



## **GRAND BANKS YACHTS LIMITED**

(Company Registration No.: 197601189E)

### **UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE SECOND HALF AND FINANCIAL YEAR ENDED 30 JUNE 2025**

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**1 (a) Consolidated income statement (Unaudited)**  
**For the second half and financial year ended 30 June 2025**

		<b>Group</b>			<b>Group</b>		
	<b>Note</b>	<b>6-Month ended 30 Jun</b>		<b>Change %</b>	<b>Financial year ended 30 Jun</b>		<b>Change %</b>
		<b>2025</b>	<b>2024</b>		<b>2025</b>	<b>2024</b>	
		<b>\$'000</b>	<b>\$'000</b>		<b>\$'000</b>	<b>\$'000</b>	
Revenue	4	95,116	68,646	38.6	162,316	133,653	21.4
Cost of sales		(68,392)	(41,546)	64.6	(113,849)	(82,928)	37.3
<b>Gross profit</b>		26,724	27,100	(1.4)	48,467	50,725	(4.5)
Other income		829	895	(7.4)	1,548	452	242.5
Selling and marketing expenses		(7,069)	(3,141)	125.1	(12,486)	(11,506)	8.5
Administrative expenses		(5,213)	(4,321)	20.6	(9,869)	(8,058)	22.5
Other operating expenses		(882)	(1,465)	(39.8)	(1,570)	(2,018)	(22.2)
<b>Total operating expenses</b>		(13,164)	(8,927)	47.5	(23,925)	(21,582)	10.9
<b>Profit from operations</b>		14,389	19,068	(24.5)	26,090	29,595	(11.8)
Finance cost		(337)	(337)	-	(640)	(396)	61.6
<b>Profit before tax</b>	2(a)	14,052	18,731	(25.0)	25,450	29,199	(12.8)
Tax expenses	2(b)	(3,394)	(4,278)	(20.7)	(7,229)	(7,818)	(7.5)
<b>Profit for the year attributable to owners of the Company</b>		10,658	14,453	(26.3)	18,221	21,381	(14.8)

**1 (a) Consolidated Statement of Comprehensive Income (Unaudited)**  
**For the second half and financial year ended 30 June 2025**

	<b>Group</b>			<b>Group</b>		
	<b>6-Month</b>			<b>Financial year</b>		
	<b>ended 30 Jun</b>			<b>ended 30 Jun</b>		
	<b>2025</b>	<b>2024</b>	<b>Inc/(Dec)</b>	<b>2025</b>	<b>2024</b>	<b>Inc/(Dec)</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>	<b>\$'000</b>	<b>\$'000</b>	<b>%</b>
<b>Profit for the year</b>	10,658	14,453	(26.3)	18,221	21,381	(14.8)
<b>Other comprehensive loss</b>						
<b>Items that may be reclassified</b>						
<b>subsequently to profit or loss</b>						
Translation differences relating to financial statements of foreign subsidiaries	(2,988)	142	N.m	(1,226)	(730)	67.9
<b>Other comprehensive loss for the year, net of income tax</b>	(2,988)	142	N.m	(1,226)	(730)	67.9
<b>Total comprehensive income for the year attributable to owners of the Company</b>	<u>7,670</u>	<u>14,595</u>	(47.4)	<u>16,995</u>	<u>20,651</u>	(17.7)

*N.m – Percentage / Computation not meaningful*

**1 (b) Consolidated statements of financial position (Unaudited)**  
**For financial year ended 30 June 2025**

		Group		Company	
	Note	30-Jun-25 \$'000	30-Jun-24 \$'000	30-Jun-25 \$'000	30-Jun-24 \$'000
<b>Non-current assets</b>					
Property, plant and equipment	2(c)	68,852	34,243	—	—
Right-of-use assets	2(d)	5,781	5,839	—	—
Subsidiaries	2(e)	—	—	36,948	36,948
Intangible assets		6,172	6,783	—	—
Deferred tax assets		1,019	2,297	—	—
		<u>81,824</u>	<u>49,162</u>	<u>36,948</u>	<u>36,948</u>
<b>Current assets</b>					
Inventories	2(f)	28,948	29,900	—	—
Contract assets		3,326	10,041	—	—
Trade and other receivables	2(g)	8,092	11,720	2,474	1,552
Prepayments		5,480	1,521	27	27
Current tax recoverable	2(h)	446	—	—	—
Cash and fixed deposits	2(i)	51,517	42,076	9,008	9,360
		<u>97,809</u>	<u>95,258</u>	<u>11,509</u>	<u>10,939</u>
<b>Total assets</b>		<u>179,633</u>	<u>144,420</u>	<u>48,457</u>	<u>47,887</u>
<b>Current liabilities</b>					
Trade and other payables	2(j)	13,948	15,811	586	649
Contract liabilities		25,671	23,523	—	—
Provisions		6,693	7,120	—	—
Interest-bearing loans and borrowings	2(k)	1,925	377	—	—
Deferred considerations	2(l)	2,532	94	—	—
Lease liabilities		376	280	—	—
Current tax payables		1,986	3,457	—	—
		<u>53,131</u>	<u>50,662</u>	<u>586</u>	<u>649</u>
<b>Non-current liabilities</b>					
Deferred tax liabilities		433	952	—	—
Interest-bearing loans and borrowings	2(k)	5,257	3,266	—	—
Deferred considerations	2(l)	18,350	1,807	—	—
Lease liabilities		308	492	—	—
		<u>24,348</u>	<u>6,517</u>	<u>—</u>	<u>—</u>
<b>Total liabilities</b>		<u>77,479</u>	<u>57,179</u>	<u>586</u>	<u>649</u>
<b>Capital and reserves</b>					
Share capital	2(m)	43,580	43,136	43,580	43,136
Share-based compensation reserve		890	617	890	617
Foreign currency translation reserve		(6,057)	(4,831)	—	—
Accumulated profits		63,741	48,319	3,401	3,485
<b>Total equity</b>		<u>102,154</u>	<u>87,241</u>	<u>47,871</u>	<u>47,238</u>
<b>Total equity and liabilities</b>		<u>179,633</u>	<u>144,420</u>	<u>48,457</u>	<u>47,887</u>

