

AMAGI MEDIA LABS PTE. LIMITED
(ACRA REGISTRATION NO. 201811397C)

(Incorporated in The Republic of Singapore)

FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

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DIRECTORS' STATEMENT

The directors are pleased to present their report to the members together with the audited financial statements of the Company for the financial year ended 31st March 2025.

In the opinion of directors,

- (a) the accompanying statement of financial position, statement of comprehensive income, statement of changes in equity and statement of cash flows together with the notes thereto as set out on pages 5 to 22 are drawn up so as to give a true and fair view of the financial position of the Company as at 31st March 2025 and the financial performance, changes in equity and cash flows of the Company for the financial year then ended;
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due; and
- (c) management is responsible for the preparation of financial statements that gives a true and fair view in accordance with the provision of the Singapore Companies Act 1967 (the "Act") and Financial Reporting Standards in Singapore (FRSs), and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorized use or disposition; and transactions are properly authorized and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The directors' responsibilities include overseeing the Company's financial reporting process.

DIRECTORS

The directors of the Company in office at the date of this statement are as follows:

Subramanian Baskar
Ganesan Jayaraman

ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES AND DEBENTURES

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose objects are, or one of whose objects is, to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate, other than as disclosed under "Share options" in this statement.

DIRECTORS' INTERESTS IN SHARES OR DEBENTURES

- (a) According to the register of directors' shareholdings kept by the Company under Section 164 of the Companies Act 1967 (the Act), the directors of the Company who held office at the end of the financial year had no interests in the shares or debentures of the Company and its related corporations, except as stated below:

<u>(No. of ordinary shares)</u>	Holdings registered in name of director or nominee		Holdings in which director is deemed to have an interest	
	At 31st March 2025	At 1st April 2024 or date of appointment if later	At 31st March 2025	At 1st April 2024 or date of appointment if later
<i>Company</i>				
Subramanian Baskar	-	-	-	-
Ganesan Jayaraman	-	-	-	-
<i>Immediate and Ultimate Holding Corporation</i>				
Amagi Media Labs Private Ltd.	40,000	40,000	-	-
<i>Directors having interest in above holding company</i>				
Subramanian Baskar	195,672	195,672	-	-
Ganesan Jayaraman	-	-	-	-

The immediate & ultimate holding company of the Company is 'Amagi Media Labs Private Limited', a Company incorporated in India.

Except as disclosed in this statement, no director who held office at the end of financial year had interests in shares, debentures, warrants or share options of the Company or of related corporations either at the beginning of the financial year, or date of appointment, if later, or at the end of the financial year.

- (b) The directors' interest in the ordinary shares of the Company as at 24th April 2025 were the same as those as at 31st March 2025.

AMAGI MEDIA TABS PRIVATE LIMITED
(Incorporated in the Republic of Singapore)

DIRECTOR'S STATEMENT (CONT'D)

SHARE OPTIONS

There was no share options granted during the financial year to subscribe for unissued shares of the Company.

There were no shares issued during the financial year by virtue of the exercise of options to take up unissued shares of the Company.

There were no unissued shares of the Company under option at the end of the financial year.

However, the Company's immediate & ultimate holding Company, Amagi Media Tabs Private Limited, has issued shares options to the employees of the Company, the cost of which is borne by the Company.

INDEPENDENT AUDITORS

Stamford Associates LLP, Chartered Accountants in Singapore, have expressed their willingness to accept re-appointment as auditors.

On behalf of the Board


.....
Subramanian Praskar
Director


.....
Ganesan Jayaraman
Director

Place: Singapore
Date: 24th April 2025



INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF AMAGI MEDIA LABS PTE. LIMITED

(REGISTRATION NO. 201811397C)

FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

Opinion

We have audited the financial statements of **Amagi Media Labs Pte. Limited** (the "Company") which comprise the statement of financial position as at 31st March 2025, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the financial year then ended, and notes to the financial statements, including material accounting policy information.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the provisions of the Companies Act 1967 (the "Act") and Financial Reporting Standards in Singapore ("FRSs") so as to give a true and fair view of the financial position of the Company as at 31st March 2025 and of the financial performance, changes in equity and cash flows for the financial year ended on that date.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our Audit Approach

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the accompanying financial statements. In particular, we considered where management made subjective judgments; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

Other Information

Management is responsible for the other information. The other information comprises the Directors' Statement set out on pages 1 to 2 but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Directors for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Act and FRSs, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The directors' responsibilities include overseeing the Company's financial reporting process.



INDEPENDENT AUDITORS' REPORT (CONT'D)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

Sd/-

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STAMFORD ASSOCIATES LLP
Public Accountants and
Chartered Accountants, Singapore

Place : Singapore
Date : 24th April 2025

STATEMENT OF FINANCIAL POSITION
AS AT 31ST MARCH 2025

	<u>Note</u>	<u>2025</u> S\$	<u>2024</u> S\$
ASSETS			
<u>Non-current assets</u>			
Property, plant & equipment	5	5,028	6,960
Deferred tax	12	4,853	-
Total non-current assets		9,881	6,960
<u>Current assets</u>			
Cash and cash equivalents	7	1,091,393	866,264
Trade and other receivables	8	1,505,473	1,237,344
Contract asset	9	-	27,714
Total current assets		2,596,866	2,131,322
Total assets		2,606,747	2,138,282
LIABILITIES			
<u>Non-current liabilities</u>			
Deferred tax	12	-	(1,183)
Total non-current liabilities		-	(1,183)
<u>Current liabilities</u>			
Contract liability	9	(381,020)	(356,119)
Trade and other payables	10	(1,059,698)	(883,587)
Provision for taxation	11	(148,698)	(128,445)
Total current liabilities		(1,589,416)	(1,368,151)
Total liabilities		(1,589,416)	(1,369,334)
NET ASSETS		1,017,331	768,948
EQUITY			
<i>Capital and reserves attributable to equity holders of the Company</i>			
Share capital	4	40,000	40,000
Accumulated profits		977,331	728,948
TOTAL EQUITY		1,017,331	768,948

(The annexed notes form an integral part of and should be read in conjunction with these financial statements.)

