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**

Zixin Group achieves RMB 61.4 million in net profit on revenue of RMB 607.5 million for FY26

- Zixin Group reported an overall revenue increase across all reportable business segments, with notable growth in the cultivation and supply, as well as the recovery and recycling segments
- Leveraging its stable operations in Liancheng County, Zixin Group will continue to build on its initiated business expansions in both China, specifically in Lingao County, Hainan Province, and Quanzhou City in Fujian Province, as well as Singapore, to propel future growth

KEY FINANCIAL HIGHLIGHTS:

FYE 31 March (RMB'mil)	**2H* FY26** (unaudited)	**2H* FY25** (unaudited)	**YoY Change**	**FY26** (unaudited)	**FY25** (audited)	**YoY Change**
Revenue	**386.84**	**267.99**	+ 44.3%	**607.47**	**424.68**	+ 43.0%
Gross profit	120.70	92.34	+ 30.7%	187.30	144.38	+ 29.7%
Gross margin	31.2%	34.5%	(3.3) pp*	30.8%	34.0%	(3.2) pp*
Profit before tax	**57.70**	**45.13**	+ 27.9%	**82.42**	**55.10**	+ 49.6%
Profit after tax(1)	**45.36**	**34.91**	+ 30.0%	**61.42**	**42.72**	+ 43.8%
EPS(2) (RMB cent)	**2.47**	**2.20**	+ 12.3%	**3.58**	**2.75**	+ 30.2%

Notes:

* 2H denotes six months ended 31 March; pp denotes percentage points.

(1) Profit after tax attributable to owners of the Company.

(2) Earnings per share ("**EPS**") were computed based on basic weighted average number of approximately 1.84 billion shares for 2H FY26 and 1.71 billion shares for FY26 and 1.59 billion shares for 2H FY25 and 1.55 billion shares for FY25.

FOR IMMEDIATE RELEASE

SINGAPORE, 30 May 2026 – SGX Catalist-listed 42W, **Zixin Group Holdings Limited 紫心集团控股** ("**Zixin**" or the "**Company**" and together with its subsidiaries, "**Zixin Group**"), a leading biotech-focused sweet potato integrated industrial value chain operator, achieved a net profit of RMB 61.42 million (approximately SGD 11.67 million[1]) on the back of 43.0% growth in revenue of RMB 607.47 million (approximately SGD 115.42 million[1]) for the financial year ended 31 March 2026 ("**FY26**").

Commenting on the financial performance of FY26, Mr. Liang Chengwang (梁承旺), Executive Chairman and Chief Executive Officer of Zixin Group, said, "**This set of results reflected the first-year operational performance of our closed-loop circular economy sweet potato industrial value chain**

[1] Based on foreign exchange rate, RMB to SGD of 0.19.

in Liancheng County, Fujian Province. With the stability of our operations in Liancheng County, we quickened our expansion pace to ride on the flourishing trend in China's drive to safeguard food security[2]. This resulted in additional investments in seizing opportunities and establishing new business ventures in other regions of China and internationally. We believe these investments are necessary to maintain our growth trajectory in the years ahead as we strive to create and generate higher value for our shareholders."

FINANCIAL REVIEW

Zixin Group continues to refine and enhance the efficiency of its sweet potato circular economy industrial value chain in FY26, building upon the relatively stable growth observed in Liancheng County, Fujian Province. During FY26, the Group has also expanded into Lingao County, Hainan Province, and Quanzhou City, Fujian Province, and Singapore, although operations in these areas are still in their early stages. In FY26, the Group recorded an overall increase in revenue across all reportable business segments, achieving RMB 607.47 million, which represents a 43.0% increase from RMB 424.68 million in FY25.

REVENUE ANALYSIS BY REPORTABLE BUSINESS SEGMENTS AND PRODUCTS

FYE 31 March (RMB 'mil)	**FY26** (unaudited)	**FY25** (audited)	**Variance** (%)
Cultivation & Supply ("C&S")			
Fresh sweet potatoes	184.55	99.99	+ 84.6
Sweet potato seedlings	5.23	1.22	+ 327.9
Product Innovation & Food Production ("PIFP")			
Sweet potato processed products	413.07	323.03	+ 27.9
Other food products	0.14		
Recovery & Recycling ("R&R")			
Fermented sweet potato waste	4.49	0.44	+ 908.1
Group total	**607.47**	**424.68**	**+ 43.0**

Revenue generated by 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 31.2% of the total revenue. The notable increase in revenue from both fresh sweet potatoes and sweet potato seedlings can be attributed to (i) the harvest of fresh sweet potatoes in Liancheng County, which commenced in late August 2025 and continued through early February 2026, along with additional procurements from other sweet potato growing regions in Hainan and Yunan to meet market demand, and (ii) the expansion of the seedling nursery from 100 mu to 200 mu in FY25, resulting in higher volumes and sales to external parties during the planting season from March to July 2025. The average wholesale selling price of fresh sweet potatoes, particularly for popular varieties such as "Hong Yao" and "Durian",

[2] https://www.china-briefing.com/news/chinas-agritech-industry-opportunities/

has remained relatively stable. Additionally, the outsourced services provided by the smart warehouse, which include wound healing and saccharification, automated sweet potato washing, sorting, packing, and cold storage, help to extend the shelf life of fresh sweet potatoes and contribute to Zixin Group's increased revenue.