**1 (c) Consolidated statement of cash flows (Unaudited)**  
**For the second half and financial year ended 2025**

		<b>Group</b>		<b>Group</b>	
	<b>Note</b>	<b>6-Month ended 30 Jun</b>		<b>Financial year ended 30 Jun</b>	
		<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
		<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Cash flows from operating activities</b>					
Profit after tax		10,658	14,453	18,221	21,381
Adjustments for:					
Depreciation of property, plant and equipment	2(c)	2,569	2,582	5,145	5,044
Depreciation of right-of-use assets	2(d)	316	160	612	492
Amortisation of intangible assets		54	57	110	114
(Gain)/Loss on disposal of property, plant and equipment		(448)	30	(448)	30
Allowance/(Write-back) made for inventories obsolescence, net		111	(13)	421	435
Interest income		(481)	(651)	(957)	(1,171)
Share-based payment expenses		132	142	273	236
Interest expense		286	97	493	156
Tax expenses	2(b)	3,394	4,278	7,229	7,818
Unrealised foreign exchange loss/(gain)		552	(928)	1,193	(437)
		<u>17,143</u>	<u>20,207</u>	<u>32,292</u>	<u>34,098</u>
Changes in:					
- Inventories		5,950	(16,016)	838	(14,495)
- Trade and other receivables		(1,306)	2,037	159	(4,688)
- Prepayments		(2,706)	1,060	(4,000)	294
- Contract assets		2,250	8,571	6,324	6,311
- Contract liabilities		9,783	(1,147)	3,811	954
- Trade and other payables		(669)	(8,622)	612	(9,557)
- Provisions		(901)	462	(599)	2,751
Cash generated from operations		<u>29,544</u>	<u>6,552</u>	<u>39,437</u>	<u>15,668</u>
Net income taxes paid		<u>(3,516)</u>	<u>(6,388)</u>	<u>(8,188)</u>	<u>(6,647)</u>
<b>Net cash generated from operating activities</b>		<u>26,028</u>	<u>164</u>	<u>31,249</u>	<u>9,021</u>
<b>Cash flows from investing activities</b>					
Interest received		458	579	933	1,099
Placement of longer term deposits		—	(1,358)	—	(1,358)
Proceeds from longer term deposits		1,322	1,327	1,322	4,519
Restricted cash		376	(1,413)	(2,936)	(1,413)
Proceeds from other investment		—	—	—	989
Proceeds from disposal of property, plant and equipment		2,009	25	2,009	25
Purchase of property, plant and equipment		<u>(14,264)</u>	<u>(2,111)</u>	<u>(18,640)</u>	<u>(4,742)</u>
<b>Net cash used in investing activities</b>		<u>(10,099)</u>	<u>(2,951)</u>	<u>(17,312)</u>	<u>(881)</u>

**1 (c) Consolidated statement of cash flows (Unaudited) (cont'd)**  
**For the second half and financial year ended 2025**

	<b>Group</b>		<b>Group</b>	
	<b>6-Month ended 30 Jun</b>		<b>Financial year ended 30 Jun</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
<b>Cash flows from financing activities</b>				
Interest paid	(237)	(97)	(444)	(156)
Dividend paid	(933)	(923)	(2,799)	(2,769)
Repayment of lease liabilities	(207)	(156)	(374)	(290)
Proceeds from interest-bearing loans and borrowings	—	—	82	—
Repayment of interest-bearing loans and borrowings	(496)	(92)	(625)	(514)
Repayment of deferred consideration	(46)	(275)	(92)	(561)
Proceeds from issue of shares pursuant to share plans	—	—	444	—
<b>Net cash used in financing activities</b>	<b>(1,919)</b>	<b>(1,543)</b>	<b>(3,808)</b>	<b>(4,290)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>14,010</b>	<b>(4,330)</b>	<b>10,129</b>	<b>3,850</b>
Cash and cash equivalents at beginning of period/year	35,309	42,842	39,305	35,522
Effect of exchange rate changes on balances held in foreign currency	(2,151)	793	(2,266)	(67)
<b>Cash and cash equivalents at end of period/year</b>	<b>47,168</b>	<b>39,305</b>	<b>47,168</b>	<b>39,305</b>

2(i)

**1 (d) Consolidated statement of changes in equity (Unaudited)**  
**For financial year ended 30 June 2025**

<b>Group</b>	<b>Share capital \$'000</b>	<b>Share-based compensation reserve \$'000</b>	<b>Foreign currency translation reserve \$'000</b>	<b>Accumulated profits \$'000</b>	<b>Total \$'000</b>
At 1 July 2024	43,136	617	(4,831)	48,319	87,241
<b>Total comprehensive income for the year</b>					
Profit for the year	—	—	—	18,221	18,221
<b>Other comprehensive income</b>					
Translation differences relating to financial statements of foreign subsidiaries	—	—	(1,226)	—	(1,226)
Total other comprehensive income	—	—	(1,226)	—	(1,226)
<b>Total comprehensive income for the year</b>	—	—	(1,226)	18,221	16,995
<b>Transactions with owners, recorded directly in equity</b>					
Share-based payments	—	273	—	—	273
Issue of shares pursuant to share plans	444	—	—	—	444
Dividend payment	—	—	—	(2,799)	(2,799)
<b>Total transactions with owners</b>	444	273	—	(2,799)	(2,082)
At 30 June 2025	43,580	890	(6,057)	63,741	102,154