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025**

	<u>Note</u>	<u>2025</u> S\$	<u>2024</u> S\$
Revenue	13	5,606,220	4,263,882
Cost of revenue	14	(1,724,852)	(997,370)
Gross profit		<u>3,881,368</u>	<u>3,266,512</u>
Other income	15	<u>4,666</u>	<u>32,141</u>
		3,886,034	3,298,653
Less:			
Administrative expenses	16	(999,754)	(715,883)
Staff expenses	17	(2,339,225)	(2,154,991)
Other operating expenses	18	(119,871)	(104,649)
		<u>(3,458,850)</u>	<u>(2,975,523)</u>
Profit from operations		427,184	323,130
Finance costs	19	(31,945)	(21,779)
Profit before tax		<u>395,239</u>	<u>301,351</u>
Income tax (expense)	11	(152,892)	(101,002)
Deferred tax	12	6,036	(1,183)
Profit after tax		<u>248,383</u>	<u>199,166</u>
Profit / (loss) from discontinued operations		-	-
Total profit		<u>248,383</u>	<u>199,166</u>
<i>Other comprehensive income:</i>			
Items that may be reclassified subsequently to profit or loss		-	-
Items that will not be reclassified subsequently to profit or loss		-	-
Other comprehensive income, net of tax		-	-
Total comprehensive income		<u>248,383</u>	<u>199,166</u>

(The annexed notes form an integral part of and should be read in conjunction with these financial statements.)

STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

—————▶ Attributable to equity holders of the Company ◀—————

	<u>Share Capital</u> S\$	<u>Accumulated Profits</u> S\$	<u>Total Equity</u> S\$
Balance as at 1 st April 2023	40,000	529,782	569,782
Total comprehensive income	-	199,166	199,166
Balance as at 31 st March 2024	<u>40,000</u>	<u>728,948</u>	<u>768,948</u>
Total comprehensive income	-	248,383	248,383
Balance as at 31st March 2025	<u><u>40,000</u></u>	<u><u>977,331</u></u>	<u><u>1,017,331</u></u>

(The annexed notes form an integral part of and should be read in conjunction with these financial statements.)

**STATEMENT OF CASH FLOWS FOR THE FINANCIAL
YEAR ENDED 31ST MARCH 2025**

	Note	2025 S\$	2024 S\$
<i>Cash flows from operating activities</i>			
Profit before tax		395,239	301,351
Adjustments for non-cash / non-operating items:			
Depreciation of plant and equipment	5	4,884	4,071
Bad debts written off	15/18	50,147	45,014
Provision for expected credit loss		8,942	-
		459,212	350,436
Changes in working capital:			
Trade and other receivables	8	(327,218)	(202,018)
Contract assets	9	27,714	(27,714)
Contract liability	9	24,901	112,438
Trade and other payables	10	176,111	544,761
		(98,492)	427,467
Cash from operations		360,720	777,903
Income tax paid	11	(132,639)	(163,588)
Net cash flows from operating activities		228,081	614,315
<i>Cash flows from investing activities</i>			
Purchase of plant and equipment	5	(2,952)	(4,121)
Net cash flows from investing activities		(2,952)	(4,121)
		225,129	610,194
<i>Cash flows from financing activities</i>			
Net cash flows from financing activities		-	-
Net increase in cash and cash equivalents		225,129	610,194
Cash & cash equivalents at beginning of the year		866,264	256,070
Cash and cash equivalents at end of the financial year	7	1,091,393	866,264

(The annexed notes form an integral part of and should be read in conjunction with these financial statements.)

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

1. General information

Amagi Media Labs Pte. Limited (the “Company”) is incorporated and domiciled in Singapore with its registered office and principal place of business is situated at 31 Cantonment Road, Singapore 089747.

The principal activities of the Company are those of media technology services, cloud enabled television broadcasting, targeted content delivery and trading of certain integrated receiver and decoder devices along with marketing support services. There have been no significant changes in the nature of these activities during the financial year.

The immediate and ultimate holding company of the Company is ‘Amagi Media Labs Private Limited’, a Company which is incorporated in India.

2. Material Accounting Policies

2.1 Basis of preparation

The financial statements of the Company have been drawn up in accordance with Financial Reporting Standards in Singapore (FRSs). The financial statements have been prepared on the historical cost basis except as disclosed in the accounting policies below.

The preparation of financial statements in conformity with FRS requires management to exercise its judgement in the process of applying the Company’s accounting policies. It also requires the use of certain critical accounting estimates and assumptions. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

Interpretations and amendments to published standards effective in 2024-25

On 1st April 2024, the Company adopted the new or amended FRS and Interpretations of FRS (“INT FRS”) that are mandatory for application for the financial year. Changes to the Company’s accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The following are the new or amended Standards and Interpretations that are not yet applicable, but may be early adopted for the current financial year.

1st April 2024 Amendments to:

- FRS 1: Classification of Liabilities as Current or Non-current
- FRS 1: Non-current Liabilities with Covenants
- FRS 7 and FRS 107: Supplier Finance Arrangements
- FRS 116: Lease Liability in a Sale and Leaseback

The amendments listed above did not have any impact on the amounts recognized in prior periods and are not expected to significantly affect the current or future periods.

2.2 Leases

(i) When the Company is the lessee:

At the inception of the contract, the Company assesses if the contract contains a lease. A contract contains a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Reassessment is only required when the terms and conditions of the contract are changed.

• Right-of-use assets

The Company recognised a right-of-use asset and lease liability at the date which the underlying asset is available for use. Right-of-use assets are measured at cost which comprises the initial measurement of lease liabilities adjusted for any lease payments made at or before the commencement date and lease incentive received. Any initial direct costs that would not have been incurred if the lease had not been obtained are added to the carrying amount of the right-of-use assets. These right-of-use assets is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. Right-of-use assets (except for those which meets the definition of an investment property) are presented within ‘Property, plant and equipment’ or as a separate line item on the statement of financial position. Right-of-use asset which meets the definition of an investment property is presented within ‘Investment properties’ and accounted for accordingly.

