ZIXIN GROUP HOLDINGS
紫心集团控股

(Incorporated in the Republic of Singapore with Unique Entity No.: 200718683N)

Website: **www.zixingroup.com.sg**

SGX stock code: **42W**

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS FOR THE SECOND HALF ("2H FY2025") AND FINANCIAL YEAR ENDED 31 MARCH 2025 ("FY2025")

*This announcement has been reviewed by the Company's sponsor, RHB Bank Berhad ("**Sponsor**") in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist (the "**Catalist Rules**").*

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

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A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Note	Group					
		2H FY2025 (Unaudited) RMB'000	2H FY2024 (Unaudited) RMB'000	Change %	FY2025 (Unaudited) RMB'000	FY2024 (Reclassified)* RMB'000	Change %
Revenue	**4**	267,994	201,256	33.2	424,680	319,010	33.1
Cost of sales		(175,659)	(134,093)	31.0	(280,303)	(216,951)	29.2
Gross profit		92,335	67,163	37.5	144,377	102,059	41.5
Finance income		98	112	(12.5)	1,203	727	65.5
Other income		–	187	n.m.	326	410	(20.5)
Other gains		214	–	n.m.	659	–	n.m.
Marketing and distribution costs		(15,911)	(18,704)	(14.9)	(29,313)	(34,409)	(14.8)
Administrative expenses		(29,576)	(23,120)	27.9	(58,225)	(42,535)	36.9
Other losses		(332)	(1,231)	(73.0)	(632)	(2,456)	(74.3)
Other operating expenses		(5)	(8)	(37.5)	(5)	(8)	(37.5)
Finance costs		(1,698)	(1,247)	36.2	(3,289)	(2,323)	41.6
Profit before income tax	**5**	45,125	23,152	94.9	55,101	21,465	156.7
Income tax expenses	**6**	(10,218)	(6,395)	59.8	(12,381)	(8,111)	52.6
Profit for the period/year, net of tax		34,907	16,757	108.3	42,720	13,354	219.9
Other comprehensive income/(loss):							
Items that may be reclassified subsequently to profit or loss:							
Exchange differences on translating foreign operations		(588)	(291)	102.1	(822)	657	n.m.
Total comprehensive income for the period/year		34,319	16,466	108.4	41,898	14,011	199.0

Profit for the period/year, net of tax, attributable to:							
Owners of the Company		34,907	16,757	108.3	42,720	13,354	219.9
Non-controlling interests		–	–	–	–	–	–
Profit for the period/year		34,907	16,757	108.3	42,720	13,354	219.9
Total comprehensive income for the period/year, attributable to:							
Owners of the Company		34,319	16,466	108.4	41,898	14,011	199.0
Non-controlling interests		–	–	–	–	–	–
Total comprehensive income for the period/year		34,319	16,466	108.4	41,898	14,011	199.0
Earnings per share for profit/ attributable to the owners of the Company during the periods/years:							
Basic (RMB in cent)	**7**	2.25	1.21	85.7	2.75	0.97	183.7
Diluted (RMB in cent)	**7**	2.25	1.21	85.7	2.75	0.97	183.7

n.m. - not meaningful
* - Please refer to Note 15 for more information on the reclassification.

B. Condensed Interim Consolidated Statement of Financial Position

	Note	Group		Company	
		31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000
ASSETS					
Non-Current Assets					
Property, plant and equipment	**8**	203,108	175,744	–	–
Intangible assets	**9**	68,850	69,442	–	–
Investment in subsidiaries		–	–	803,636	803,636
Investment in unquoted shares		1,800	900	–	–
Other assets, non-current	**10**	66,762	91,279	–	–
Total Non-Current Assets		340,520	337,365	803,636	803,636
Current Assets					
Inventories		4,473	2,652	–	–
Trade and other receivables	**11**	91,882	53,789	113,202	106,238
Other assets, current	**10**	91,308	62,871	–	450
Cash and bank balances		183,167	156,151	49	7
Total Current Assets		370,830	275,463	113,251	106,695
Total Assets		711,350	612,828	916,887	910,331
EQUITY AND LIABILITIES					
Equity					
Share capital		258,887	239,150	958,311	938,574
Retained earnings/(accumulated losses)		255,841	226,604	(113,967)	(88,692)
Other reserves		60,839	48,178	64,756	54,819
Total Equity		575,567	513,932	909,100	904,701
Non-Current Liabilities					
Other payables, non-current	**12**	2,561	6,466	–	–
Lease liability, non-current		–	33	–	–
Total Non-Current Liabilities		2,561	6,499	–	–
Current Liabilities					
Trade and other payables	**12**	55,748	31,372	7,787	5,630
Income tax payables		2,608	2,300	–	–
Lease liability, current		21	225	–	–
Other financial liabilities	**13**	74,845	58,500	–	–
Total Current Liabilities		133,222	92,397	7,787	5,630
Total Liabilities		135,783	98,896	7,787	5,630
Total Equity and Liabilities		711,350	612,828	916,887	910,331

C. Condensed Interim Consolidated Statement of Changes in Equity

Group

	Share capital (Audited) RMB'000	Other reserves (Audited) RMB'000	Retained earnings (Audited) RMB'000	Total equity (Audited) RMB'000
Balance at 1 April 2023	239,150	46,155	214,616	499,921
Total comprehensive income for the year				
Profit for the period	–	–	13,354	13,354
Other comprehensive income	–	657	–	657
Total comprehensive income for the year	–	657	13,354	14,011
Transactions with owners, recognized directly in equity				
Transferred from retained earnings to other reserves	–	1,366	(1,366)	–
Balance as at 31 March 2024	239,150	48,178	226,604	513,932

	Share capital (Unaudited) RMB'000	Other reserves (Unaudited) RMB'000	Retained earnings (Unaudited) RMB'000	Total equity (Unaudited) RMB'000
Balance at 1 April 2024	239,150	48,178	226,604	513,932
Total comprehensive income for the year				
Profit for the period	–	–	42,720	42,720
Other comprehensive income/(loss)	–	(822)	–	(822)
Total comprehensive income for the year	–	(822)	42,720	41,898
Transactions with owners, recognized directly in equity				
Transferred from retained earnings to other reserves	–	4,483	(4,483)	–
Issuance of new shares through the Rights Cum Warrants Issue and warrant reserve	13,161	9,000	(9,000)	13,161
Shares vested under Zixin PSP	6,576	–	–	6,576
Balance as at 31 March 2025	258,887	60,839	255,841	575,567

Company

	Share capital (Audited) RMB'000	Other reserves (Audited) RMB'000	Retained earnings (Audited) RMB'000	Total equity (Audited) RMB'000
Balance at 1 April 2023	938,574	50,970	(364,607)	624,937
Total comprehensive income for the year				
Profit for the year	–	–	275,915	275,915
Other comprehensive income	–	3,849	–	3,849
Total comprehensive income for the year	–	3,849	275,915	279,764
Balance as at 31 March 2024	938,574	54,819	(88,692)	904,701