**1 (d) Consolidated statement of changes in equity (Unaudited)**  
**For financial year ended 30 June 2025**

<b>Group</b>	<b>Share capital \$'000</b>	<b>Share-based compensation reserve \$'000</b>	<b>Foreign currency translation reserve \$'000</b>	<b>Accumulated profits \$'000</b>	<b>Total \$'000</b>
At 1 July 2023	43,136	381	(4,101)	29,707	69,123
<b>Total comprehensive income for the year</b>					
Profit for the year	—	—	—	21,381	21,381
<b><i>Other comprehensive income</i></b>					
Translation differences relating to financial statements of foreign subsidiaries	—	—	(730)	—	(730)
Total other comprehensive income	—	—	(730)	—	(730)
<b>Total comprehensive income for the year</b>	—	—	(730)	21,381	20,651
<b>Transactions with owners, recorded directly in equity</b>					
Share-based payments	—	236	—	—	236
Dividend payment	—	—	—	(2,769)	(2,769)
<b>Total transactions with owners</b>	—	236	—	(2,769)	(2,533)
At 30 June 2024	43,136	617	(4,831)	48,319	87,241

## 2 (a) Profit before tax

The following items have been included in arriving at profit before tax:

	Note	Group 6-Month ended 30 Jun		Group Financial year ended 30 Jun	
		2025	2024	2025	2024
		\$'000	\$'000	\$'000	\$'000
Wages, salaries and other employee benefits		19,932	16,624	37,803	32,718
Contributions to defined contribution plans, included in wages, salaries and other employee benefits		1,053	891	2,112	1,811
Share-based payment expenses		132	142	273	236
(Write-back)/Allowance made for inventories obsolescence, net		(524)	(13)	(214)	435
Depreciation of property, plant and equipment	2(c)	2,569	2,582	5,145	5,044
Depreciation of right-of-use assets	2(d)	316	160	612	492
Amortisation of intangible assets		54	57	110	114
Provision for warranty claims		1,176	1,797	2,296	5,128
Brokerage commission expenses		738	639	1,830	2,100
Auditors' remuneration:					
- auditors of the Company		160	192	352	386
- overseas affiliates of KPMG LLP		42	34	74	64
Non-audit fees paid to:					
- auditors of the Company		10	45	27	33
Short-term lease expenses		65	58	139	132
<b>Other non-operating income, net</b>					
Foreign exchange gain/(loss), net		34	(437)	251	(1,567)
Interest income from bank		481	651	957	1,171
Gain/(Loss) on disposal of property, plant and equipment		448	(30)	448	(30)
Government grants		—	—	—	134
Sundry income		29	30	69	73
Compensation fee from a customer		—	674	—	674
Others		(163)	7	(177)	(3)
		<b>829</b>	<b>895</b>	<b>1,548</b>	<b>452</b>

## 2 (b) Tax expense

	Group 6-Month ended 30 Jun		Group Financial year ended 30 Jun	
	2025	2024	2025	2024
	\$'000	\$'000	\$'000	\$'000
Current tax expense	2,983	4,834	6,356	7,812
Deferred tax expense/(credit)	411	(556)	873	6
<b>Tax expense</b>	<b>3,394</b>	<b>4,278</b>	<b>7,229</b>	<b>7,818</b>

## 2 (c) Property, plant and equipment

During the financial year, additions in property, plant and equipment were mainly due to purchase of properties in USA amounting to \$27,100,000 (2024: \$Nil) and capital expenditure incurred in relation to on-going enhancements to overseas facilities as well as development of new products. The expansion of the composite manufacturing facility in Johor, Malaysia was partially financed through a bank loan amounting to \$5,814,000 (2024: \$1,926,000) and the building was completed during the year. The purchase of properties in USA was financed through a deferred payment scheme repayable over a period of 5 years.

**2 (d) Right-of-use assets**

During the financial year, additions in right-of-use assets were pertaining to renewal of office lease in Singapore and USA.

**2 (e) Subsidiaries**

	<b>Company</b>	
	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>
Unquoted ordinary shares, at cost	21,726	21,726
Unquoted preference shares, at cost	15,222	15,222
Total equity investments at cost	<u>36,948</u>	<u>36,948</u>

**2 (f) Inventories**

	<b>Group</b>	
	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>
Raw materials and components	15,488	15,722
Allowance for inventories obsolescence	(2,266)	(2,406)
	<u>13,222</u>	<u>13,316</u>
Stock boats at net realisable value	5,893	10,439
Work-in-progress	9,833	6,145
Total	<u>28,948</u>	<u>29,900</u>

In 2025, changes in raw materials and components and work-in-progress included in cost of sales amounted to \$99,395,376 (2024: \$68,030,293).

Usage of raw materials, changes in work-in-progress and changes in finished goods are main components of the cost of sales shown in profit or loss. Cost of sales also includes an allowance for inventories obsolescence which is provided to be consistent with the view that assets should not be carried in excess of amounts expected to be realised from their sale or use. Stock boats are carried at lower of cost and net realisable value. Estimates of net realisable value are based on the most reliable evidence available at the reporting date. These estimates take into consideration market demand, competition, and selling price and cost directly relating to events occurring after the end of the financial year to the extent that such events confirm conditions existing at the end of the financial year.