• Lease liability

The initial measurement of lease liability is measured at the present value of the lease payments discounted using the implicit rate in the lease, if the rate can be readily determined. If that rate cannot be readily determined, the Company shall use its incremental borrowing rate.

Lease payments include the following:

2. Material Accounting Policies (cont'd)

2 Leases (cont'd)

(i) *When the Company is the lessee:* (cont'd)

- Fixed payment (including in-substance fixed payments), less any lease incentives receivables;
- Variable lease payment that are based on an index or rate, initially measured using the index or rate as at the commencement date;
- Amount expected to be payable under residual value guarantees
- The exercise price of a purchase option if it is reasonably certain to exercise the option; and
- Payment of penalties for terminating the lease, if the lease term reflects the Company exercising that option.

For contract that contain both lease and non-lease components, the Company allocates the consideration to each lease component on the basis of the relative stand-alone price of the lease and non-lease component. The Company has elected to not separate lease and non-lease component for property leases and account these as one single lease component.

Lease liability is measured at amortised cost using the effective interest method. Lease liability shall be remeasured when:

- There is a change in future lease payments arising from changes in an index or rate;
- There is a change in the Company's assessment of whether it will exercise an extension option; or
- There is modification in the scope or the consideration of the lease that was not part of the original term.

Lease liability is remeasured with a corresponding adjustment to the right-of-use asset, or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

• Short term and low value leases

The Company has elected not to recognise right-of-use assets and lease liabilities for short-term leases that have lease terms of 12 months or less and leases of low value leases, except for sublease arrangements. Lease payments relating to these leases are expensed to profit or loss on a straight-line basis over the lease term.

• Variable lease payments

Variable lease payments that are not based on an index or a rate are not included as part of the measurement and initial recognition of the lease liability. The Company shall recognise those lease payments in profit or loss in the periods that triggered those lease payments.

- 2.3 Revenue recognition Revenue is recognized when control of the services has transferred to its customer, being when the services are rendered to the customer, and provided it is probable that the economic benefits associated with the transactions will flow to the Company, and there is no unfulfilled obligation that could affect the customer's acceptance of the services. Revenue from these services is recognized based on the price specified in the contract, net of the estimated volume discounts.

2.4 Government grants

Grants from the government are recognized as a receivable at their fair value when there is reasonable assurance that the grant will be received and the Company will comply with all the attached conditions. Government grants receivable are recognized as income over the periods necessary to match them with the related costs which they are intended to compensate, on a systematic basis. Government grants relating to expenses are shown separately as other income. Government grants relating to assets are deducted against the carrying amount of the assets.

2 Property, plant and equipment

(a) Measurement

(i) Plant and equipment

Plant and equipment are initially recognized at cost and subsequently carried at cost less accumulated depreciation and accumulated impairment losses.

(ii) Component of costs

The cost of an item of plant and equipment initially recognized includes its purchase price and any cost that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Cost also includes borrowing costs that are directly attributable to the acquisition.

2. Material Accounting Policies (cont'd)

2.5 Property, plant and equipment (cont'd)

(b) Depreciation

Depreciation of plant and equipment is calculated using the straight-line method to allocate their depreciable amounts over their estimated useful lives as follows:

Machinery & equipment	3 years	Computer & hardware	3 years
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The residual values, estimated useful lives and depreciation method of plant and equipment are reviewed, and adjusted as appropriate, at each statement of financial position date. The effects of any revision are recognized in profit or loss when the changes arise.

(c) Subsequent expenditure Subsequent expenditure relating to property, plant and equipment that has already been recognised is added to the carrying amount of the asset only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repair and maintenance expenses are recognised in profit or loss when incurred.

(d) Disposal

On disposal of an item of property, plant and equipment, the difference between the disposal proceeds and its carrying amount is recognized in profit or loss within "Other gains/losses – net". Any amount in revaluation reserve relating to that item is transferred to retained profits directly.

2 Financial assets

(a) Classification and measurement

The Company classifies its financial assets in the following measurement categories:

- Amortized cost;
- Fair value through other comprehensive income (FVOCI); and
- Fair value through profit or loss (FVTPL).

The classification depends on the Company's business model for managing the financial assets as well as the contractual terms of the cash flows of the financial asset. Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest. The Company reclassifies debt instruments when and only when its business model for managing those assets changes.

At initial recognition

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

At subsequent measurement

(i) Debt instruments

Debt instruments mainly comprise of cash and cash equivalents, trade and other receivables, listed and unlisted debt securities. There are three subsequent measurement categories, depending on the Company's business model for managing the asset and the cash flow characteristics of the asset:

Amortized cost:

Debt instruments that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortized cost. A gain or loss on a debt instrument that is subsequently measured at amortized cost and is not part of a hedging relationship is recognized in profit or loss when the asset is derecognized or impaired. Interest income from these financial assets is included in interest income using the effective interest rate method.

2. Material Accounting Policies (cont'd)

2 Financial assets (cont'd)

(a) Classification and measurement (cont'd)

(i) Debt instruments (cont'd)

FVOCI:

Debt instruments that are held for collection of contractual cash flows and for sale, and where the assets' cash flows represent solely payments of principal and interest, are classified as FVOCI. Movements in fair values are recognized in Other Comprehensive Income (OCI) and accumulated in fair value reserve, except for the recognition of impairment gains or losses, interest income and foreign exchange gains and losses, which are recognized in profit and loss. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified from equity to profit or loss and presented in "other gains and losses". Interest income from these financial assets is recognized using the effective interest rate method and presented in "interest income".

FVTPL:

Debt instruments that are held for trading as well as those that do not meet the criteria for classification as amortized cost or FVOCI are classified as FVTPL. Movement in fair values and interest income is recognized in profit or loss in the period in which it arises and presented in "other gains and losses".

(ii) Equity investments

The Company subsequently measures all its equity investments at their fair values. Equity investments are classified as FVTPL with movements in their fair values recognized in profit or loss in the period in which the changes arise and presented in "other gains and losses", except for those equity securities which are not held for trading. The Company has elected to recognize changes in fair value of equity securities not held for trading in other comprehensive income as these are strategic investments and the Company considers this to be more relevant. Movements in fair values of investments classified as FVOCI are presented as "fair value gains / losses" in Other Comprehensive Income. Dividends from equity investments are recognized in profit or loss as "dividend income".