	Share capital (Unaudited) RMB'000	Other reserves (Unaudited) RMB'000	Retained earnings (Unaudited) RMB'000	Total equity (Unaudited) RMB'000
Balance at 1 April 2024	938,574	54,819	(88,692)	904,701
Total comprehensive income/(loss) for the year				
Loss for the year	–	–	(16,275)	(16,275)
Other comprehensive income	–	937	–	937
Total comprehensive income/(loss) for the year	–	937	(16,275)	(15,338)
Transactions with owners, recognized directly in equity				
Issuance of new shares through the Rights Cum Warrants Issue and warrant reserve	13,161	9,000	(9,000)	13,161
Shares vested under Zixin PSP	6,576	–	–	6,576
Balance as at 31 March 2025	958,311	64,756	(113,967)	909,100

D. Condensed Interim Consolidated Statement of Cash Flow

	Note	Group	
		FY2025 (Unaudited) RMB'000	FY2024 (Audited) RMB'000
Cash flows from operating activities			
Profit before income tax		55,101	21,465
Interest income	**5**	(1,203)	(727)
Interest expense	**5**	3,289	2,323
Depreciation of property, plant and equipment		25,248	15,518
Property, plant and equipment written-off		32	849
Amortisation of intangible assets		5,856	5,294
Provision for expected credit losses on trade receivables		194	158
Staff Compensation – Performance Shares		6,580	–
Exchange differences on translation		(822)	657
Operating cash flow before changes in working capital		**94,275**	**45,537**
Inventories		(1,821)	(689)
Trade and other receivables		(38,287)	(32,002)
Other assets		(3,921)	59,739
Trade and other payables		20,471	(1,973)
Net cash flows generated from operations		**70,717**	**70,612**
Income tax paid		(12,072)	(4,340)
Net cash flows generated/(used in) from operating activities		**58,645**	**66,272**
Cash flows from investing activities			
Additions to property, plant and equipment	**8**	(52,644)	(49,335)
Additions to intangible assets		(5,264)	–
Addition of investment in unquoted shares		(900)	(900)
Upfront payment for supplies of sweet potatoes		–	(75,000)
Interest income received		1,203	727
Net cash flows used in investing activities		**(57,605)**	**(124,508)**
Cash flows from financing activities			
Proceeds from issuance of shares		13,157	–
Proceeds from new bank loans	**11**	71,845	58,500
Repayment of bank loans	**11**	(55,500)	(47,100)
Payment of lease liabilities		(237)	(186)
Interest paid		(3,289)	(2,323)
Net cash flows generated from financing activities		**25,976**	**8,891**
Net change in cash and cash equivalents		27,016	(49,345)
Cash and cash equivalents at beginning of financial year		156,151	205,496
Cash and cash equivalents at end of financial year		**183,167**	**156,151**

E. Notes to the Condensed Interim Consolidated Financial Statements for the Financial Year Ended 31 March 2025

1. Corporate information

Zixin Group Holdings Limited (the "**Company**") is a limited liability company incorporated in Singapore. The Company is listed on the Catalist Board of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). These condensed interim consolidated financial statements as at and for the second half and full year ended 31 March 2025 comprise the Company and its subsidiaries (collectively, the "**Group**").

The registered office and principal place of business of the Company is located at 60 Paya Lebar Road, #13-40 Paya Lebar Square, Singapore 409051.

The principal activity of the Company is that of an investment holding company. The Group is a leading sweet potato biotech-focused integrated industrial value chain operator in the People's Republic of China (the "**PRC**" or "**China**"). Through its wholly-owned subsidiaries, the Group harnesses its biotechnology capabilities to strengthen and support its core business areas: (a) cultivation and supply – (i) sales of fresh sweet potatoes (ii) sales of sweet potato seedlings (iii) research and development of sweet potato varieties to cultivate sweet potato seedlings, and (iv) sweet potato cultivation techniques and solutions to improve the quality and yield for farmlands, (b) product innovation and food production – (i) sale of sweet potato processed products, (ii) food processing techniques to maximise nutrient retention in proprietary branded products, (c) brand building, marketing and distribution – building of propriety brands of heathier snacks through targeted marketing campaigns and various distribution platforms (traditional and e-commerce) throughout China, and (d) recovery and recycling – (i) sales of fermented sweet potatoes waste, (ii) recovering nutritional content from sweet potato peels, and (iii) converting waste materials such as sweet potato peels, stems and leaves into main ingredients for poultry and animal feed.

2. Basis of preparation

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

The accounting policies and methods of computation 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 2.1.

The condensed interim consolidated financial statements are presented in Chinese Renminbi dollars ("**RMB**"), which is the Company's functional currency, and all values are rounded to the nearest thousand ("**RMB'000**") except when otherwise indicated.

2.1. New and amended standards adopted by the Group

The Group and the Company have adopted the new and revised SFRS(I)s, and interpretations of SFRS(I) that are effective for the annual period beginning on 1 April 2024. The Group did not have to change its accounting policies or make any retrospective adjustments as a result of adopting those standards.

2.2. Use of judgement and estimates

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

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

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

3. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4. Segment and revenue information

Management has determined segment based on how information is reported to the Group's decision maker for the purpose of resource allocation and operating performance review.

The Group's reportable segments under SFRS(I) 8, for FY2025 consist of:

(i) Cultivation and Supply ("**C&S**"), including
   a. sales of fresh sweet potatoes,
   b. sales of sweet potato seedlings,
   c. research and development of sweet potato varieties to cultivate sweet potato seedlings,
   d. sweet potato cultivation techniques and solutions to improve the quality and yield for farmlands;

(ii) Product Innovation and Food Production ("**PIFP**"), referring to
   a. sale of sweet potato processed product,
   b. brand building, marketing and distribution;

(iii) Recovery & Recycling ("**R&R**"), referring to sale of probiotic-infused sweet potato feedstock; and

(iv) Others, referring to investment holdings expenses, provision of management, treasury and administrative services.