**2 (g) Trade and other receivables**

	<b>Group</b>		<b>Company</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Trade receivables	7,903	11,564	—	—
Refundable deposits	189	156	—	—
Amounts due from subsidiaries (non-trade)	—	—	2,474	1,552
	<u>8,092</u>	<u>11,720</u>	<u>2,474</u>	<u>1,552</u>

The current outstanding balances with subsidiaries are unsecured, interest-free and repayable on demand. There is no allowance for doubtful debts arising from the outstanding balances with subsidiaries.

**2 (h) Current tax recoverable**

	<b>Group</b>		<b>Company</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Current tax recoverable	446	—	—	—

This amount is expected to be recovered from the tax authority in FY2026.

**2 (i) Cash and cash equivalents**

	<b>Group</b>		<b>Company</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Cash and bank balances	6,734	4,478	108	160
Fixed deposits	44,783	37,598	8,900	9,200
Cash and fixed deposits in the statements of financial position	51,517	42,076	9,008	9,360
Fixed deposits with longer maturity	—	(1,358)	—	—
Restricted cash	(4,349)	(1,413)	—	—
Cash and cash equivalents in the statement of cash flows	47,168	39,305	9,008	9,360

Cash at banks earns interest at floating rates based on the daily bank deposits rates. Term deposits are placed for varying periods of between 7 to 90 days (2024: 30 to 180 days) and earn interest at rates averaging from 0.88% to 4.47% (2024: 2.38% to 6.00%) per annum.

**2 (j) Trade and other payables**

	<b>Group</b>		<b>Company</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Trade payables	4,065	5,053	—	—
Other payables	—	99	—	—
Advance from customers	1,970	750	—	—
Accrued operating expenses	7,913	9,909	586	649
	13,948	15,811	586	649

**2 (k) Interest-bearing loans and borrowings**

	<b>Group</b>	
	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>
Secured bank loan		
- Current	1,925	377
- Non-current	5,257	3,266
Total	7,182	3,643

Terms and conditions of outstanding loans and borrowings are as follows:

				Group	
				2025	2024
	Currency	Nominal interest rate	Year of maturity	\$'000	\$'000
Secured bank loan <sup>(i)</sup>	MYR	5.20%	2025	–	57
Secured bank loan <sup>(ii)</sup>	MYR	5.20%	2025-2033	5,814	1,926
Secured bank loan <sup>(iii)</sup>	USD	5.25%	2025-2026	1,167	1,364
Secured bank loan <sup>(iv)</sup>	USD	4.25%	2025-2027	201	296
				<u>7,182</u>	<u>3,643</u>

- (i) The outstanding bank loan was secured over a travel lift located at the Group's manufacturing facility in Johor, Malaysia and was fully paid this year. It had a carrying amount of \$146,000 (2024: \$161,000). The travel lift is included in the Group's plant and machinery (see Note 2(c)).
- (ii) The outstanding bank loan denominated in Malaysia Ringgit amounting to \$5,814,000 (2024: \$1,926,000) for the composite manufacturing facility in Johor, Malaysia and the construction of the building was completed during the year. The bank loan is secured over the leasehold land of the Group's manufacturing facility in Johor, Malaysia which has a carrying amount of \$4,737,000 (2024: \$4,671,000). A corporate guarantee is provided by the Company to the bank. The Company does not consider it probable that a claim will be made against the Company under the guarantee.
- (iii) The bank loan is secured over freehold submerged land of the Group's service yard in Florida, USA which has a carrying amount of \$3,619,000 (2024: \$3,902,000). A corporate guarantee is provided by the Company to the bank. The Company does not consider it probable that a claim will be made against the Company under the guarantee.
- (iv) The bank loan is secured over a travel lift located at the Group's service yard in Florida, which has a carrying amount of \$83,000 (2024: \$239,000). The travel lift is included in the Group's plant and machinery (see Note 2(c)).

## 2 (l) Deferred consideration

	Group	
	2025	2024
	\$'000	\$'000
Secured promissory note		
- Current	2,532	94
- Non-current	18,350	1,807
	<u>20,882</u>	<u>1,901</u>

On 15 December 2022, one of the subsidiaries acquired land and building in the United States, and this was partially financed by the seller through deferred payment scheme. The note is denominated in United States dollars repayable over a period of 15 years commencing from July 2024 and is secured over the land and building in United States with carrying value of \$2,396,000 (2024: \$2,568,000). The note bears a fixed interest rate of 4% and is repayable between year 2025 to 2039.

During the year, one of the subsidiaries acquired properties in the United States, and this was partially financed through deferred payment scheme. The promissory note is denominated in United States dollars repayable over a period of 5 years commencing from June 2026 and is secured over the properties in United States with carrying value of \$27,100,000 (2024: \$Nil). The note bears an interest rate of 1% above the applicable Federal Mid-Term Rate.

## 2 (m) Share capital

	2025		2024	
	Number of shares '000	\$'000	Number of shares '000	\$'000
<b>Fully paid:</b>				
Beginning and end of the year	186,585	43,580	184,635	43,136

A holder of ordinary shares is entitled to receive dividends as declared from time to time and is entitled to one vote per share at meetings of the Company. All shares rank equally with regard to the Company's residual assets.

### *Capital management*

The Group considers capital to be its share capital. The Group's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Group manages its capital structure and makes adjustment to it, in the light of changes in economic and financial market conditions. The Group may adjust the dividend payout to shareholders, buy back or issue new shares to optimise capital structure within the Group. The Group is in a net cash position. Net cash is calculated as cash and cash equivalents less external borrowings, if any.

There were no changes in the Group's approach to capital management during the year.

The Company and its subsidiaries are not subject to externally imposed capital requirements.