(b) Impairment

The Company assesses on a forward-looking basis the expected credit loss associated with its debt financial assets carried at amortized cost and FVOCI. The impairment methodology applied depends on whether there has been a significant increase in credit risk. For trade receivables, lease receivables and contract assets, the Company applies the simplified approach permitted by the FRS 109, which requires expected lifetime losses to be recognized from initial recognition of the receivables.

(c) Recognition & Derecognition

Regular way purchases and sales of financial assets are recognized on trade date – the date on which the Company commits to purchase or sell the asset. Financial assets are derecognized when the rights to receive cash flows from the financial assets have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership. On disposal of a financial asset, the difference between the carrying amount and the sale proceeds is recognized in profit or loss. Any amount previously recognized in other comprehensive income relating to that asset is reclassified to profit or loss.

On disposal of an equity investment, the difference between the carrying amount and sales proceed is recognized in profit or loss if there was no election made to recognize fair value changes in other comprehensive income. If there was an election made, any difference between the carrying amount and sales proceed amount would be recognized in other comprehensive income and transferred to retained profits along with the amount previously recognized in other comprehensive income relating to that asset.

Trade receivables that are factored out to banks and other financial institutions with recourse to the Company are not derecognized until the recourse period has expired and the risks and rewards of the receivables have been fully transferred. The corresponding cash received from the financial institutions is recorded as borrowings.

(d) Offsetting of financial instruments

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is a legally enforceable right to offset and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously.

2. Material Accounting Policies (cont'd)

2.7 Financial liabilities

Financial liabilities include trade payables, other amounts payable and interest-bearing loans. Financial liabilities are recognized on the statement of financial position when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. Financial liabilities are initially recognized at fair value of consideration received less directly attributable transaction costs and subsequently measured at amortized cost using the effective interest rate method. Financial liabilities represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. They are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). Otherwise, they are represented as non-current liabilities. Gains and losses are recognized in the income and expenditures statement when the liabilities are derecognized as well as through the amortization process. The liabilities are derecognized when the obligation under the liability is discharged or cancelled or expired.

2.8 Financial guarantees

Financial guarantee contracts are initially measured at fair value plus transaction costs and subsequently measured at the higher of:

- (a) premium received on initial recognition less the cumulative amount of income recognized in accordance with the principles of FRS 115; and
- (b) the amount of expected loss computed using the impairment methodology under FRS 109.

2.9 Impairment of non- financial assets

The non-financial assets are tested for impairment whenever there is any objective evidence or indication that these assets may be impaired. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash inflows that are largely independent of those from other assets. If this is the case, the recoverable amount is determined for the CGU to which the asset belongs. If the recoverable amount of the asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. The difference between the carrying amount and recoverable amount is recognized as an impairment loss in profit or loss, unless the asset is carried at revalued amount, in which case, such impairment loss is treated as a revaluation decrease. An impairment loss for an asset other than goodwill is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. The carrying amount of this asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years. A reversal of impairment loss for an asset other than goodwill is recognized in profit or loss, unless the asset is carried at revalued amount, in which case, such reversal is treated as a revaluation increase. However, to the extent that an impairment loss on the same revalued asset was previously recognized as an expense, a reversal of that impairment is also recognized in profit or loss.

2.10 Provisions

Provisions are recognised when the Company has a present obligation as a result of a past event, which is probable of resulting in a future outflow of economic benefits that can be measured reliably.

2.11 Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial and operating decisions.

2.12 Income taxes

Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the statement of financial position date. Deferred income tax is recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profit or loss at the time of the transaction.

A deferred income tax liability is recognized on temporary differences arising on investments in subsidiaries, associated companies and joint ventures, except where the Company is able to control the timing of the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. A deferred income tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized.

2. Material Accounting Policies (cont'd)

2.12 Income taxes (cont'd)

Deferred income tax is measured:

- (i) at the tax rates that are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the Statement of Financial Position date; and
- (ii) based on the tax consequence that will follow from the manner in which the Company expects, at the Statement of Financial Position date, to recover or settle the carrying amounts of its assets and liabilities except for investment properties. Investment property measured at fair value is presumed to be recovered entirely through sale.

Current and deferred income taxes are recognized as income or expense in profit or loss, except to the extent that the tax arises from a business combination or a transaction which is recognized directly in equity. Deferred tax arising from a business combination is adjusted against goodwill on acquisition. The Company accounts for investment tax credits (for example, productivity and innovative credit) similar to accounting for other tax credits where deferred tax asset is recognized for unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax credit can be utilized.

2.13 Employee Compensation

Employee benefits are recognized as an expense, unless the cost qualifies to be capitalized as an asset.

- a) Defined contribution plans Defined contribution plans are post-employment benefit plans under which the Company pays fixed contributions into separate entities such as the Central Provident Fund on a mandatory, contractual or voluntary basis. The Company has no further payment obligations once the contributions have been paid.

- b) Termination benefits

Termination benefits are those benefits which are payable when employment is terminated before the normal retirement date, or whenever an employee accepts voluntary redundancy in exchange for these benefits. The Company recognizes termination benefits when it is demonstrably committed at the earlier of the following dates:

~~(i)~~ when the Company is terminating the employment of current employees according to a detailed formal plan without possibility of withdrawing the offer of those benefits; and

~~(ii)~~ when the Company recognizes costs for a restructuring that is within the scope of FRS 37 and involves the payment of termination benefits.

In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than 12 months after the end of the reporting period are discounted to their present value.

2.14 Currency Translation

- (a) Functional and presentation currency Items included in the financial statements of each entity in the Company are measured using the currency of the primary economic environment in which the entity operates ("functional currency"). The financial statements are presented in Singapore Dollars, which is the functional currency of the Company.
- (b) Transactions and balances Transactions in a currency other than the functional currency ("foreign currency") are translated into the functional currency using the exchange rates at the dates of the transactions. Currency translation differences resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the closing rates at the statement of financial position date are recognized in profit or loss.