4. Segment and revenue information (cont'd)

4.1 Reportable Segments

2H FY2025	C&S RMB '000	PIFP RMB '000	R&R RMB '000	Others RMB '000	Total Before Eliminations RMB '000	Eliminations RMB '000	Group RMB '000
Revenue							
Revenue – External	51,762	215,787	445	–	267,994	–	267,994
Revenue – Inter-Segments	28,235	–	–	–	28,235	(28,235)	–
Segment Revenue	79,997	215,787	445	–	296,229	(28,235)	267,994
Cost of Sales							
Cost of Sales – External	(21,621)	(153,667)	(371)	–	(175,659)	–	(175,659)
Cost of Sales – Inter-Segments	(29,177)	–	–	–	(29,177)	29,177	–
Segment Cost of Sales	(50,798)	(153,667)	(371)	–	(204,836)	29,177	(175,659)
Gross Profit	29,199	62,120	74	–	91,393	942	92,335
Interest income	19	79	–	–	98	–	98
Depreciation of property, plant and equipment	(3,840)	(9,750)	–	(233)	(13,823)	–	(13,823)
Amortisation of intangible assets	(2,503)	(459)	–	–	(2,962)	–	(2,962)
Finance costs	–	(1,672)	–	(26)	(1,698)	–	(1,698)
Research and development expenses	(3,683)	(2,765)	–	–	(6,448)	–	(6,448)
Advertisements costs	–	(9,957)	–	–	(9,957)	–	(9,957)
Seedlings nursery fees	(1,305)	–	–	–	(1,305)	–	(1,305)
Staff compensation – performance shares	–	–	–	(4)	(4)	–	(4)
Other allocated segments results	(4,088)	(12,071)	(19)	(3,998)	(20,176)	(1,153)	(21,329)
Profit/(Loss) for the year	13,799	25,525	55	(4,261)	35,118	(211)	34,907
Segments Assets	216,560	725,770	–	977,010	1,919,340	(1,207,990)	711,350
Segments Liabilities	158,116	250,488	–	50,948	459,552	(323,769)	135,783
Capital expenditure allocated to operating segments:							
Property, plant and equipment:							
- Plant and machinery	17	18,735	–	–	18,752	–	18,752
- Renovations	–	18,797	–	–	18,797	–	18,797
- Land improvements	–	7,500	–	–	7,500	–	7,500
Intangible assets:							
- Manufacturing patents	–	2,000	–	–	2,000	–	2,000
- Right-of-use assets	3,264	–	–	–	3,264	–	3,264

4. Segment and revenue information (cont'd)

4.1 Reportable Segments (cont'd)

2H FY2024	C&S RMB '000	PIFP RMB '000	R&R RMB '000	Others RMB '000	Total Before Eliminations RMB '000	Eliminations RMB '000	Group RMB '000
Revenue							
Revenue – External	39,353	161,903	–	–	201,256	–	201,256
Revenue – Inter-Segments	7,853	–	–	–	7,853	(7,853)	–
Segment Revenue	47,206	161,903	–	–	209,109	(7,853)	201,256
Cost of Sales							
Cost of Sales – External	(24,312)	(109,781)	–	–	(134,093)	–	(134,093)
Cost of Sales – Inter-Segments	(8,796)	–	–	–	(8,796)	8,796	–
Segment Cost of Sales	(33,108)	(109,781)	–	–	(142,889)	8,796	(134,093)
Gross Profit	14,098	52,122	–	–	66,220	943	67,163
Interest income	5	103	–	4	112	–	112
Depreciation of property, plant and equipment	(4,071)	(5,731)	–	–	(9,802)	–	(9,802)
Amortisation of intangible assets	(2,481)	(140)	–	–	(2,621)	–	(2,621)
Finance costs	–	(1,247)	–	–	(1,247)	–	(1,247)
Research and development expenses	(871)	(3,875)	–	–	(4,746)	–	(4,746)
Advertisements costs	–	(6,326)	–	–	(6,326)	–	(6,326)
Seedlings nursery fees	(957)	–	–	–	(957)	–	(957)
Other allocated segments results	(1,366)	(18,188)	–	(4,322)	(23,876)	(943)	(24,819)
Profit/(Loss) for the year	4,357	16,718	–	(4,318)	16,757	–	16,757
Segments Assets	235,537	661,324	–	681,608	1,578,469	(965,641)	612,828
Segments Liabilities	204,015	223,893	–	42,786	470,694	(371,798)	98,896
Capital expenditure allocated to operating segments:							
Property, plant and equipment:							
- Plant and machinery	–	32	–	–	32	–	32
- Renovations	30,462	651	–	–	31,113	–	31,113
- Construction work-in-progress	–	3,482	–	–	3,482	–	3,482

4. Segment and revenue information (cont'd)

4.1 Reportable Segments (cont'd)

FY2025	C&S RMB '000	PIFP RMB '000	R&R RMB '000	Others RMB '000	Total Before Eliminations RMB '000	Eliminations RMB '000	Group RMB '000
Revenue							
Revenue – External	101,208	323,027	445	–	424,680	–	424,680
Revenue – Inter-Segments	36,616	–	–	–	36,616	(36,616)	–
Segment Revenue	137,824	323,027	445	–	461,296	(36,616)	424,680
Cost of Sales							
Cost of Sales – External	(48,140)	(231,792)	(371)	–	(280,303)	–	(280,303)
Cost of Sales – Inter-Segments	(38,501)	–	–	–	(38,501)	38,501	–
Segment Cost of Sales	(86,641)	(231,792)	(371)	–	(318,804)	38,501	(280,303)
Gross Profit	51,183	91,235	74	–	142,492	1,885	144,377
Interest income	33	1,163	–	7	1,203	–	1,203
Depreciation of property, plant and equipment	(7,525)	(17,490)	–	(233)	(25,248)	–	(25,248)
Amortisation of intangible assets	(4,983)	(873)	–	–	(5,856)	–	(5,856)
Finance costs	–	(3,263)	–	(26)	(3,289)	–	(3,289)
Research and development expenses	(4,409)	(3,800)	–	–	(8,209)	–	(8,209)
Advertisements costs	–	(12,237)	–	–	(12,237)	–	(12,237)
Seedlings nursery fees	(2,320)	–	–	–	(2,320)	–	(2,320)
Staff compensation – performance shares	–	–	–	(6,580)	(6,580)	–	(6,580)
Other allocated segments results	(5,114)	(21,830)	(19)	(10,063)	(37,026)	(2,095)	(39,121)
Profit/(Loss) for the year	26,865	32,905	55	(16,895)	42,930	(210)	42,720
Segments Assets	216,560	725,770	–	977,010	1,919,340	(1,207,990)	711,350
Segments Liabilities	158,116	250,488	–	50,948	459,552	(323,769)	135,783
Capital expenditure allocated to operating segments:							
Property, plant and equipment:							
- Plant and machinery	17	26,493	–	–	26,510	–	26,510
- Renovations	–	18,797	–	–	18,797	–	18,797
- Land improvements	–	7,500	–	–	7,500	–	7,500
Intangible assets:							
- Manufacturing patents	–	2,000	–	–	2,000	–	2,000
- Right-of-use assets	3,264	–	–	–	3,264	–	3,264

