UNAUDITED INTERIM FINANCIAL STATEMENTS ANNOUNCEMENT FOR THE 6 MONTHS FINANCIAL PERIOD ("HY FY") ENDED 30 JUNE 2026

This announcement has been reviewed by the Company's Sponsor, Evolve Capital Advisory Private Limited. It has not been examined or approved by the Exchange and the Exchange 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. The contact person for the Sponsor is Mr. Jerry Chua (Registered Professional, Evolve Capital Advisory Private Limited), who can be contacted at 160 Robinson Road, #20-01/02, SBF Center, Singapore 068914, telephone: +65 6241 6626.

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A. INTERIM CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	HY FY2026 S$'000	HY FY2025 S$'000	+/(-) %
Revenue	4	3,311	1,752	89.0
Other income	5	4	5	(20.0)
Changes in inventories		-	-	n.m.
Purchases		(1,790)	(1,261)	42.0
Employee benefits expense	6	(714)	(692)	3.2
Depreciation expense	8	(87)	(42)	>100
Amortisation expense	8	(76)	-	n.m.
Other expenses	8	(356)	(370)	(3.8)
Finance costs	7	(11)	(6)	83.3
Profit/(loss) before tax	8	**281**	**(614)**	n.m.
Income tax credit/(expense)	9	7	(11)	n.m.
Profit/(loss) for the period		**288**	**(625)**	n.m.
Other comprehensive gain for the period:				
Items that may be reclassified subsequently to profit or loss				
Effects of translation of foreign operations		19	5	>100
Total comprehensive income/(loss) for the period		**307**	**(620)**	n.m.
Profit/(loss) attributable to:				
Owners of the Company		288	(625)	n.m.
Non-controlling interests		**-**	-	n.m.
		288	**(625)**	n.m.
Total comprehensive income/(loss) attributable to:				
Owners of the Company		307	(620)	n.m.
Non-controlling interests		**-**	-	n.m.
		307	**(620)**	n.m.
Basic and Diluted Profit/(loss) per share (cents)	**10**	**0.02**	**(0.04)**	

n.m. – not meaningful

B. INTERIM STATEMENTS OF FINANCIAL POSITION

		Group		Company	
	Note	As at 30/6/26 S$'000	As at 31/12/25 S$'000	As at 30/6/26 S$'000	As at 31/12/25 S$'000
Non-current assets					
Plant and equipment	11	6	4	3	4
Right-of-use assets	12	373	17	373	17
Intangible assets	13	1,186	1,262	-	-
Goodwill		2,495	2,495	-	-
Investments in subsidiaries		-	-	104	104
		4,060	3,778	480	125
Current assets					
Cash and cash equivalents		494	557	106	51
Trade receivables		325	658	8	7
Prepayments		23	8	23	8
Other receivables	14	687	76	2,920	2,970
Income tax recoverable		3	-	-	-
		1,532	1,299	3,057	3,036
Total assets		5,592	5,077	3,537	3,161
Current liabilities					
Trade payables		176	356	-	-
Other payables		473	414	1,157	328
Loan due to shareholder	15	260	260	-	-
Contract liabilities		53	53	53	53
Lease liabilities		144	17	144	17
Income tax payable		-	14	-	-
		1,106	1,114	1,354	398
Net current assets/(liabilities)		426	185	1,703	2,638
Non-current liabilities					
Loan due to shareholder	15	2,136	2,136	2,136	2,136
Lease liabilities		234	-	234	-
Deferred tax liabilities	16	297	315	-	-
		2,667	2,451	2,370	2,136
Total liabilities		3,773	3,565	3,724	2,534
Net assets/(liabilities)		1,819	1,512	(187)	627
Equity attributable to owners of the Company					
Share capital	17	74,653	74,653	74,653	74,653
Performance share reserve	18	2,706	2,706	2,706	2,706
Foreign currency translation reserve		18	(1)	-	-
Non-controlling interests		(15)	(15)	-	-
Accumulated losses		(75,543)	(75,831)	(77,546)	(76,732)
Total equity		1,819	1,512	(187)	627
Total equity and liabilities		5,592	5,077	3,537	3,161