2.15 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits with financial institutions which are subject to an insignificant risk of change in value. Bank overdrafts are presented as current borrowings on the statement of financial position. For cash subjected to restriction, assessment is made on the economic substance of the restriction and whether they meet the definition of cash and cash equivalents.

2. Material Accounting Policies (cont'd)

2.16 Trade and other payables Trade and other payables represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. They are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business if longer). Otherwise, they are presented as non-current liabilities. Trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest method. 15

2.17 Share capital & dividends

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new equity instruments are taken to equity as a deduction, net of tax, from the proceeds.

Dividends to the Company's shareholders are recognized when the dividends are approved for payment.

3. Critical accounting estimates, assumptions and judgments

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Uncertain tax positions

The Company is subject to income taxes in Singapore jurisdiction. In determining the income tax liabilities, management has estimated the amount of capital allowances and the deductibility of certain expenses ("uncertain tax positions") at its tax jurisdiction. The Company has significant open tax assessments with a tax authority at the statement of financial position date. As management believes that the tax positions are sustainable, the Company has not recognized any additional tax liability on these uncertain tax positions.

Provision for expected credit loss (ECL's) of trade receivables

Based on the Company's historical credit loss experience, trade receivables exhibited significantly different loss patterns for each revenue segment. Within each revenue segment, the Company has common customers across the different geographical regions and applies credit evaluations by customer. Accordingly, management has determined the expected loss rates by grouping the receivables across geographical regions in each revenue segment. Notwithstanding the above, the Company evaluates the expected credit loss on customers in financial difficulties separately.

Critical judgement over the lease terms

Extension option is included in the lease term if the lease is reasonably certain to be extended. In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise the extension option. The Company considers other factors including its historical lease periods for similar assets, costs required to obtain replacement assets, and business disruptions. The assessment of reasonable certainty to exercise extension options is only revised if a significant change in circumstances occurs which affects this assessment, and that is within the control of the lessee.

4. Share capital

	Issued Share Capital	
	No. of ordinary shares	Amount S\$
<u>As at 31st March 2025</u>		
Beginning of the financial year	40,000	40,000
Shares application money during the financial year	-	-
End of the financial year	<u>40,000</u>	<u>40,000</u>
<u>As at 31st March 2024</u>		
Beginning of the financial year	40,000	40,000
Shares issued during the year	-	-
End of the financial year	<u>40,000</u>	<u>40,000</u>

All issued ordinary shares are fully paid. There is no par value for these ordinary shares. Fully paid ordinary shares carry one vote per share and a right to receive dividends as and when declared by the Company. The Company is not exposed to any externally imposed capital requirements and there are no restrictions to issue shares. All shares rank equally with regard to the Company's residual assets.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

5. Property, plant & equipment

	Computer & hardware	Machinery & equipment	Total
<i>Cost</i>	S\$	S\$	S\$
As at 1 st April 2023	11,139	50,186	61,325
Additions	4,121	-	4,121
Disposals & write-off	-	-	-
As at 31 st March 2024	15,260	50,186	65,446
Additions	2,952	-	2,952
Disposals & write-off	-	-	-
As at 31 st March 2025	18,212	50,186	68,398
<i>Accumulated depreciation</i>			
As at 1 st April 2023	4,229	50,186	54,415
Depreciation for the year	4,071	-	4,071
Disposals & write-off	-	-	-
As at 31 st March 2024	8,300	50,186	58,486
Depreciation for the year	4,884	-	4,884
Disposals & write-off	-	-	-
As at 31 st March 2025	13,184	50,186	63,370
<i>Net Book Value</i>			
As at 31 st March 2025	5,028	-	5,028
As at 31 st March 2024	6,960	-	6,960

6. Right-of-use assets / Lease liability

Right-of-use of assets acquired under leasing arrangements of the same class of assets are presented in line with FRS 116. However, there are no identifiable RoU assets and corresponding lease liability exist for the Company as at the date of statement of financial position.

7. Cash and cash equivalents

	2025	2024
	S\$	S\$
Cash in hand	-	-
Cash at bank	1,091,393	866,264
Cash and cash equivalents per statement of cash flows	1,091,393	866,264

The cash & cash equivalents approximate its fair value as on the statement of financial position date and are denominated in the following currencies: -

	2025	2024
	S\$	S\$
USD & others	969,205	703,466
SGD	122,188	162,798
	1,091,393	866,264

8. Trade and other receivables

	2025	2024
	S\$	S\$
Trade receivables		
- Related parties	-	18,942
- Third parties	1,460,154	1,086,353
Less: Provision for expected credit loss	(76,484)	(65,625)
	1,383,670	1,039,670
Other receivables:		
- Deposits	87,798	129,880
- Prepayments	33,848	47,093
- Other debtors & advances	157	20,701
	121,803	197,674
Total trade & other receivables	1,505,473	1,237,344

The credit period of trade receivable is 30 - 90 days. Trade and other receivables approximate its fair value as on the statement of financial position date and are denominated in the following currencies: -

	2025	2024
	S\$	S\$
USD & others	1,401,781	1,039,670
SGD	103,692	197,674
	1,505,473	1,237,344

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

9. Contract asset / Contract liability

	<u>2025</u>	<u>2024</u>
	S\$	S\$
<i>Contract asset</i>		
Balance at the beginning	27,714	-
Add: Unsatisfied performance obligation on cost of revenue recognized in current period	-	27,714
Less: Previous period's cost of revenue recognized in current period from performance obligation satisfied	(27,714)	-
Balance at the end of the financial year	<u>-</u>	<u>27,714</u>

Contract assets primarily relate to the Company's right to consideration for work performed but not yet billed at reporting date for services. Contract assets are transferred to receivables when the rights become unconditional.

	<u>2025</u>	<u>2024</u>
	S\$	S\$
<i>Contract liability</i>		
Balance at the beginning	356,119	243,681
Add: Unsatisfied performance obligation on revenue recognized in current period*	381,020	356,119
Less: Previous period's revenue recognized in current period from performance obligation satisfied	(356,119)	(243,681)
Balance at the end of the year	<u>381,020</u>	<u>356,119</u>

The contract liability represents deferred income exist at the year end. The contract liability and contract asset approximate its fair value as on the statement of financial position date and is denominated in United States dollars.