4. Segment and revenue information (cont'd)

4.1 Reportable Segments (cont'd)

FY2024	C&S RMB '000	PIFP RMB '000	R&R RMB '000	Others RMB '000	Total Before Eliminations RMB '000	Eliminations RMB '000	Group RMB '000
Revenue							
Revenue – External	58,662	260,348	–	–	319,010	–	319,010
Revenue – Inter-Segments	16,609	–	–	–	16,609	(16,609)	–
Segment Revenue	75,271	260,348	–	–	335,619	(16,609)	319,010
Cost of Sales							
Cost of Sales – External	(35,106)	(181,845)	–	–	(216,951)	–	(216,951)
Cost of Sales – Inter-Segments	(18,494)	–	–	–	(18,494)	18,494	–
Segment Cost of Sales	(53,600)	(181,845)	–	–	(235,445)	18,494	(216,951)
Gross Profit	21,671	78,501	–	–	100,172	1,887	102,059
Interest income	13	707	–	7	727	–	727
Depreciation of property, plant and equipment	(7,999)	(7,325)	–	(194)	(15,518)	–	(15,518)
Amortisation of intangible assets	(4,961)	(333)	–	–	(5,294)	–	(5,294)
Finance costs	–	(2,323)	–	–	(2,323)	–	(2,323)
Research and development expenses	(1,661)	(4,690)	–	–	(6,351)	–	(6,351)
Advertisements costs	–	(12,661)	–	–	(12,661)	–	(12,661)
Seedlings nursery fees	(1,813)	–	–	–	(1,813)	–	(1,813)
Other allocated segments results	(2,803)	(32,597)	–	(8,185)	(43,585)	(1,885)	(45,471)
Profit/(Loss) for the year	2,447	19,279	–	(8,372)	13,354	–	13,354
Segments Assets	235,537	661,324	–	681,608	1,578,469	(965,641)	612,828
Segments Liabilities	204,015	223,893	–	42,786	470,694	(371,798)	98,896
Capital expenditure allocated to operating segments:							
Property, plant and equipment:							
- Plant and machinery	–	32	–	–	32	–	32
- Renovations	30,462	651	–	–	31,113	–	31,113
- Land improvements	–	18,190	–	–	18,190	–	18,190

The business activities of the Group are mainly conducted in the People's Republic of China.

4.2 Revenue

	Group			
	2H FY2025 (Unaudited) RMB'000	2H FY2024 (Unaudited) RMB'000	FY2025 (Unaudited) RMB'000	FY2024 (Reclassified) RMB'000
Revenue based on products:				
C&S Segment:				
Fresh sweet potatoes	51,342	39,917	99,987	58,099
Sweet potatoes seedlings (Note 15)	421	–	1,221	563
	51,763	39,917	101,208	58,662
PIFP Segment:				
Sweet potato processed products	215,786	161,339	323,027	260,348
R&R Segment:				
Fermented sweet potatoes waste	445	–	445	–
	267,994	201,256	424,680	319,010
Timing of transfer of goods or service:				
At a point in time	267,994	201,256	424,680	319,010

Revenue from sweet potatoes seedlings had been reclassified from other income in FY2024. Refer to Note 15 for more details.

5. Profit before income tax

Profit before income tax is stated after charging the administrative expenses following:

	Group			
	2H FY2025 (Unaudited) RMB'000	2H FY2024 (Unaudited) RMB'000	FY2025 (Unaudited) RMB'000	FY2024 (Reclassified) RMB'000
Amortisation of intangible assets	2,962	2,620	5,856	5,294
Depreciation of property, plant and equipment	9,816	5,389	16,282	11,030
Employee benefits expense	2,935	4,259	7,574	8,020
Employee benefits expenses – Performance Shares	4	–	6,580	–
Research and development expenses	6,448	4,746	8,209	6,351
Rights Cum Warrants Issue expenses	1	–	1,150	–
Seedlings nursery fees	1,305	957	2,320	1,813

6. Income tax expense

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group			
	2H FY2025 (Unaudited) RMB'000	2H FY2024 (Unaudited) RMB'000	FY2025 (Unaudited) RMB'000	FY2024 (Reclassified) RMB'000
Current tax expense:				
Current year	10,218	6,395	11,838	5,542
Under provision in prior financial year	–	–	543	1,098
	10,218	6,395	12,381	6,640
Deferred income tax	–	–	–	1,471
Total income tax expense	10,218	6,395	12,381	8,111

7. Earnings per share

The basic earnings per share is calculated based on the consolidated earnings attributable to owners of the Company divided by the weighted average number of ordinary shares in issue of 1,552,390,248 (31 March 2024: 1,383,818,100) shares during the financial year. The warrants are anti-dilutive and have not been included in the computation. Accordingly, the diluted earnings per share is the same as the basic earnings per share.

The following table illustrates the numerators and denominators used to calculate basic and diluted earnings per share:

	Group			
	2H FY2025 (Unaudited) RMB'000	**2H FY2024 (Unaudited) RMB'000**	**FY2025 (Unaudited) RMB'000**	**FY2024 (Reclassified) RMB'000**
Basic earnings per share				
Profit, net of tax attributable to owners of the Company (RMB'000)	34,907	16,757	42,720	13,354
Weighted average number of ordinary shares in issue ('000)	1,552,390	1,383,818	1,552,390	1,383,818
Basic and diluted earnings per share (RMB cents)	2.25	1.21	2.75	0.97

8. Property, plant and equipment ("PPE")

During the financial year ended 31 March 2025, the Group acquired PPE (mainly plant and machinery and renovations) amounting to approximately RMB 52.6 million (31 March 2024: RMB 49.3 million) and wrote off PPE with a net book value of approximately RMB 32,000 (31 March 2024: RMB 0.9 million).

The Group did not dispose of PPE during the financial year ended 31 March 2025 (31 March 2024: RMB nil).

9. Intangible assets

During the financial year ended 31 March 2025, the Group acquired intangible assets (mainly right-of-use assets and manufacturing patents) amounting to approximately RMB 5.3 million (31 March 2024: RMB nil).

The Group did not dispose of intangible assets during the financial year ended 31 March 2025 (31 March 2024: RMB nil).

10. Other assets

	Group		Company	
	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000
Upfront payments	55,167	3,752	–	–
Upfront payments for supplies of sweet potatoes (Note A)	87,775	140,089	–	–
Deferred expenses	13,828	4,835	–	450
Others	1,300	5,474	–	–
	158,070	154,150	–	450
Presented in the statements of financial position as:				
Other assets, non-current	66,762	91,279	–	–
Other assets, current	91,308	62,871	–	450
	158,070	154,150	–	450

Note A: Advance payment for supplies of sweet potatoes

The Group, through one of its subsidiaries, Liancheng Dizhongbao Modern Agriculture Development Co., Ltd. ("Dizhongbao"), had entered into various purchase contracts with the Co-operatives to secure the supply of quality fresh sweet potatoes at reasonable prices.

All the above-mentioned agreements carry similar terms. The agreements last for fifteen (15) years and grant Dizhongbao with the first right of refusal of the supply of fresh sweet potatoes. In return, Dizhongbao pays upfront payments to the suppliers once every five (5) years. The upfront payments are used to offset the purchase within the five (5) years. Where the upfront payments are fully utilised within the five (5) years, the payment of subsequent purchase will be made according to the agreed terms of each respective contract. Where the upfront payments are not fully utilised within the five (5) years, the balance will be carried forward until it is fully utilised before the next payment is made.