## 2 (n) Fair values of financial assets and financial liabilities

### *Fair values of financial assets and financial liabilities*

The fair values of financial assets and liabilities, together with the carrying amounts shown in the statements of financial position, are as follows:

	Note	Amortised cost \$'000	Other financial liabilities \$'000	Total carrying amount \$'000	Fair value \$'000
<b>Group</b>					
<b>30 June 2025</b>					
Trade and other receivables	2(g)	8,092	–	8,092	8,092
Cash and fixed deposits	2(i)	51,517	–	51,517	51,517
		<u>59,609</u>	<u>–</u>	<u>59,609</u>	<u>59,609</u>
Trade and other payables*	2(j)	–	8,694	8,694	8,694
Interest bearing loans and borrowings	2(k)	–	7,182	7,182	7,182
Deferred consideration	2(l)	–	20,882	20,882	20,882
		<u>–</u>	<u>36,758</u>	<u>36,758</u>	<u>36,758</u>
<b>30 June 2024</b>					
Trade and other receivables	2(g)	11,720	–	11,720	11,720
Cash and fixed deposits	2(i)	42,076	–	42,076	42,076
		<u>53,796</u>	<u>–</u>	<u>53,796</u>	<u>53,796</u>
Trade and other payables*	2(j)	–	11,611	11,611	11,611
Interest bearing loans and borrowings	2(k)	–	3,643	3,643	3,643
Deferred consideration	2(l)	–	1,901	1,901	1,901
		<u>–</u>	<u>17,155</u>	<u>17,155</u>	<u>17,155</u>

\* Excluding advance payments from customers and employee benefits

#### Interest-bearing loans and borrowings

No fair value is calculated for the floating rate loans as the Group believes that the carrying amounts, which are repriced within the year, reflect their corresponding fair values.

#### Deferred consideration

The carrying value based on the 4% interest rate from the secured promissory note represents the market rate. In addition, the carrying value for the newly acquired marina in Rhode Island is based on an interest rate of 1% above the applicable Federal Mid-Term Rate.

#### Other financial assets and liabilities

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

Accordingly, no fair value hierarchy information is disclosed for such financial assets and liabilities.

### **3 Segment information**

The Group engages predominantly in the manufacturing and sale of luxury yachts. The Group assessed its operating segment and determined that it has two operating and reporting segments.

- Manufacturing & trading : Manufacturing and sales of yachts to end customers
- Others : Ancillary sales such as brokerage income, service income and trade-in boats

The operating segments contain various functions that are inter-dependent to support the Group's operating activities and performance. Based on the combined activities of these key functions, the Group's CEO, who is the chief operating decision maker ("CODM"), assesses performance against an approved Group's budget and makes resource allocation decisions that will maximise the utilisation of production capacity and operating efficiency of the operating segments, to achieve the Group's budget.

Reconciliation includes unallocated head office revenue, expenses, assets, liabilities and consolidation adjustments which are not directly attributable to a particular segment.

### 3. Segment reporting for financial year ended 30 June 2025

	← Reconciliation →									
	Manufacturing and trading segment		Others		Corporate		Adjustments		Consolidated	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
<b>Revenue and expenses</b>										
External revenue	115,798	120,894	46,518	12,759	–	–	–	–	162,316	133,653
Inter-segment revenue	10,387	9,164	19,966	27,227	4,088	4,016	(34,441)	(40,407)	–	–
Total revenue	126,185	130,058	66,484	39,986	4,088	4,016	(34,441)	(40,407)	162,316	133,653
Segment results*	57,618	67,363	4,910	4,194	2,717	2,924	(34,441)	(40,407)	30,804	34,074
Depreciation and amortisation	(5,867)	(5,650)	–	–	–	–	–	–	(5,867)	(5,650)
Interest income	957	1,171	–	–	–	–	–	–	957	1,171
Interest expense	(444)	(396)	–	–	–	–	–	–	(444)	(396)
Operating profit before tax	52,264	62,488	4,910	4,194	2,717	2,924	(34,441)	(40,407)	25,450	29,199
Income tax expense	(7,229)	(7,818)	–	–	–	–	–	–	(7,229)	(7,818)
Segment profit	45,035	54,670	4,910	4,194	2,717	2,924	(34,441)	(40,407)	18,221	21,381

\* Segment results: Earnings before Interest, Taxation, Depreciation and Amortisation



### 3. Segment reporting for financial year ended 30 June 2025 (cont'd)

	← Reconciliation →									
	Manufacturing and trading segment		Others		Corporate		Adjustments		Consolidated	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
<i>Other material non-cash items:</i>										
Allowance made for inventories obsolescence, net	(421)	(435)	—	—	—	—	—	—	(421)	(435)
Provision for warranty claims	(2,296)	(5,128)	—	—	—	—	—	—	(2,296)	(5,128)
<b>Assets and liabilities</b>										
Segment assets	166,704	116,822	2,429	15,914	9,035	9,387	—	—	178,168	142,123
Tax assets	1,415	2,243	50	54	—	—	—	—	1,465	2,297
Segment liabilities	74,078	51,271	396	850	586	649	—	—	75,060	52,770
Tax liabilities	2,258	4,379	161	30	—	—	—	—	2,419	4,409
Capital expenditures	43,394	6,668	—	—	—	—	—	—	43,394	6,668