Revenue from the PIFP segment, which primarily encompasses sales of sweet potato-processed products, constituted 68.0% of the total revenue in FY26. This represents a 27.9% year-on-year increase from RMB 323.0 million in FY25 to RMB 413.2 million in FY26. The growth can be attributed to an increase in both volume and sales of the expanded range of processed sweet potato products, which include sweet potato crisps and fries, as well as additive-free, vacuum-packed steamed sweet potato that are launched in FY25.

Revenue from the R&R segment commenced in the fourth quarter of FY25 and recorded a significant increase to RMB 4.5 million in FY26, rising from RMB 0.4 million in FY25. This substantial revenue growth was driven by secured orders for the production and sale of probiotic-infused fermented sweet potato feedstock, which is produced from agricultural waste.

Zixin Group's gross profit increased by 29.7% year-on-year, rising from RMB 144.4 million in FY25 to RMB 187.3 million in FY26, primarily due to an increase in overall sales. However, the composite gross margin declined from 34.0% in FY25 to 30.8% in FY26. The decrease in gross margin was mainly due to lower margin from the sale of fresh sweet potatoes, which was offset by a slight increase in the gross profit margin from sweet potato processed products.

Zixin Group reported a net profit after tax of RMB 61.4 million in FY26, representing a 43.8% year-on-year increase from RMB 42.7 million in FY25. Despite a healthy increase in gross profit, this increase was partially offset by higher marketing and distribution costs and administrative expenses, which increased by RMB 3.9 million and RMB 12.6 million, respectively. These administrative expenses included a year-on-year increase of RMB 9.6 million in research and development expenses aimed at cultivating seedlings of new sweet potato varieties and innovating production techniques and processed sweet potato products, along with a year-on-year increase of RMB 3.6 million in amortisation of intangible assets and RMB 2.8 million in employee benefits for FY26. However, the increase in administrative expenses was partially offset by a decrease in depreciation and plantation expenses, along with the absence of staff compensation – performance share of RMB 6.6 million incurred in FY25. As a result of the higher profit recorded, the Group's income tax expense increased from RMB 12.4 million in FY25 to RMB 21.0 million in FY26.

FINANCIAL POSITION ANALYSIS

(RMB'mil)	As at 31 Mar 2026	As at 31 Mar 2025	Variance (%)
Equity attributable to the owners of the Company ("**Net asset value**")	**705.57**	**575.57**	+ 22.6
Non-current assets	**363.35**	**340.52**	+ 6.7
Property, plant and equipment	182.91	203.11	(9.9)
Other assets, non-current	98.16	66.76	+ 47.0
Current assets	**486.87**	**370.83**	+ 31.3
Cash and bank balances	214.64	183.17	+ 17.2
Current liabilities	**143.32**	**133.22**	+ 7.6
Short-term bank borrowings	77.40	74.85	+ 3.4
Working capital[(1)]	**343.55**	**237.61**	+ 44.6
Net cash value[(2)]	137.24	108.32	+ 26.7
Net cash per share[(3)] (RMB cent)	**6.83**	**6.82**	+ 0.1
Net asset value per share[(3)] (RMB cent)	**35.09**	**36.22**	(3.1)

Notes:

(1) Working capital was computed using current assets less current liabilities.

(2) Net cash value was computed using cash and bank balances less short-term bank borrowings.

(3) Net cash value per share and net asset value per share were computed based on the share capital of approximately 2.01 billion shares as at 31 March 2026 and 1.59 billion shares as at 31 March 2025.

Zixin Group strengthened its balance sheet with net cash rising from RMB 108.3 million as at 31 March 2025 to RMB 137.24 million as at 31 March 2026. The Group recorded positive working capital of RMB 343.55 million as at 31 March 2026, an increase from RMB 237.6 million as at 31 March 2025. However, net asset value per share declined by 3.1% year-on-year, decreasing from RMB 0.362 as at 31 March 2025 to RMB 0.351 as at 31 March 2026. The decrease was attributed to the issuance of new shares, resulting from the exercise of share options during FY26.