Movement of the upfront payments for supplies of sweet potatoes is as follows:

	Group	
	FY2025 (Unaudited) RMB'000	FY2024 (Audited) RMB'000
At the beginning of financial year	140,089	117,700
Purchases made during the year	(52,314)	(52,611)
Additional upfront payments during the year	–	75,000
At the end of financial year	87,775	140,089

11. Trade and other receivables

	Group		Company	
	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000
Trade receivables:				
Third parties	91,452	53,022	–	–
Less: Expected credit losses on trade receivables	(472)	(278)	–	–
	90,980	52,744	–	–
Other receivables:				
Subsidiaries	–	–	113,202	106,236
Third parties	832	1,043	–	–
Refundable deposits	70	2	–	2
	902	1,045	113,202	106,238
Total trade and other receivables	91,882	53,789	113,202	106,238

12. Trade and other payables

	Group		Company	
	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000
Trade payables:				
Third parties	37,251	24,245	–	–
Other payables:				
Third parties	17,480	12,562	3,823	3,594
Subsidiaries	–	–	562	1,005
Director/shareholder	3,578	1,031	3,402	1,031
	21,058	13,593	7,787	5,630
Total trade and other payables	58,309	37,838	7,787	5,630
Presented in the statements of financial position as:				
Other payables, non-current	2,561	6,466	–	–
Trade and other payables, current	55,748	31,372	7,787	5,630
	58,309	37,838	7,787	5,630

13. Other financial liabilities

	Group	
	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000
Bank loans A (unsecured) (Note 13.1)	13,845	14,500
Bank loans B (secured) (Note 13.2)	61,000	44,000
	74,845	58,500

13. Other financial liabilities (cont'd)

13.1. Bank loans A (unsecured)

The bank loans are repayable within 12 months and renewable annually. The bank loans bear fixed interest rates of 3.95% - 5.50% (31 March 2024: 3.95% - 5.50%) per annum and are repayable within 12 months.

The bank loans are unsecured, guaranteed by a local credit guarantee company and/or one of the Company's directors and his spouse.

13.2. Bank loans B (secured)

The loans are secured by mortgages of a leasehold building and land use rights of the Group. The bank loans bear fixed interest rate of 3.21% - 4.00% (31 March 2024: 3.21% - 4.00%) per annum and are repayable within 12 months.

A summary of the Group's borrowings and debt securities is as follows:

	31-Mar-2025 (Unaudited)		31-Mar-2024 (Audited)	
	Secured RMB'000	Unsecured RMB'000	Secured RMB'000	Unsecured RMB'000
Amount repayable in one year or less, or on demand	61,000	13,845	44,000	14,500
Amount repayable after one year	–	–	–	–
Total borrowings	61,000	13,845	44,000	14,500

14. Financial assets and financial liabilities

The following table categorises the carrying amount of financial assets and liabilities recorded as at 31 March 2025 and 31 March 2024:

	Group		Company	
	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000	31-Mar-2025 (Unaudited) RMB'000	31-Mar-2024 (Audited) RMB'000
Financial assets:				
At fair value through other comprehensive income:-				
Investment in unquoted share	1,800	900	–	–
At amortised cost:-				
Cash and cash equivalents	183,167	156,151	49	7
Trade and other receivables	91,882	53,789	113,202	106,238
	275,049	209,940	113,251	106,245
Financial liabilities:				
At amortised cost:-				
Trade and other payables	58,309	37,838	7,787	5,630
Other financial liabilities	74,845	58,500	–	–
Lease liability	21	258	–	–
	133,175	96,596	7,787	5,630

15. Comparative Information

Certain reclassifications have been made to the Group's consolidated statement of profit or loss and other comprehensive income for the financial year ended 31 March 2024 to enhance comparability with the current year financial statements. Revenue from sweet potatoes seedlings and respective cost of sales had been reclassified from other income and other operating expenses to revenue and cost of sales in FY2024.

The items were reclassified as follows:

	Group	
	Previously Reported (Audited) RMB'000	**After Reclassification (Reclassified) RMB'000**
Consolidated Statement of Profit or Loss and Other Comprehensive Income		
Revenue	318,447	319,010
Cost of Sales	(216,576)	(216,951)
Gross Profit	101,871	102,059
Other Income	974	410
Other Operating Expenses	(384)	(8)

Since the amounts are reclassifications within the consolidated statements of profit or loss and other comprehensive income, this reclassification did not have any effect on the consolidated statement of financial position, consolidated statement of cash flows and profit for the period/year, net of tax.

16. Subsequent events

There are no other known subsequent events from 31 March 2025 to the date of this announcement, which will lead to adjustments to this set of condensed interim consolidated financial statements.

F. Other Information Required pursuant to Appendix 7C of the Catalist Rules for the Financial Year Ended 31 March 2025

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

There were no changes in the issued share capital of the Company since the last reporting period of 30 September 2024.

	Company	
	Number of Shares Issued	**Share Capital RMB '000**
Ordinary shares of no par value:		
At 30 September 2024 and 31 March 2025	1,589,299,910	958,311

As at 31 March 2025, the Company has 577,927,240 outstanding warrants which are convertible to 577,927,240 ordinary shares. The warrants may be converted to ordinary shares ("**Warrant Shares**") during the period up to 23 June 2026 at an exercise price of S$0.045 per Warrant Share.

	Company			
	2025		**2024**	
	Number of Shares / Warrant Shares	**%**	**Number of Shares / Warrant Shares**	**%**
Issued and paid ordinary shares	1,589,299,910	73.3	1,383,818,100	100.0
Warrants Shares	577,927,240	26.7	–	-
At 31 March	2,167,227,150	100.0	1,383,818,100	100.0

The Company does not have any treasury shares and subsidiary holdings as at 31 March 2025 and 31 March 2024. Accordingly, the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding is nil% as at 31 March 2025 and 31 March 2024.

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

	31-Mar-2025	**31-Mar-2024**
Total number of ordinary shares issued	1,589,299,910	1,383,818,100

The Company did not have any treasury shares as at 31 March 2025 and 31 March 2024.

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

Not applicable, as the Company did not have any treasury shares during and as at the end of the current financial period reported on.

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

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

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

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

3. Where the figures have been audited or reviewed, the auditor's report (including any qualifications or emphasis of a matter)

Not applicable.

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

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

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

(a) Not applicable.

(b) Not applicable.

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

Except as disclosed in paragraph 5 below, the accounting policies and methods of computation adopted in the financial statements for the current reporting period are consistent with those in the most recently audited consolidated financial statements for the financial year ended 31 March 2024 as set out in the Company's annual report.

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

The Group has adopted all the applicable new and revised Financial Reporting Standards ("**FRS**") in Singapore and the related Interpretations to FRS ("**INT FRS**") that are relevant to its operation and effective for the accounting periods beginning on or after 1 April 2024. The adoption of these new and revised FRS did not result in any substantial change to the Group's and the Company's accounting policies and has no significant impact on the financial statements for the current financial reporting period.

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

(a) based on the weighted average number of ordinary shares in issue; and

(b) on a fully diluted basis (detailing any adjustments made to the earnings).

Please refer to Note E.7 above.