### 3. Segment reporting for second half ended 30 June 2025

	← Reconciliation →									
	Manufacturing and trading segment		Others		Corporate		Adjustments		Consolidated	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
<b>Revenue and expenses</b>										
External revenue	65,369	63,115	29,747	5,531	—	—	—	—	95,116	68,646
Inter-segment revenue	5,751	4,926	12,326	24,538	2,588	2,511	(20,665)	(31,975)	—	—
Total revenue	71,120	68,041	42,073	30,069	2,588	2,511	(20,665)	(31,975)	95,116	68,646
Segment results*	34,788	50,359	735	981	1,887	1,851	(20,665)	(31,975)	16,745	21,216
Depreciation and amortisation	(2,937)	(2,799)	—	—	—	—	—	—	(2,937)	(2,799)
Interest income	481	651	—	—	—	—	—	—	481	651
Interest expense	(237)	(337)	—	—	—	—	—	—	(237)	(337)
Operating profit	32,095	47,874	735	981	1,887	1,851	(20,665)	(31,975)	14,052	18,731
Income tax expense	(3,394)	(4,278)	—	—	—	—	—	—	(3,394)	(4,278)
Segment profit	28,701	43,596	735	981	1,887	1,851	(20,665)	(31,975)	10,658	14,453

\* Segment results: Earnings before Interest, Taxation, Depreciation and Amortisation

### 3. Segment reporting for second half ended 30 June 2025 (cont'd)

	← Reconciliation →									
	Manufacturing and trading segment		Others		Corporate		Adjustments		Consolidated	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
	2025	2024	2025	2024	2025	2024	2025	2024	2025	2024
<i>Other material non-cash items:</i>										
Allowance made for inventories obsolescence, net	(111)	(125)	—	—	—	—	—	—	(111)	(125)
Provision for warranty claims	(1,176)	(4,008)	—	—	—	—	—	—	(1,176)	(4,008)
<b>Assets and liabilities</b>										
Segment assets	166,704	116,822	2,429	15,914	9,035	9,387	—	—	178,168	142,123
Tax assets	1,415	2,243	50	54	—	—	—	—	1,465	2,297
Segment liabilities	74,078	51,271	396	850	586	649	—	—	75,060	52,770
Tax liabilities	2,258	4,379	161	30	—	—	—	—	2,419	4,409
Capital expenditures	32,306	2,168	—	—	—	—	—	—	32,306	2,168

#### 4. Disaggregation of revenue from contracts with customers

In the following table, revenue from contracts with customer is disaggregated by primary geographical markets, major products and service lines and timing of revenue recognition.

	<b>Group</b>		<b>Group</b>	
	<b>6-month ended 30 Jun</b>		<b>Financial year ended 30 Jun</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Revenue from construction contracts	44,629	62,907	99,131	120,686
Revenue from brokerage boats *	1,897	1,331	4,630	4,763
Rendering of services	3,824	4,334	7,412	8,029
Sales of stock boats	16,478	–	16,478	–
Sales trade-in boats	28,072	–	34,301	–
Sales of parts	216	74	364	175
	<b>95,116</b>	<b>68,646</b>	<b>162,316</b>	<b>133,653</b>

<b>Timing of revenue recognition</b>	<b>Group</b>		<b>Group</b>	
	<b>6-month ended 30 Jun</b>		<b>Financial year ended 30 Jun</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
Transferred at a point in time	50,487	5,739	63,185	12,967
Transferred over time	44,629	62,907	99,131	120,686
	<b>95,116</b>	<b>68,646</b>	<b>162,316</b>	<b>133,653</b>

In the review of performance, the factors leading to any material changes in contribution to turnover and earnings by the business or geographical segments.

#### Revenue contributed by primary geographical markets:

	<b>Group</b>		<b>Group</b>	
	<b>6-month ended 30 Jun</b>		<b>Financial year ended 30 Jun</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>	<b>\$'000</b>
USA	83,093	59,165	132,332	104,876
Europe	264	1,795	1,308	5,704
Australia	10,139	3,727	23,318	18,206
Asia	1,620	3,959	5,358	4,867
	<b>95,116</b>	<b>68,646</b>	<b>162,316</b>	<b>133,653</b>

\* The related brokerage costs included in selling and marketing expenses amounted to \$1,830,000 (2024: \$2,100,000).

## 5. Corporate information

Grand Banks Yachts Limited (the Company) is incorporated in the Republic of Singapore and has its registered office at 21 Bukit Batok Crescent, #06-74, Wcega Tower, Singapore 658065.

The principal activities of the Company are those of an investment holding company with significant subsidiaries in the business of manufacturing and selling luxury yachts worldwide.

The financial statements of the Group as at and for the year ended 30 June 2025 comprise the Company and its subsidiaries.

## 6. Basis of preparation

The condensed interim financial statements for the twelve months ended 30 June 2025 have been prepared in accordance with 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 financial statements for the year ended 30 June 2024.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 10.

The condensed interim financial statements are presented in Singapore dollar which is the Company's functional currency.

## 7. Audit

The figures have not been audited or reviewed by auditors.

## 8. Auditors' report

Not applicable.

## 9. Accounting policies

Other than the adoption of the amendments to SFRS(I)s as mentioned in Note 10 below, there are no changes in accounting policies and methods of computation adopted in the financial statements for the current reporting period as compared to the most recent audited annual financial statements as at 30 June 2024.

## 10. Changes in accounting policies

A number of new standards and amendments to standards are effective for annual periods beginning after 1 July 2024 and earlier application is permitted; however, the Group has not early adopted the new or amended standards in preparing these financial statements.

The following amendments to SFRS(I) are not expected to have a significant impact on the Group's consolidated financial statements and the Company's statement of financial position.

- *Amendments to SFRS(I) 1-21: Lack of Exchangeability*
- *Classification and Measurement of Financial Instruments (Amendments to SFRS(I) 9 and SFRS(I) 7)*
- *Annual Improvements to SFRS(I)s—Volume 11*
- *SFRS(I) 19: Subsidiaries without Public Accountability: Disclosures*

The adoption of the above amendments to SFRS(I)s is assessed to have no material financial effect on the results and financial position of the Group and of the Company for the year ended 30 June 2025. Accordingly, it has no material impact on the earnings per share of the Group and of the Company.