*Amount less than S$1,000

C. INTERIM CONSOLIDATED STATEMENTS OF CASH FLOWS

	Group	
	HY FY2026 S$'000	**HY FY2025 S$'000**
Operating activities		
Profit/(loss) before income tax	281	(614)
Adjustments for:		
Depreciation of plant and equipment	1	-
Depreciation of right-of-use assets	86	42
Amortisation of intangible assets	76	-
Inventories written off	-	16
Interest expense on lease liabilities	11	1
Interest expense on borrowings	-	5
Operating cash flows before movement in working capital	**455**	**(550)**
Trade receivables	333	(152)
Prepayments	(15)	(5)
Other receivables	(611)	3
Inventories	-	(16)
Trade payables	(180)	178
Other payables	60	(187)
Cash generated from/(used in) operations	**42**	**(729)**
Tax paid	(29)	(16)
Interest paid	(11)	(6)
Net cash generated from/(used in) operating activities	**2**	**(751)**
Investing activities		
Additions of plant and equipment	(2)	-
Net cash used in investing activities	**(2)**	**-**
Financing activities		
Payment of principal portion of borrowings	-	(437)
Payment of principal portion of lease liabilities	(82)	(42)
Loan from shareholder	-	1,230
Net cash (used in)/generated from financing activities	**(82)**	**751**
Net decrease in cash and cash equivalents	**(82)**	**-**
Cash and cash equivalents at beginning of the period	557	295
Exchange effects on cash and cash equivalents	19	5
Cash and cash equivalents at end of the period	**494**	**300**

D. INTERIM STATEMENTS OF CHANGES IN EQUITY

(In S$'000)	Share capital	Contingent consideration	Performance share reserve	Foreign currency translation reserve	Non-controlling interests	Accumulated losses	Total capital
Group							
Balance as at 1 January 2026	74,653	-	2,706	(1)	(15)	(75,831)	1,512
Total comprehensive profit for the period							
Profit for the period	-	-	-	-	-	288	288
Other comprehensive income for the period	-	-	-	19	-	-	19
Total	74,653	-	-	19	-	-	307
Balance as at 30 June 2026	**74,653**	**-**	**2,706**	**18**	**(15)**	**(75,543)**	**1,819**
Balance as at 1 January 2025	**72,612**	**1,013**	**-**	**88**	**-**	**(71,981)**	**1,732**
Total comprehensive loss for the period							
Loss for the period	-	-	-	-	-	(625)	(625)
Other comprehensive income for the period	-	-	-	5	-	-	5
Total	-	-	-	5	-	(625)	(620)
Balance as at 30 June 2025	**72,612**	**1,013**	**-**	**93**	**-**	**(72,606)**	**1,112**

D. INTERIM STATEMENTS OF CHANGES IN EQUITY (cont'd)

(In S$'000)	Share capital	Contingent consideration	Performance share reserve	Accumulated losses	Total equity
Company					
Balance as at 1 January 2026	74,653	-	2,706	(76,732)	627
Loss for the period, representing total comprehensive loss for the period	-	-	-	(814)	(814)
Total	-	-	-	(814)	(814)
Balance as at 30 June 2026	**74,653**	**-**	**2,706**	**(77,546)**	**(187)**
Balance as at 1 January 2025	72,612	1,013	-	(71,625)	2,000
Loss for the period, representing total comprehensive loss for the period	-	-	-	(813)	(813)
Total	-	-	-	(813)	(813)
Balance as at 30 June 2025	**72,612**	**1,013**	**-**	**(72,438)**	**1,187**

E. SELECTED NOTES TO THE FINANCIAL STATEMENTS

1. Corporate information

Embracing Future Holdings Limited (the "**Company**") is a limited liability company incorporated and domiciled in Singapore. The Company is listed on the Catalist of SGX-ST.

The condensed interim financial statements for HY FY2026 comprise the Company and its subsidiaries (collectively, the "**Group**").

The principal activities of the Group and the Company are those relating to:

(a) technology development, technology transfer, marketing, sale and distribution of biomedical technology, life and medicine science related products and services;
(b) integrated marketing services provider in the gaming industry (E-Sports);
(c) Multi-Channel Networking (MCN) and live-streaming; and
(d) investment holdings.

2. Basis of preparation

The condensed interim financial statements for HY FY2026 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("**SFRS(I)**") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last audited financial statements for the year ended 31 December 2025 ("**FY2025**").

The condensed interim financial statements are presented in Singapore Dollars which is the Company's functional currency. All financial information presented in Singapore Dollars have been rounded to the nearest thousand, unless otherwise stated.