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

(a) Current period reported on; and

(b) Immediately preceding financial year

Net asset value ("NAV")	Group		Company	
	31-Mar-2025 (Unaudited)	31-Mar-2024 (Audited)	31-Mar-2025 (Unaudited)	31-Mar-2024 (Audited)
NAV (RMB'000)	575,567	513,932	909,100	904,701
Number of ordinary shares in issue (in thousands)	1,589,300	1,383,818	1,589,300	1,383,818
NAV per ordinary share (RMB)	0.36	0.37	0.57	0.65

8. A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. The review must include a discussion of the following:

(a) any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

Consolidated Statement of Comprehensive Income

Revenue

The Group's revenue increased by approximately RMB 66.7 million or 33.2%, from RMB 201.3 million for the six months ended 31 March 2024 ("**2H FY2024**") to RMB 268.0 million for the six months ended 31 March 2025 ("**2H FY2025**"). The Group's revenue increased by approximately RMB 105.7 million or 33.1%, from RMB 319.0 million for the financial year ended 31 March 2024 ("**FY2024**") to RMB 424.7 million for the financial year ended 31 March 2025 ("**FY2025**").

During 2H FY2025, revenue from the sales of sweet potato processed products increased by approximately RMB 54.4 million or 33.7%, from RMB 161.3 million in 2H FY2024 to RMB 215.8 million in 2H FY2025. Revenue from the sales of fresh sweet potatoes increased by approximately RMB 11.4 million or 28.6% from RMB 39.9 million in 2H FY2024 to RMB 51.3 million in 2H FY2025.

Revenue from sweet potato processed products increased by approximately RMB 62.7 million or 24.1%, from RMB 260.3 million in FY2024 to RMB 323.0 million in FY2025. The increase was due to higher volume of sweet potato processed products, including the newly launched sweet potato crisps and fries, manufactured and sold with the capacity expansion and production line modification. Revenue from sales of fresh sweet potatoes also increased by approximately RMB 41.9 million or 72.1%, from RMB 58.1 million in FY2024 to RMB 100.0 million in FY2025.

Revenue from sweet potato seedlings increased by RMB 0.6 million or 116.9%, from RMB 0.6 million in FY2024 to RMB 1.2 million in FY2025. The increase was due to higher volume of seedlings produced and sold to external parties with the expansion of seedlings nursery. In FY2025, the Group has a new revenue stream from the production and sale of probiotic-infused fermented sweet potato feedstock, amounting to approximately RMB 0.4 million.

Revenue from the C&S segment was primarily driven by an increase in the production and sale of sweet potato seedlings and fresh sweet potatoes, which accounted for approximately 0.3% and 23.5% of the total revenue, respectively. The rise in revenue from sweet potato seedlings stemmed from expansion of the seedlings nursery from an initial size of 100 mu to 200 mu. This expansion allowed the Group to meet contracted farmland requirements and now provide excess capacity for sales to external parties. Additionally, the outsourced services provided by the smart warehouse, which includes automated sweet potato washing, sorting, packing, and cold storage, continue to enhance the Group's operational efficiency, resulting in higher volume of fresh sweet potatoes available for sale with an extended shelf life.

Revenue from the PIFP segment, which primarily includes sweet potato processed products, increased by 24.1% year-on-year, from RMB 260.3 million in FY2024 to RMB 323.0 million in FY2025. This growth can be attributed to (i) the newly launched products, including sweet potato crisps and fries, as well as additive-free, vacuum-packed steamed sweet potato, (ii) partial capacity expansion at the newly established high-tech manufacturing facility, and (iii) modifications to the production line at the existing plant to accommodate increased demand.

The additional revenue stream originated in the R&R segment and was contributed by the production and sale of probiotic-infused fermented sweet potato feedstock derived from agricultural waste in the second half of FY2025.

Gross Profit and Gross Profit Margin

Gross profit in 2H FY2025 increased by approximately RMB 25.2 million or 37.5%, from RMB 67.2 million in 2H FY2024 to RMB 92.3 million in 2H FY2025. In FY2025, the gross profit increased by approximately RMB 42.3 million or 41.5%, from RMB 102.1 million in FY2024 to RMB 144.4 million. The Group's gross profit margin increased from approximately 33.4% in 2H FY2024 to 34.5% in 2H FY2025 and increased from 32.0% in FY2024 to 34.0% in FY2025. The increase in gross profit was mainly due to the increase in overall sales in 2H FY2025 and FY2025. The higher composite gross profit margin in FY2025 was primarily driven by a higher margin from the sale of fresh sweet potatoes but balanced by a slight decrease in gross profit margin from sweet potatoes processed product as a result of higher overhead from the additional of new machineries and equipment at the new manufacturing facility, which has yet to be fully utilised.

Interest Income

Interest income increased from RMB 0.7 million in FY2024 to RMB 1.2 million in FY2025, representing an increase of approximately RMB 0.5 million or 65.5%. The increase in interest income was mainly due to the increase in interest received from banks on the back of an increase in average cash and bank balances held by the Group in FY2025 as compared to FY2024.

Other Income

Other income decreased from RMB 410,000 in FY2024 to RMB 326,000 in FY2025, representing a decrease of RMB 84,000 or approximately 20.5%. The other income includes incentives from e-commerce platforms and proceeds from brand licensing.

Other Gains

Other gains, mainly tax incentives received from local authorities, were RMB 660,000 in FY2025, as compared to nil in FY2024.

Marketing and Distribution Costs

Marketing and distribution costs decreased by approximately RMB 2.8 million or 14.9%, from RMB 18.7 million in 2H FY2024 to RMB 15.9 million in 2H FY2025. In FY2025, marketing and distribution costs decreased from RMB 34.4 million in FY2024 to RMB 29.3 million, representing a decrease of approximately RMB 5.1 million or 14.8%. The decrease in 2H FY2025 as compared to 2H FY2024 was mainly due to the decrease in operating expenses, employee benefit expenses and publicity expenses of RMB 3.1 million, RMB 0.5 million and RMB 0.3 million, respectively. The decrease was partially offset against the increase in exhibition expenses, entertainment expenses and delivery charges of RMB 0.7 million, RMB 0.3 million and RMB 0.3 million, respectively. The decrease for FY2025 as compared to FY2024 was mainly due to the decrease in operating expenses of RMB 5.8 million and employee benefit expenses of RMB 1.0 million, offset against the increase in delivery charges of RMB 0.8 million, exhibition expenses of RMB 0.7 million, publicity expenses of RMB 0.5 million and entertainment expenses of RMB 0.3 million.

Administrative Expenses

Administrative expenses increased by approximately RMB 6.5 million or 27.9%, from RMB 23.1 million in 2H FY2024 to RMB 29.6 million in 2H FY2025. In FY2025, administrative expenses increased by approximately RMB 15.7 million or 36.9%, from RMB 42.5 million in FY2024 to RMB 58.2 million.