10. Trade and other payables

	<u>2025</u>	<u>2024</u>
	S\$	S\$
Trade payables:		
- Third parties	-	39,458
- Related parties	462,737	533,924
	<u>462,737</u>	<u>573,382</u>
Other payables:		
- Accruals	52,312	73,671
- Other payable & provisions	501,830	206,080
- Refundable security deposits	42,250	29,006
Amount due to a director	569	1,448
	<u>596,961</u>	<u>310,205</u>
Total trade & other payables	<u>1,059,698</u>	<u>883,587</u>

The credit period of trade payable is 30 - 90 days. Trade and other payables approximate its fair value as on the statement of financial position date and are denominated in the following currencies: -

	<u>2025</u>	<u>2024</u>
	S\$	S\$
USD & others	504,987	573,382
SGD	554,711	310,205
	<u>1,059,698</u>	<u>883,587</u>

11. Taxation

	<u>2025</u>	<u>2024</u>
	S\$	S\$
Balance as at the beginning	128,445	191,031
Current tax expense	148,698	128,445
Prior year (over) / under provision	4,194	(27,443)
Income tax (paid)	(132,639)	(163,588)
Balance as at 31 st March	<u>148,698</u>	<u>128,445</u>

The reconciliation of the tax expense and the product of accounting profit multiplied by the applicable rate are as follows: -

	<u>2025</u>	<u>2024</u>
	S\$	S\$
Profit before income tax	395,239	301,348
Tax calculated at tax rate of 17%	67,191	51,229
<u>Effects of:</u>		
- expenses not deductible for tax purposes	98,604	95,304
- other allowances, exemptions & rebates	(17,097)	(18,088)
- prior year (over) / under provision	4,194	(27,443)
Tax expense charged to income statement	<u>152,892</u>	<u>101,002</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

12. Deferred tax asset (liability)

	<u>2025</u> S\$	<u>2024</u> S\$
Balance at the beginning of the year	(1,183)	-
Current year charge to profit and loss	6,036	(1,183)
Balance as at the end of the year	<u>4,853</u>	<u>(1,183)</u>

13. Revenue

Recognized at a point in time

	<u>2025</u> S\$	<u>2024</u> S\$
Infrastructure service income	5,514,772	4,143,036
Setup service revenue	125,623	103,368
Revenue credit charge	(37,954)	-
Content plus revenue	3,779	17,478
	<u>5,606,220</u>	<u>4,263,882</u>

14. Cost of revenue

	<u>2025</u> S\$	<u>2024</u> S\$
Infrastructure service cost	1,724,852	997,370
Purchase of materials	-	-
	<u>1,724,852</u>	<u>997,370</u>

15. Other income

	<u>2025</u> S\$	<u>2024</u> S\$
Government grants	2,000	21,822
Provision written back	-	8,878
Interest on bank deposit	2,666	1,441
	<u>4,666</u>	<u>32,141</u>

16. Administrative expenses

The administrative expenses include following *major* expenses:

	<u>2025</u> S\$	<u>2024</u> S\$
Audit fees	21,885	11,408
Legal & professional fees	680,262	486,459
Travelling expenses	152,793	90,944

17. Employee compensation

Staff

	<u>2025</u> S\$	<u>2024</u> S\$
Salaries, bonus and allowances	1,349,122	1,091,706
Stock Appreciation Rights cost	253,913	274,079
ESOP Cost	197,417	196,933
Employer's contribution to defined contribution plans	20,601	22,213
	<u>1,821,053</u>	<u>1,584,931</u>

Key Management Personnel

Salaries, bonus, fee & allowances	501,615	553,740
Employer's contribution to defined contribution plans	16,557	16,320
	<u>518,172</u>	<u>570,060</u>
	<u>2,339,225</u>	<u>2,154,991</u>

18. Other operating expenses

	<u>2025</u> S\$	<u>2024</u> S\$
Bad debts	50,147	53,892
Provision for estimated credit loss	8,942	-
Depreciation	4,884	4,071
Exchange (Gain) / Loss	55,898	44,084
Miscellaneous expenses	-	2,602
	<u>119,871</u>	<u>104,649</u>

19. Finance costs

	<u>2025</u> S\$	<u>2024</u> S\$
Bank charges	31,945	21,779

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

20. Contingencies & commitments

Contingent liabilities, of which the probability of settlement is not remote at the statement of financial position date, are none. Capital expenditures contracted for at the statement of financial position date but not recognized in the financial statements, are none.

21. Significant related party transactions

In addition to the information disclosed elsewhere in the financial statements, the following transactions took place between the Company and related parties at terms agreed between the parties:

	<u>2025</u>	<u>2024</u>
	S\$	S\$
Cost of revenue	1,670,135	997,370
Stock Appreciation Rights cost	253,913	274,079
ESOP Cost	197,417	196,933
Trade receivables	-	18,942
Trade payables	462,737	533,924
Amount due to a director	569	1,448
Key management personnel compensation [Note 17]	<u>518,172</u>	<u>570,060</u>

22. Financial risk management

Financial risk factors

The Company's activities expose it to market risk (including currency risk, interest rate risk, etc.), credit risk and liquidity risk. The Company's overall risk management strategy seeks to minimize any adverse effects from the unpredictability of financial markets on the Company's financial performance. The management continuously monitors the Company's risk management process to ensure that an appropriate balance between risk and control is achieved.

22.1 Market risk

(a) Currency risk

The Company has limited exposure to foreign currency risk as part of its normal business. The functional currency of the Company is in Singapore Dollars (SGD). As such the Company's revenue and cost transacted in identical currencies are hedged naturally.

