due to repayment of lease liabilities during the financial period.

Accrued operating expenses of approximately RM1.9 million comprised accrued operating expenses.

#### Non-controlling interest

Non-controlling interest decreased mainly due to loss contributed by Leyo Holdings Sdn Bhd which is a 51%-owned subsidiary of the Group.

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
***Review of the Group's cash flow statement for FY2025***

The Group recorded net cash flows generated from operating activities of approximately RM13.0 million in FY2025 due mainly from the decrease in purchase of raw materials as well as lower trade receivables after collection as explained above.

The Group recorded net cash flows used in investing activities of approximately RM4.1 million in FY2025 mainly due to purchase of property, plant and equipment.

The Group recorded net cash flows used in financing activities of approximately RM13.2 million mainly due to the repayment of loans and borrowings in FY2025. However, it was partially offset by the proceeds from loans and borrowings in FY2025.

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

The Company has released a profit guidance announcement on 13 February 2026. The Group's financial performance was in line with the above announcement.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

- (a) The United States of America (“**US**”) remains the principal market for the Group's furniture products. In August 2025, the US announced a reduction of its reciprocal tariff on Malaysian exports to 19% under a negotiated framework, although uncertainties remained regarding the applicability of such rate to certain furniture product categories.

In February 2026, the US Supreme Court struck down the legal basis underpinning the broader reciprocal tariff regime. Following this development, the US authorities implemented a temporary 10% tariff on most imports pursuant to Section 122 of the Trade Act of 1974. Public statements by US authorities have indicated that the rate may be increased to 15% or higher for certain trading partners. The scope, applicability and duration of these measures remain subject to further developments.

In light of the evolving tariff landscape, customers have adopted a more cautious procurement approach, resulting in slower order momentum and reduced order visibility.

According to trade statistics released by the Ministry of Investment, Trade and Industry Malaysia in January 2026, Malaysia's exports to the US increased by 17.2% to RM233.08 billion in 2025, primarily driven by electrical and electronic products, machinery, equipment and parts, processed food, and manufactures of metal. The Group does not expect the overall increase in exports to the US to necessarily translate into a corresponding increase in demand for furniture products, given differences in product categories and sectoral drivers.

The Group continues to face margin pressures on US-bound products arising from tariff developments, competitive pricing dynamics and currency movements, including the recent weakening of the US dollar against the Malaysian Ringgit. The Group will continue to monitor trade policy developments closely and take appropriate measures where necessary.

- (b) In addition, the imposition of the sales & services tax beginning 1 July 2025, the effects of the 2% mandatory contribution to the Employees Provident Funds for the foreign workers by employers beginning with wages for October 2025, expansion of the scope of the Sales & Services Tax in 2025 and the changes in electricity tariffs on 1 July 2025 in Malaysia will affect discretionary spending of consumer (resulting in lower revenue for the Group, in particular the retail cabinet furniture sector in Malaysia) and/or increase the Group's cost of operations.

**11. Dividend**

Please refer to N8.

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

No dividend has been declared/recommendeded for FY2025 as the Group would prefer to conserve the cash for any unforeseen circumstances and to reinvest back into its businesses.

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

The Group had renewed its general mandate for IPTs at the annual general meeting held on 29 April 2025. Please refer to the Company's appendix to the annual report dated 14 April 2025 for further details.

The aggregate value of all interested person transactions during the FY2025 is as follows:

Name of Interested Person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	Notes	RM'000	RM'000
Lean Shern Furniture Sdn Bhd	(1)	-(3)	22,107
Leatherworld Upholstery Sdn Bhd	(2)	-(3)	2,159

Notes:

- (1) Lean Shern Furniture Sdn Bhd's shareholders are Tan Kwee Ming and Tan Kwee Song, who are brothers of the Company's Executive Director, Tan Kwee Chai.
- (2) Leatherworld Upholstery Sdn Bhd is a 51%-owned subsidiary of Lian Yu Furniture Corporation Sdn Bhd ("LYFC") which is owned by Tan Kwee Chai and his associates.
- (3) Excludes transactions which are less than S\$100,000.

**14. Confirmation pursuant to Rule 720(1) of the Catalyst Rules**

The Company hereby confirms that it has already procured undertakings from all of its Directors and executive officers in the format as set out in Appendix 7H of the Catalyst Rules in accordance with Rule 720(1) of the Catalyst Rules.

**15. Disclosure of acquisition (including incorporations) and sale of shares under Catalyst Rule 706A.**

On 17 January 2025, the Company announced the proposed disposal of 210,000 ordinary shares in LEH representing 21% of the total issued share capital of LEH for a nominal cash consideration of RM1.00 in accordance with the terms and conditions as stipulated in the share sale agreement. The proposed disposal will be undertaken in two (2) tranches pending fulfilment of certain conditions. As at the date of this announcement, the first tranche of the proposed disposal has not been completed. Further details of the proposed disposal can be found in the announcement dated 17 January 2025 on SGXNET. The Company will make the relevant announcement to update the shareholders on any material development on the proposed disposal as necessary.

**16. A breakdown of sales as follows:**

Please refer to N4.2.

**17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:**

Please refer to N8.1.

**18. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.**

<b>Name</b>	<b>Age</b>	<b>Family relationship with any directors and/or substantial shareholder</b>	<b>Current position and duties, and the year the position was held</b>	<b>Details of changes in duties and position held, if any, during the year</b>
Mr Tan Kwee Lim	67	Brother of Mr Tan Kwee Chai, uncle of Ms Tan Ai Luang and Mr Tan Yong Chuan	Chief Operating Officer Year: 2012	Nil
Mr Boo Ngek Hee	65	Uncle of Ms Tan Ai Luang	Chief Quality Controller Year: 2012	Nil
Mr Tan Yong Siang	36	Son of Mr Tan Kwee Chai, brother of Mr Tan Yong Chuan, cousin of Ms Tan Ai Luang and nephew of Mr Tan Kwee Lim	Director of LY Furniture Sdn Bhd Year: 2017	Nil

**BY ORDER OF THE BOARD**

Tan Yong Chuan  
Executive Director and Chief Executive Officer  
27 February 2026