The increase in administrative expenses for 2H FY2025 was mainly due to the increase in depreciation expenses, amortisation of intangible assets, seedlings nursery fees, and research and developments expenses of RMB 4.5 million, RMB 0.3 million, RMB 0.3 million and RMB 1.7 million, respectively, which was partially offset by the decrease in secretary fee of RMB 0.5 million, legal and professional fee of RMB 0.3 million and office expenses of RMB 0.3 million. The increase in administrative expenses for FY2025 was mainly due to increases in amortisation of intangible assets, depreciation expenses, seedlings nursery fees, Rights cum Warrants Issue expenses, research and development expenses and staff compensation – performance shares of RMB 0.6 million, RMB 5.3 million, RMB 0.5 million, RMB 1.2 million, RMB 1.8 million and RMB 6.6 million, respectively, which was partially offset by the decrease in audit fee of RMB 0.4 million, office expenses of RMB 0.4 million, secretary fee of RMB 0.4 million, and travelling expenses of RMB 0.2 million.

Other Losses

Other losses, which include sponsorship of events, write-offs of plant and equipment, and donation expenses, decreased by approximately RMB 0.9 million or 73.0%, from RMB 1.2 million in 2H FY2024 to RMB 0.3 million in 2H FY2025. Additionally, other losses decreased by approximately RMB 1.8 million or 74.3% from RMB 2.5 million in FY2024 to RMB 0.6 million in FY2025. The decrease is mainly due to the decrease in donation expenses and property, plant and equipment written-off.

Finance Costs

Finance costs increased by approximately RMB 0.5 million or 36.2% from RMB 1.2 million in 2H FY2024 to RMB 1.7 million in 2H FY2025. In FY2025, the finance costs increased by approximately RMB 1.0 million or 41.6% from RMB 2.3 million in FY2024 to RMB 3.3 million. The increase was mainly due to the increase in interest charged on the additional bank borrowings in 2H FY2025 and FY2025, as compared to 2H FY2024 and FY2024.

Income Tax Expenses

The Group's income tax expense increased from RMB 8.1 million in FY2024 to RMB 12.4 million in FY2025. The increase was mainly due to higher profits generated in FY2025.

Consolidated Statement of Financial Position

The comparative performance for both the assets and liabilities are based on the Group's financial statements as at 31 March 2025 and 31 March 2024.

Non-current Assets

There was an increase in the Group's total non-current assets of approximately RMB 3.1 million or 0.9%, from RMB 337.4 million as at 31 March 2024 to RMB 340.5 million as at 31 March 2025. This was mainly due to an increase in property, plant and equipment ("**PPE**") of approximately RMB 27.4 million and an investment in unquoted shares of approximately RMB 0.9 million, which was partially offset by the decrease in intangible assets of approximately RMB 0.6 million and other assets, non-current of approximately RMB 24.5 million.

As at 31 March 2025, PPE increased by approximately RMB 27.4 million or 15.6%, from RMB 175.7 million as at 31 March 2024 to RMB 203.1 million as at 31 March 2025. This was due to additions of plant and machinery and renovations for the new manufacturing facilities, which was partially offset by the depreciation expense and PPE written-off in FY2025.

Intangible assets decreased by approximately RMB 0.6 million or 0.9%, from RMB 69.4 million as at 31 March 2024 to RMB 68.9 million as at 31 March 2025. The decrease was mainly due to amortisation, which was partially offset against the additional to the right-of-use and manufacturing patents during FY2025.

Increase in investment in unquoted shares, Hainan Xinwei Land Development Co., Ltd. from RMB 0.9 million in FY2024 to RMB 1.8 million in FY2025 was due to call for additional pro-rata capital injection.

Other assets, non-current amounted to approximately RMB 66.8 million, comprising mainly upfront payments to the Co-operatives for the long-term supply contracts of fresh sweet potatoes, decreased from RMB 91.3 million as at 31 March 2024. The decrease is mainly due to the utilisation of upfront payment made in exchange of the sweet potatoes supplies and resulted the decrease in long term upfront payment or upfront payment over 12 months.

Current Assets

Inventories increased by approximately RMB 1.8 million or 68.7%, from RMB 2.7 million as at 31 March 2024 to RMB 4.5 million as at 31 March 2025. The increase in inventories as at 31 March 2025 was mainly due to the higher stock level to fulfil secured orders as compared to 31 March 2024.

Trade and other receivables increased by approximately RMB 38.1 million or 70.8%, from RMB 53.8 million as at 31 March 2024 to RMB 91.9 million as at 31 March 2025. The increase was mainly due to higher sales during the period of January to March 2025 as compared to the corresponding period last year, where customers had a credit term of 30 to 90 days.

Other assets increased by approximately RMB 28.4 million or 45.2%, from RMB 62.9 million as at 31 March 2024 to RMB 91.3 million as at 31 March 2025. Other assets primarily consist of upfront payment made to the Group's suppliers of fresh sweet potatoes for the upcoming 12 months. The increase was mainly due to the increase in prepayment of expenses and advances to suppliers to ensure the supply of fresh sweet potatoes as raw materials for the Group.

Cash and bank balances increased by approximately RMB 27.0 million or 17.3%. Please refer to the "Consolidated Statement of Cash Flows" section below for more details on the change in cash and cash equivalents of the Group.

As a result of the above, the Group's total current assets increased by approximately RMB 95.4 million or 34.6%, from RMB 275.5 million as at 31 March 2024 to RMB 370.8 million as at 31 March 2025.

Non-Current Liabilities

Other payables, non-current, decreased by approximately RMB 3.9 million or 60.4%, from RMB 6.5 million as at 31 March 2024 to RMB 2.6 million as at 31 March 2025. The decrease was mainly due to the decrease in the remaining duration of the lease contract with the service provider.

Current Liabilities

Trade and other payables increased by approximately RMB 24.4 million or 77.7%, from RMB 31.4 million as at 31 March 2024 to RMB 55.7 million as at 31 March 2025. The increase in trade payables was mainly due to increase in purchase in FY2025 as compared to the previous corresponding period.

Other financial liabilities increased by RMB 16.3 million or approximately 27.9%, from RMB 58.5 million as at 31 March 2024 to RMB 74.8 million as at 31 March 2025. This was mainly due to the increase in short-term borrowings undertaken by the Group during FY2025.

As a result of the above, the Group's current liabilities increased by approximately RMB 40.8 million or 44.2%, from RMB 92.4 million as at 31 March 2024 to RMB 133.2 million as at 31 March 2025.

Consequent to the increase in current assets and current liabilities as set out above, the Group recorded positive working capital of approximately RMB 237.6 million as at 31 March 2025 as compared to RMB 183.1 million as at 31 March 2024.

Consolidated Statement of Cash Flows

The Group recorded net cash generated from operating activities of approximately RMB 58.6 million in FY2025. In respect of FY2025, the net cash generated from operating activities comprised mainly the positive operating cash flow before changes in working capital of approximately RMB 94.3 million, adjusted by net working capital outflow of approximately RMB 35.6 million. The net working capital outflow represents the decrease in cash flow from inventories, trade and other receivables, other assets and income tax paid of RMB 1.8 million, RMB 38.3 million, RMB 3.9 million and RMB 12.1 million, respectively and offset against increase in trade payables of RMB 20.5 million. The decrease mainly due to higher outflow of cash from trade and other receivables and other assets.