<u>Going concern assumption</u>

During the financial period ended 30 June 2026, the Group reported a net income of S$0.29 million and net operating cash inflow of S$2,000. Although the Group's financial position has slightly improved compared to prior periods, the assessment of the Group's ability to continue as a going concern remains dependent on its future operating performance, cash flow generation, and management's plans to meet its financial obligations as they fall due. The Group expects to collect its trade and other receivables in the ordinary course of business, thereby improving its operating cash flows. Nevertheless, management considers it appropriate to prepare the financial statements of the Group and the Company on a going concern basis, taking into consideration the following:

1. The Group management has prepared a consolidated cash flow forecast for the 18-months period from 1 January 2026 to 30 June 2027 ("Cash Flow Forecast") and it showed that the Group will be able to generate sufficient cash flows in the next 18 months from 31 December 2025 to meet their financial obligations as and when they fall due, by taking into consideration the following assumptions:
    - The Group's operating and financing activities are expected to generate positive cash flows for the Group and the Company in the next 18 months from 31 December 2025, which includes the remaining available balance of S$1.9 million under the loan facility provided by the Company's shareholder and director, Mr. Zhu Hua;
    - The Group's business in the E-Sports segment is expected to positively contribute to the Group's revenue and operating cash flows during the next 18 months from 31 December 2025;

2. Basis of preparation

- The Group had performed a reset on its existing cancer, infectious diseases and laboratory services segments, considering the challenges and low customer demands for the Group's goods and services in these business segments. The Group is reshaping its strategic focus and direction to serve other new markets, in particularly MCN, E-Sports and Live-streaming; and
- Further to the Group's resetting strategy, the Group is also considering streamlining its current operations by consolidating its business units and/or business segments to improve cost-efficiency, which includes implementing cost cutting measures to optimise administrative and operating costs.

2. To provide additional and recurrent revenue streams for the Group, with the approval of shareholders in the Extraordinary General Meeting held on 17 June 2025, the Group has diversified its business to include Green Energy and AI Agent segments. This will allow the Group to reduce its reliance on the Group's existing business in cancer, infectious disease and laboratory services. In FY2025, the Group has incorporated Embracing Future E-Sports (HK) Limited, a wholly owned subsidiary based in Hong Kong, to support its business in the E-Sports segment. The Group continues to evaluate the business opportunities of the Green Energy and AI Agent segments and will provide further updates as developments materialise.

3. The management are actively evaluating and reviewing various corporate strategies, including fund raising, strategic acquisitions of suitable businesses as well as restructuring the Group's existing businesses or assets with a view towards enhancing and solidifying the earnings base of the Group. The Group will look for alternative sources of funding such as equity or debt fundraising through a placement of securities of the Company to investors or other fundraising opportunities to raise the requisite funding for the Group's working capital requirements.

After considering the abovementioned measures and mitigating actions, management is confident that the Group will be able to generate sufficient cash flows and have the necessary funds to meet the operating requirements of the Group's operations and to settle its liabilities as and when they fall due for at least another 12 months from the date of these financial statements are authorised for issuance and that the use of the going concern assumption in the preparation of the consolidated financial statements of the Group for HY FY2026 is appropriate.

These financial statements did not include any adjustments that may result in the event that the Group and the Company are unable to continue as going concerns. In the event that the Group and the Company are unable to continue as going concerns, adjustments may have to be made to reflect the situation that assets may need to be realised other than in the amounts at which they are currently recorded in the statements of financial position. In addition, the Group and the Company may have to provide for further liabilities that might arise and to reclassify non-current assets and liabilities as current assets and current liabilities.

<u>2.1 New and amended standards adopted by the Group</u>

The Group has applied the same accounting policies and methods of computation in the preparation of the condensed interim financial statements for HY FY2026 as compared to those applied in the audited financial statements for FY2025 except for the adoption of new or revised SFRS(I) and Interpretations of Singapore Financial Reporting Standards ("**SFRS(I) INT**") that are mandatory for financial years beginning on or after 1 January 2026. The Group has adopted all applicable SFRS(I) and SFRS(I) INT that are mandatory for financial years beginning on or after 1 January 2026. The adoption of these SFRS(I) and SFRS(I) INT has no significant impact on the Group's consolidated financial statements.

2. Basis of preparation

2.2 Use of judgements and estimates

The preparation of the Group's consolidated financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

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 audited financial statements for FY2025.

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.

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is as follows:

- Identification of a cash-generating unit ("**CGU**") - Management identified the Group's MCN business and E-sports business as the two CGUs in the Group, having considered the products and services being offered and the inter-dependency of the cash flows generated within each CGU. This assessment reflects the Group's strategic shift following the ongoing liquidation of the laboratory services business and the inactive status of the cancer business.