PROSPECTS

Zixin Group is undergoing rapid expansion in both the Chinese and international markets, leveraging its base in Liancheng County, Fujian Province. The Group has pursued expansion opportunities in several regions of China, specifically Lingao County, Hainan Province and Quanzhou City in Fujian Province. Furthermore, it has initiated business operations in Singapore with the aim of strengthening its presence in the Southeast Asian markets.

As Zixin Group continues to refine and replicate its closed-loop, biotech-focused sweet potato circular economy industrial value chain, it will strive to drive future growth through a three-pronged approach:

(i) expand upstream cultivation and supply to improve the quantity and quality of fresh sweet potatoes, ensuring traceability and transparency for consumers and addressing food safety concerns;

(ii) building brands and expanding market presence to enrich the downstream distribution ecosystem, enabling the Group to reach and serve consumers across the food & beverage spectrum through strategic collaborations with established businesses; and

(iii) continuous investment in research and development to enhance efficiency, advance technology, and optimise processes, including innovations in cultivating high-quality sweet potato varieties and refining production techniques with the goal of improving the nutritional values of both fresh sweet potatoes and processed sweet potato products.

Mr. Liang adds, "**The growing demand for food security and food safety has prompted us to collaborate with strategic business partners across the downstream ecosystem, encompassing distribution and consumer engagement within the food and beverage ("F&B") sector. This collaboration naturally facilitates the expansion of our platform dedicated to our integrated sweet potato industrial value chain. We anticipate our strategic partners in the F&B sector to evolve with us, advocating the benefits of sweet potatoes in their food and beverage offerings.**

While new operations beyond Liancheng County – particularly the replication of the integrated sweet potato industrial value chain in Lingao County, Hainan, and Quanzhou City – will require time to develop, we will continue to prioritise our upstream cultivation and supply. This will ensure a consistent provision of high-quality seedlings, fresh sweet potato varieties, and processed sweet potato products for our strategic partners in the F&B sector.

As we move forward with our expansion plans in China and internationally, we will exercise caution, considering the rising operational costs associated with the ongoing conflict in the Middle East."

Barring any unforeseen circumstances, the Group is cautiously optimistic about its growth over the next twelve months and will continue to monitor the situation closely. The Company will keep shareholders informed on any material developments as appropriate.

###

This press release is to be read in conjunction with the Company's unaudited financial results announcement posted on the SGX Website on 30 May 2026.

ZIXIN GROUP HOLDINGS LIMITED 紫心集团控股
(Stock code – SGX: **42W** | Bloomberg: **ZXGH SP** | Reuters: **42W.SI**)

Zixin Group Holdings Limited ("**Zixin**" or the "**Company**" and together with its subsidiaries, "**Zixin Group**") is a leading biotech-focused sweet potato integrated industrial value chain operator in 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) research and development on sweet potato varieties to cultivate sweet potato seedlings, (ii) sweet potato cultivation techniques and solutions to improve the quality and yield for farmlands, (iii) sweet potato seedlings nursery base, and (iv) fresh sweet potatoes supply, **(b) product innovation and food production** – innovation of snack food and functional food, as well as production techniques to maximise nutrient retention and produce healthier proprietary branded products, **(c) brand building, marketing and distribution channel building** – strengthen market awareness and position of proprietary brands of healthier snack food and functional food through targeted marketing campaigns and various distribution platforms (traditional and e-commerce) throughout China, and **(d) recovery and recycling** – R&D on nutritional content from sweet potato peels through proprietary extraction technology and utilising proprietary probiotic fermentation formulation as a medium to convert agricultural waste materials such as spoiled sweet potatoes, sweet potato peels, stems and leaves into raw ingredients that could potentially be part of the poultry and animal feeds.

Zixin Group aims to be a leading biotech-focused sweet potato agritech operator globally that leverages smart ecological agriculture and utilises biotech capabilities throughout its integrated sweet potato industrial value chain. With the support of complementary industries such as smart warehousing and agricultural waste fermentation, Zixin Group intends to utilise its biotech capabilities to reinforce its circular economy business model to further enhance its effectiveness and cultivate economies of scale.

Please visit the Company's website at www.zixingroup.com.sg for more information.

Issued for and on behalf of **ZIXIN GROUP HOLDINGS LIMITED** by:

Investor relations contact:

Rosalina Soh 苏沛熙
Mobile : (65) 9677 6683
Email : rosalina@octavecomms.com

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

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

The contact person for the Sponsor is Mr Alvin Soh, Head, Corporate Finance, at 90 Cecil Street, #03-00 RHB Bank Building, Singapore 069531, telephone (65) 6320 0627.