The Company's currency exposure based on the information provided to key management is as follows:

<u>31st March 2025</u>	<u>USD & others</u>	<u>Total</u>
<i>Financial assets</i>	S\$	S\$
Cash & cash equivalents	969,205	969,205
Trade and other receivables	<u>1,401,781</u>	<u>1,401,781</u>
	<u>2,370,986</u>	<u>2,370,986</u>
<i>Financial liabilities</i>		
Contract liability	381,020	381,020
Trade and other payables	<u>504,987</u>	<u>504,987</u>
	<u>886,007</u>	<u>886,007</u>

Foreign currency sensitivity

If the relevant foreign currency change against the functional currency by 10%, with all other variables including tax rate being held constant, the effects arising from the financial asset/liability position will be as follows: -

If the foreign currency *strengthens* by 10% against the functional currency of the Company, statement of comprehensive income and other equity will increase/ (decrease) by:

	<u>2025</u>	<u>2024</u>
	S\$	S\$
<u>Financial assets (net of tax @ 17%):</u>		
Profit/ (loss)	196,792	146,981
Other equity	-	-
	<u>196,792</u>	<u>146,981</u>
<u>Financial liabilities (net of tax @ 17%):</u>		
Profit/ (loss)	(73,539)	(77,149)
Other equity	-	-
	<u>(73,539)</u>	<u>(77,149)</u>

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

22. Financial risk management

22.1 Market risk (cont'd)

(a) Currency risk (cont'd)

If the foreign currency *weakens* by 10% against the functional currency of the Company, statement of comprehensive income and other equity will increase/ (decrease) at the equal amount but opposite effect.

(b) Interest rate risk

The interest rate risk and its sensitivity are not applicable for the Company as there are no interest-bearing financial assets or liabilities exist as at the date of statement of financial position.

22.2 Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligations resulting in financial loss to the Company. The major classes of financial assets of the Company are trade receivables. For trade receivables, the Company adopts the policy of dealing only with customers of appropriate credit standing and history, and obtaining sufficient collateral or buying credit insurance where appropriate to mitigate credit risk. For other financial assets, the Company adopts the policy of dealing only with high credit quality counterparties. Credit exposure to an individual customer is restricted by credit limit approved by the credit controller. Customers' payment profile and credit exposure are continuously monitored by the credit controller and reported to the management and Board of Directors. As the Company does not hold any collateral, the maximum exposure to credit risk for each class of financial instruments is the carrying amount of that class of financial instruments presented on the statement of financial position.

The Company uses a provision matrix to measure the 12-month expected credit losses and/or lifetime expected credit loss allowance for trade receivables and contract assets. In measuring the expected credit losses, trade receivables and contract assets are grouped based on shared credit risk characteristics and days past due. In calculating the expected credit loss rates, the Company considers historical loss rates for each category of customers and adjusts to reflect current and forward-looking macro-economic factors affecting the ability of the customers to settle the receivables. Trade receivables and contract assets are written off when there is no reasonable expectation of recovery, such as a debtor failing to engage in a repayment plan with the Company. Where receivables are written off, the company continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss. Trade receivables that are neither past due nor impaired are substantially companies with a good collection track record with the Company.

The Company's credit risk exposure in relation to trade receivables under FRS 109 as at 31st March 2025 are set out in the provision matrix as follows:

Description	0 - 90 days	91 days & above [not impaired]	TOTAL
	S\$	S\$	S\$
Ageing for previous year 2024 (A)	1,039,670	65,625	1,105,295
Bad debts / provision during 2024 (B)	-	(65,625)	(65,625)
Credit loss % (C) = (B/A)	-	100%	7.66%
Ageing for current year 2025 (D)	1,275,798	184,356	1,460,154
Credit loss expected in current year or actual provision, whichever is higher} (D x C)	11,527	64,957	76,484

The credit risk for trade receivables based on the information provided to key management is as follows: -

	<u>2025</u>	<u>2024</u>
	S\$	S\$
<u>By geographical areas:</u>		
Singapore	136,821	52,141
Others	1,323,333	1,053,154
	<u>1,460,154</u>	<u>1,105,295</u>
<u>By types of customers:</u>		
Related parties	-	18,942
Non-related parties	1,460,154	1,086,353
	<u>1,460,154</u>	<u>1,105,295</u>

22.3 Liquidity risk

Prudent liquidity risk management includes maintaining sufficient cash and marketable securities, the availability of funding through an adequate amount of committed credit facilities, and the ability to close out market positions at a short notice. At the statement of financial position date, assets held by the Company for managing liquidity risk included cash and short-term deposits (Note 7).

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

22. Financial risk management

22.3 Liquidity risk (cont'd)

The table below analyses non-derivative financial liabilities of the Company into relevant maturity Companying based on the remaining period from the statement of financial position date to the contractual maturity date (contractual and undiscounted cash flows): -

<u>31st March 2025</u>	Maturity <u>< 1 year</u>	Maturity 2 <u>- 5 years</u>	Total	Applicable Interest Rate
<i>Financial Liabilities</i>	S\$	S\$	S\$	Ref #
Trade and other payables	1,059,698	-	1,059,698	-
Contract liability	381,020	-	381,020	-
Total	<u>1,440,718</u>	<u>-</u>	<u>1,440,718</u>	

Management monitors rolling forecasts of the liquidity reserve (comprises undrawn borrowing facility and cash and cash equivalents) of the Company on the basis of expected cash flow. This is generally carried out at local level in the operating segment of the Company in accordance with the practice and limits set by the Company. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the Company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring liquidity ratios and maintaining debt financing plans.

22.4 Capital risk

The Company's objectives when managing capital are to safeguard the Company's ability to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholder value. In order to maintain or achieve an optimal capital structure, the Company may adjust the amount of dividend payment, return capital to shareholders, issue new shares, buy back issued shares, obtain new borrowings or sell assets to reduce borrowings.

Management monitors capital based on a gearing ratio. The gearing ratio is calculated as net debt divided by total capital. Net debt is calculated as borrowings plus trade and other payables less cash and cash equivalents. Total capital is calculated as total equity plus net debt.

	<u>2025</u> S\$	<u>2024</u> S\$
Net debt	349,325	373,442
Total equity	1,017,331	768,948
Total capital	<u>1,366,656</u>	<u>1,142,390</u>
Gearing ratio (%)	<u>25.56 %</u>	<u>32.69 %</u>

The Borrowers leverage ratio is calculated as total liability of the Company divided by tangible net worth of the Company.