Net cash used in investing activities amounted to RMB 57.6 million in FY2025. The net cash used in investing activities in FY2025 mainly represented the additions to renovations and plant and machinery to the new manufacturing facility completed in FY2024.

Net cash generated from financing activities amounted to approximately RMB 26.0 million in FY2025. This was mainly due to the proceeds from Rights Cum Warrant Issue and the proceeds from new short-term loans offset by repayment of bank loans and interest expenses in FY2025.

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

The Group's results for the financial year ended 31 March 2025 is consistent with the profit guidance announcement released by the Company on 13 May 2025.

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

The Group achieved a set of commendable results in FY2025 as its biotech-focused sweet potato circular economy industrial value chain closed the loop with the agricultural waste-derived feedstock for poultry feeds.

The Group remains committed to realising the potential value of the circular economy through its planned expansion across the industrial value chain, which includes the increased cultivation area of the seedlings nursery, the commercialisation of higher-margin processed sweet potato snacks and functional products at the high-technology manufacturing facility, and an increase in animal feedstock production with the commencement of the third-party waste collection and fermentation operations in Liancheng County.

As more stakeholders in the sweet potato sector join the collaborative platform of the Group's sweet potato circular economy industrial value chain, this may further enhance economic values for the sweet potato industry and elevate the living standards of the local community in Liancheng County.

On 7 April 2025, the Chinese State Council announced a 10-year plan outlining several key strategies to enhance food security, modernise agriculture, drive technological innovation, and promote rural revitalisation by 2035. According to the plan, China also aims to achieve a grain output capacity of around 700 million metric tons, strengthen self-sufficiency in key crops, make breakthroughs in agricultural technologies like seeds and machinery, and boost global competitiveness by 2027.[(1)]

Barring unforeseen circumstances, the Group believes that the national directive bodes well for its sustainable growth, as it will be replicating its sweet potato circular economy industrial value chain model in Lingao County, Hainan Province, in the near future.

Nonetheless, the Group will remain prudent in implementing its planned expansion and will update shareholders of material developments as and when appropriate.

Note:

(1) References: China unveils 10-year agricultural master plan, prioritizing food self-sufficiency, agritech innovation https://www.globaltimes.cn/page/202504/1331611.shtml, 加快建设农业强国规划 (2024 — 2035) https://www.gov.cn/zhengce/202504/content_7017469.htm

11. Dividend

If decision regarding dividend has been made:

(a) Whether an interim (final) dividend has been declared (recommended); and

No.

(b) Previous corresponding period

No.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived.

No.

(d) The date the dividend is payable.

Not applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 pm) will be registered before entitlements to the dividend are determined.

Not applicable.

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

No dividend has been declared FY2025. The decision not to distribute dividends stems from the Group's strategy to preserve its cash resources, taking into account the uncertainty of market conditions and the expansion of its operational activities in the upcoming year. By conserving cash resources, the Group aims to safeguard its ongoing operations and the progress of renovations and equipment and machinery acquisition in the new manufacturing facility and additional working capital required to run the new manufacturing facility. This approach is intended to prevent significant disruptions to the completion timeline and operations, as any delays would lead to increased overall costs.

In addition to the above, the Group intends to retain its cash resources for exploring any opportunities in increasing contracted farmlands through Co-operatives which will require advance payment for supplies of sweet potato.

The board of directors of the Company (the "**Board**") will continue to observe the situation and assess, among others, the Group's financial performance and position in respect of the relevant financial period, before deciding on whether to declare dividends.

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

The Company has not obtained an IPT mandate pursuant to Rule 920(1)(a)(ii) of the Catalist Rules.

There was no IPT of S$100,000 and above (or equivalent) for the current financial period reported on.

14. Use of proceeds

The status on the use of the net cash proceeds of S$11.9 million ("**Placement Net Cash Proceeds FY2022**") raised from the Company's placement exercise completed on 19 November 2021 (the "**FY2022 Placement**") is as follows:

Intended Use of the Net Cash Proceeds	**Balance brought forward from 5 November 2024 (S$'000)**	**Amount utilised as of the cut-off at 20 May 2025 (S$'000)**	**Balance (S$'000)**
Renovation expenses, and acquisition of equipment and machinery for Fujian Zixin's new manufacturing facilities	1,840	(1,840)	–

The status on the use of the net cash proceeds of S$2.1 million ("**Rights Net Cash Proceeds FY2025**") raised from the Rights Cum Warrants Issue is as follows:

Intended Use of the Net Cash Proceeds	**Balance brought forward from 5 November 2024 (S$'000)**	**Amount utilised as of the cut-off at 20 May 2025 (S$'000)**	**Balance (S$'000)**
Expansion of the Group's business and operations in the People's Republic of China	1,262	(1,262)	–

15. Negative confirmation pursuant to Rule 705(5)

Not applicable for full year results announcement.

16. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company confirms that it has procured undertakings from all its Directors and Executive Officers in accordance with Rule 720(1) of the Catalist Rules.

17. Acquisitions and realisations pursuant to Rule 706(A)

Incorporation and termination of an associated company

Name of company	:	Zixin Biotech Inc
Date of incorporation	:	30 October 2024
Date of termination	:	25 November 2024
Country of incorporation	:	The United States of America
Number of shares authorized to issue	:	100
Effective equity held	:	20%

As at the date of the termination, there is no issued and paid-up share capital and the Group has not made any capital contribution to Zixin Biotech Inc.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect (other than through their shareholdings in the Company), in the above.

Save as disclosed above, there is no other acquisition and/or sale of shares in any subsidiaries or associated companies of the Group since 30 September 2024 (being the end of the previous financial period reported on) and up to the date hereof which is required to be reported under Rule 706(A) of the Catalist Rules.

Part II Additional Information Required for Full Year Announcement

18. Segmented revenue and results for operating segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Please refer to the Paragraph E (4) of the condensed consolidated financial statements for details on segment revenue and results for operating segments of the Group and comparative information for the immediately preceding year.

19. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Please refer to the Paragraph F (8) of the condensed consolidated financial statements for details on segment revenue and results for operating segments of the Group and comparative information for the immediately preceding year.

20. A breakdown of sales as follows:

	Group		
	FY2025 RMB'000	**FY2024 RMB'000**	**Increase / (Decrease) %**
(a) Sales reported for first half year	156,686	117,754	33.1
(b) Operating profit/(loss) after tax before deducting minority interests reported for first half year	7,813	(3,403)	n.m.
(c) Sales reported for second half year	267,994	201,256	33.2
(d) Operating profit after tax before deducting minority interests reported for second half year	34,907	16,757	108.3

n.m. - not meaningful

21. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Not applicable. No dividend has been declared or recommended for FY2025 and FY2024.

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

There are no persons occupying managerial positions in the Company or any of its principal subsidiaries who are relatives of a director or chief executive officer or substantial shareholder of the Company.

By Order of the Board
Zixin Group Holdings Limited

LIANG CHENGWANG
Executive Chairman and Chief Executive Officer

30 May 2025