**11. Earnings per ordinary share**

	<b>Group</b>		<b>Group</b>	
	<b>6-month ended 30 Jun</b>		<b>Financial year ended 30 Jun</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Earnings per ordinary share for the financial period based on net profit attributable to shareholders:				
- On weighted average number of ordinary shares in issue (cents)	5.71	7.83	9.77	11.58
- On a fully diluted basis (cents)	5.59	7.69	9.56	11.41

**12. Net asset value per ordinary share**

	<b>Group</b>		<b>Company</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Net asset value (for the issuer and group) per ordinary share based on issued share capital of the insurer at the end of the:				
(a) Current period reported on; and				
(b) Immediately preceding financial year				
- Net asset value per ordinary share based on existing issued share capital at the end of the respective financial years (cents)	54.75	47.25	25.66	25.58

## Other Information:

### 13. 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.

#### Revenue

Revenue for the six-month period ended 30 June 2025 (2H FY2025) rose 38.6% to S\$95.1 million from S\$68.6 million for the same period ended 30 June 2024 (2H FY2024), due to a combination of strong new boat sales and sales of trade-in boats, pre-owned boats and stock boats. There were seven trade-in boats, two pre-owned boats and two stock boats sold in 2H FY2025, compared to none in 2H FY2024.

Revenue for the full year ended 30 June 2025 (FY2025) rose 21.4% to S\$162.3 million from S\$133.7 million in FY2024, mainly due to sales of nine trade-in boats, two pre-owned boats and two stock boats compared to none in FY2024, as well as strong new boat sales.

#### Gross profit

Gross profit for 2H FY2025 declined to S\$26.7 million from S\$27.1 million in 2H FY2024. The gross profit margin declined to 28.1% in 2H FY2025 from 39.5% in 2H FY2024, due mainly to the high proportion of sales of trade-in boats with lower margin, higher production hours and material cost incurred for product modifications, and the weakening of USD versus SGD. Excluding the sales of traded-in boats, gross margins would have been 35.8%.

For FY2025, gross profit declined to S\$48.5 million from S\$50.7 million in FY2024. Gross profit margin declined to 29.9% from 38.0% over the comparative period, for the same reasons stated for 2H FY2025.

#### Operating expenses

Total operating expenses – including costs relating to boat shows, sales and marketing, payroll, commission expenses increased to S\$13.2 million for 2H FY2025 from S\$8.9 million for 2H FY2024 in line with the revenue.

Total operating expenses for FY2025 increased to S\$23.9 million from S\$21.6 million for FY2024 mainly due to higher sales commission payout, payroll costs and marketing expenses.

Other non-operating income in FY2025 increased to S\$1.5 million from S\$0.5 million in FY2024, due to foreign exchange gains, interest income and gain on disposal of property, plant and equipment in FY2025 compared to foreign exchange losses in FY2024.

#### Taxation

Tax expenses in 2H FY2025, 2H FY2024, FY2025 and FY2024 arose from taxes on profitable subsidiaries.

#### Profit

As a result of the above, the Group recorded 2H FY2025 net profit before tax of S\$14.1 million (2H FY2024: S\$18.7 million) and net profit after tax of S\$10.7 million (2H FY2024: S\$14.5 million). For FY2025, the Group recorded net profit before tax of S\$25.5 million (FY2024: S\$29.2 million) and net profit after tax of S\$18.2 million (FY2024: S\$21.4 million).

The Group has assessed the impact of the revised tariffs announced on 1 August 2025 on its existing contracts and concluded that they had no material effect on the financial results. Nevertheless, the Group remains vigilant in navigating these tariff uncertainties.

**b) Any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Review of Cash Flows

The Group recorded higher cash flow from operating activities of S\$26.0 million for 2H FY2025, compared to neutral cash flow generated from operating activities for 2H FY2024. This was mainly due to decrease in inventories and contract assets as well as increase in contract liabilities, partially offset by increase in prepayment. The decrease in inventories was due to sales of trade-in and stock boats on hand. Fluctuations in contract assets and liabilities were due to the timing of the progressive billings of the boats under construction (in accordance with the contractual terms) relative to the actual progress of the construction of those boats. The increase in prepayment was due to the deposits paid for the purchases of assets and inventories.

Cash flows used in investing activities amounted to S\$10.1 million in 2H FY2025, compared to S\$3.0 million in 2H FY2024 mainly due to payments for the acquisition of properties (including a Newport Marina) in the USA, the composite manufacturing facility in Johor, Malaysia, and the development of new products.

Repayments of borrowings as well as payments of interest and dividend resulted in negative cash flows used in financing activities of S\$1.9 million in 2H FY2025 and S\$1.5 million in 2H FY2024. The Group's borrowings were used to partially finance the acquisition of the USA properties and the composite manufacturing facility in Johor, Malaysia.

As a result of the above, cash and cash equivalents stood at S\$47.2 million (excluding restricted cash of S\$4.3 million) as at 30 June 2025 (31 December 2024: S\$35.3 million).

On a full-year basis, cash flows generated from operating activities stood at S\$31.2 million in FY2025 compared to S\$9.0 million in FY2024, primarily due to decrease in inventories and contract assets and as well as increase in contract liabilities and payables. These were partially offset by increase in prepayment and provisions. The fluctuations in inventories, contract assets, liabilities and prepayment were due to the same reasons as for 2H FY2025.

Cash flows used in investing activities for FY2025 amounted to S\$17.3 million, due to the same reasons as for 2H FY2025.