	<u>2025</u> S\$	<u>2024</u> S\$
Total liability	<u>1,589,416</u>	<u>1,369,334</u>
Tangible net worth	<u>1,017,331</u>	<u>768,948</u>
Leverage ratio (times)	<u>1.56 times</u>	<u>1.78 times</u>

22.5 Fair value measurements

The following represents assets and liabilities measured at fair value and classified by level of the following fair value measurement hierarchy:

- (a) Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- (b) Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) (Level 2); and
- (c) Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

The fair value measurements are not applicable as there is no financial instruments of the types of level 1, 2 and 3 above exist for the Company as at the date of statement of financial position.

NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2025

23. New or revised accounting standards and interpretations

Below are the mandatory standards, amendments and interpretations to existing standards that have been published, and are relevant for the Company's accounting periods beginning on or after 1st April 2025 and which the Company has not early adopted.

<u>Annual periods commencing on</u>	<u>Description</u>
1 st January 2025	Amendments to FRS 21 The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability
1 st January 2026	Amendments to FRS 109 and FRS 107: Amendments to the Classification and Measurement of Financial Instruments Annual Improvements to FRSs - Volume 11
1 st January 2027	FRS 118: Presentation and Disclosure in Financial Statements FRS 119: Subsidiaries without Public Accountability: Disclosures

24. Authorization of financial statements

These financial statements of the Company as at 31st March 2025 and for the financial year then ended were authorized and approved for issuance in accordance with a resolution of the Board of Directors of **Amagi Media Labs Pte. Limited** on 24th April 2025.

Amagi Media Labs Pte. Limited
(Incorporated in The Republic of Singapore)
Detailed Statement of Comprehensive Income
For the financial year ended 31st March 2025

Description	2025 USD	2024 USD
Revenue		
Infrastructure Service Fee	(5,514,772)	(4,143,036)
Other Income - International	(125,623)	(103,368)
Intercompany Income Account	-	-
Content Plus revenue	(3,779)	17,478
Revenue credit charge	37,954	-
Revenue	(5,606,220)	(4,263,882)
Cost of sales		
Purchase of Materials	-	-
Intercompany - Cost of Infrastructure Services	1,670,135	913,344
Intercompany - Cost of Other Income - International	-	-
Other Cost - CP	53,248	47,605
Content Plus Cost	1,469	36,421
	1,724,852	997,370
Gross Profit	(3,881,368)	(3,266,512)
Other income		
Other Income	(2,000)	(21,822)
Doubtful Debts	-	(8,878)
Interest on Bank Deposit	(2,666)	(1,441)
Other income	(4,666)	(32,141)
	(3,886,034)	(3,298,653)
Administrative expenses		
Audit - Out of Pocket Expenses	320	500
Statutory Audit Fee	21,885	11,408
Printing & Stationery	628	20
Professional Fee	20,573	26,400
Rent for Singapore Office	1,035	2,803
Computer Maintenance	65	3
Business Promotion	19,429	9,042
Subscription - Other Cost	320	8,121
Travel - Airfare	83,819	50,879
Travel - Hotel Stay	40,062	24,745
Printing & Stationery	-	368
Rates and Taxes	-	63
Consumables, Stores and Spares	566	-
Conference Room Charges	5,823	2,185
Advt Others	11,491	3,876
Travel - Airfare - Domestic	-	4,983
Travel - Hotel Stay - Domestic	842	2,277
Non Airfare Travel	945	80
International Visa/Insurance/Vaccination/etc.	1,067	473
Food Expenses	3,961	8,531
Bank charges - EC	537	2,089
Toll & Parking Charges	-	280
Team Meeting / Recreational Expenses	3,655	426
Team Recreational Expenses	-	434
Miscellaneous Expenses	312	1,010
Professional Fee - Manpower	659,689	460,059
Domestic Food expenses	593	244

Domestic Other Expenses	-	446
Telephone Reimbursement	-	1,623
Internet Reimbursement	-	1,006
Mobile/Internet Reimbursement	9,149	5,511
Couriers	15	-
Group Medical Insurance	60,353	52,472
Group Terms Life Insurance	2,020	2,053
Advt Events/trade shows	29,096	23,413
Local travel	13,140	3,812
Travel - Per Diem	8,364	4,248
	<u>999,754</u>	<u>715,883</u>
Directors' remuneration		
Salaries, bonus and allowances	501,615	553,740
Employer's contribution to defined contribution plans	16,557	16,320
	<u>518,172</u>	<u>570,060</u>
Staff Salaries		
CPF Employer	20,601	22,213
SDL	498	551
Incentive Incidental	-	67,572
Staff Welfare Expenses	-	291
Basic Wages - Sin	617,922	398,831
Incentive - International	678,151	563,827
SAR's Cost	253,913	274,079
Reward	2,699	-
Recruitment Charges	-	36,400
Bonus to Employees	-	15,803
Relocation Charges	6,273	39
ESOP Expense - Staff	197,417	196,933
Leave encashment	43,579	8,392
	<u>1,821,053</u>	<u>1,584,931</u>
Other Expenses		
Other Expenses	-	2,602
Estimated credit loss (doubtful debts)	8,942	-
Bad Debts	50,147	53,892
Depreciation on Fixed Assets	4,884	4,072
Rounding Gain/Loss	-	4
Realized Gain/Loss	- 5,684	12,018
Unrealized Gain/Loss	49,947	28,892
Unrealized Matching Gain/Loss	267	- 597
Exchange Variance	11,368	3,766
	<u>119,871</u>	<u>104,649</u>
Profit from operations	<u>(427,184)</u>	<u>(323,130)</u>
Finance costs		
Bank Charges	31,945	21,779
	<u>31,945</u>	<u>21,779</u>
Profit for the year	<u>(395,239)</u>	<u>(301,351)</u>
Income tax expense		
Income tax expense	152,892	101,002
	<u>152,892</u>	<u>101,002</u>
Deferred tax		
Deferred tax	(6,036)	1,183
	<u>(6,036)</u>	<u>1,183</u>
Profit after tax	<u>(248,383)</u>	<u>(199,166)</u>