Repayment of borrowings, payment of dividend and interest resulted in negative cash flows used in financing activities of S\$3.8 million in FY2025 and S\$4.3 million in FY2024. The Group's past borrowings were to finance part of the lease renewal consideration of the Malaysian yard in FY2016, partial financing of its acquisition of the yard in Florida, USA in FY2018 and its expansion in FY2022, acquisition of another property in the Florida in FY2023 and the composite manufacturing facility in Johor, Malaysia in FY2024.

As a result, cash and cash equivalents stood at S\$47.2 million (excluding restricted cash of S\$4.3 million) as at 30 June 2025, compared to S\$39.3 million as at 30 June 2024.

Borrowings (current and long term) stood at S\$7.2 million as at 30 June 2025 (2024: S\$3.6 million). Deferred considerations (current and long term) stood at S\$20.9 million as at 30 June 2025 (2024: S\$1.9 million).

Review of Financial Position

Non-current assets increased to S\$81.8 million as at 30 June 2025 from S\$49.2 million as at 30 June 2024, mainly due to the acquisition of properties in the USA, the composite manufacturing facility in Johor, Malaysia and



development of new products. Current assets increased to S\$97.8 million as at 30 June 2025, from S\$95.3 million as at 30 June 2024, mainly due to increases in prepayment as well as in cash and fixed deposits.

Total liabilities increased to S\$77.5 million as at 30 June 2025, compared to S\$57.2 million as at 30 June 2024, mainly due to increases in borrowings for the composite manufacturing facility in Johor, Malaysia and deferred considerations for USA properties purchased in FY2025.

As at 30 June 2025, contract liabilities of S\$25.7 million (client deposits and instalment payments) (30 June 2024: S\$23.5 million) contributed to the cash and fixed deposits of S\$51.5 million (30 June 2024: S\$42.1 million).

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

Not applicable.

**15. A commentary at the date of the announcement of the 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.**

The Group recorded 33 new boat orders (of larger sizes relative to those in FY2024) in FY2025, compared to 20 new boat orders in FY2024. In addition, there were 13 trade-in/pre-owned/stock boat orders, compared to none in FY2024. The Group's net order book stood at S\$156.6 million as at 30 June 2025, compared to S\$120.0 million as at 30 June 2024.

The Group completed the construction of its new composite manufacturing facility in Johor, Malaysia, which will increase usable floor space by over 25%. Equipped with new machinery, the expansion will increase the Group's production capacity and allow for the construction of larger, sleeker and more energy-efficient models, better positioning the Group to capitalise on the long-term growth potential of the luxury yacht market.

On the outlook, demand for luxury boats remains healthy despite short-term headwinds such as economic uncertainty, elevated interest rates, a higher cost environment, the potential impact of tariffs implemented by the US government and potential disruptions to the supply chain due to geopolitical developments such as the Russia-Ukraine war and conflicts in the Middle East.

In response, the Group will continue to closely monitor global developments and focus on its sales and marketing efforts, maintain a strong balance sheet and improve on its net order book to buffer against near term economic and business uncertainties.

**16. Dividend**

**a) Current Financial Period Reported on**

Any distribution declared for the current period? Yes

Name of Dividend	Interim (paid on 27 March 2025)
Dividend Type	Cash
Dividend Amount per Ordinary Share (in Singapore cent)	0.5 cent per ordinary share
Tax Rate	One-Tier Tax Exempt

Name of Dividend	Final Dividend (proposed)
Dividend Type	Cash
Dividend Amount per Ordinary Share (in Singapore cent)	1.0 cent per ordinary share
Tax Rate	One-Tier Tax Exempt

**b) Corresponding Period of the immediately Preceding Financial Year**

Any dividend declared for the current period? Yes

Name of Dividend	Interim (paid on 27 March 2024)
Dividend Type	Cash
Dividend Amount per Ordinary Share (in Singapore cent)	0.5 cent per ordinary share
Tax Rate	One-Tier Tax Exempt

Name of Dividend	Final Dividend (paid on 18 November 2024)
Dividend Type	Cash
Dividend Amount per Ordinary Share (in Singapore cent)	1.0 cent per ordinary share
Tax Rate	One-Tier Tax Exempt

**c) Date of Payment**

To be announced later.

**d) Books closure date**

To be announced later.

**17. If no dividend has been declared/recommended, a statement to that effect.**

Not applicable.

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

	2025 \$'000	2024 \$'000
<b>Ordinary</b>		
- Interim (paid)	933	923
- Final: 2025 proposed (2024: paid)	1,866	1,846
<b>Total</b>	<b>2,799</b>	<b>2,769</b>

**19. 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.**

No IPT mandate has been obtained from shareholders.

**20. Negative confirmation by the Board pursuant to Rule 705(5).**

Not applicable for announcement of full year financial statements.

**21. Report of person occupying managerial positions who are related to a director, chief executive officer or substantial shareholder.**

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company wishes to confirm that, to the best of its knowledge, belief and information, none of the persons occupying managerial positions in the Company or any of its principal subsidiaries is a relative of a director or the chief executive officer or substantial shareholders of the Company.

**22. The status on the use of proceeds raised from IPO and any offerings pursuant to Chapter 8 and whether the use of proceeds is in accordance with the stated use.**

Not applicable.

**23. Confirmation that the issuer has procured undertakings from all directors and executive officers pursuant to Rule 720(1).**

The Company has procured undertakings from all its directors and executive officers as required by Rule 720(1).

By Order of the Board  
**GRAND BANKS YACHTS LIMITED**

Chiam Heng Huat  
Chief Financial Officer  
28 August 2025