The key assumptions concerning the future and other key sources of estimation uncertainty at the end of the reporting period are discussed below. The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

- Impairment assessment on goodwill

  For the purpose of impairment testing, goodwill is allocated to each of the Group's CGUs expected to benefit from the synergies of the combination. CGUs to which goodwill has been allocated are tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the CGU is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit. An impairment loss recognised for goodwill is not reversed in a subsequent period.

2. Basis of preparation

- Expected credit losses ("**ECLs**")

  The Group uses a provision matrix to calculate ECLs for trade receivables. The provision rates are based on days past due for groupings of various customer segments that have similar loss patterns. The provision matrix is initially based on the Group's historical observed default rates. The Group will calibrate the matrix to adjust historical credit loss experience with forward-looking information. At every reporting date, historical default rates are updated and changes in the forward-looking estimates are analysed. The assessment of the correlation between historical observed default rates, forecast economic conditions and ECLs is a significant estimate. The amount of ECLs is sensitive to changes in circumstances and of forecast economic conditions. The Group's historical credit loss experience and forecast of economic conditions may also not be representative of customer's actual default in the future. As at 30 June 2026, the carrying amount of the Group's trade receivables was approximately S$0.33 million (31 December 2025: S$0.66 million).

  In determining the loss allowance for amount due from subsidiaries, when measuring ECL, loss given default constitutes a key input in measuring ECL. Loss given default is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive. As at 30 June 2026, the carrying amount of the Company's receivables due from subsidiaries was approximately S$2.84 million (31 December 2025: S$2.91 million).

- Impairment on non-financial assets

  An assessment is made for the reporting period whether there is any indication that the non-financial assets may be impaired. If any such indication exists, an estimate is made of the recoverable amount of the assets. The recoverable amounts of cash-generating units if applicable is measured based on the fair value less costs of disposal or value in use calculations. It is reasonably possible, based on existing knowledge, that outcomes within the next reporting period that are different from assumptions could require a material adjustment to the carrying amount of the balances affected.

- Impairment assessment of investment in subsidiaries

  Management has carried out a review and determined that there are indicators of impairment of the Company's investments in subsidiaries. The recoverable amount of the investments as at 31 December 2025 has been estimated based on fair value less cost of disposal of the relevant CGU's assets with adjustments to arrive at equity value of the investments. As at 30 June 2026, the carrying amount of the Company's investments in subsidiaries was S$0.10 million (31 December 2025: S$0.10 million).

3. Seasonal operations

The Group's businesses were not affected significantly by seasonal or cyclical factors during HY FY2026.

4. Revenue

The Group derives its revenue from the transfer of goods and services over time and at a point in time in the following major revenue streams. This is consistent with the revenue information that is disclosed for each reportable segment under SFRS(I) 8.

Disaggregation of revenue

	Group	
	HY FY2026	**HY FY2025**
	S$'000	S$'000
Sale of services related to E-Sports	1,661	1,752
Sale of services related to advertising	1,644	-
Sale of devices and consumables	6	-
Sale of extended warranty services	-	-
	3,311	1,752
Timing of transfer of goods or services		
At point in time	1,667	1,752
Over time	1,644	-
	3,311	1,752

5. Other income

	Group	
	HY FY2026	**HY FY2025**
	S$'000	S$'000
Government grants	4	5

6. Employee benefits expense

	Group	
	HY FY2026	**HY FY2025**
	S$'000	S$'000
Directors' remuneration	64	60
Salaries and bonuses	635	615
Employer's contribution to defined contribution plans	15	17
	714	692

7. Finance costs

	Group	
	HY FY2026	**HY FY2025**
	S$'000	S$'000
Interest expense on borrowings	-	5
Interest expense on lease liabilities	11	1
	11	6

8. Profit/(Loss) before tax

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

	Group	
	HY FY2026	**HY FY2025**
	S$'000	S$'000
Depreciation of plant and equipment	1	-
Depreciation of right-of-use assets	86	42
Amortisation of intangible assets	76	-
Writeback for unconsumed leave	-	(1)
Insurance	9	18
Travelling expenses	2	1
Professional fees (cash-settled)	208	266
Repairs and maintenance	12	4
Subscriptions	6	7
Staff training	1	-
Utilities	2	15

9. Income tax credit/(expense)

	Group	
	HY FY2026	**HY FY2025**
	S$'000	S$'000
Current income tax	(12)	(11)
Deferred income tax		
- Origination and reversal of temporary differences	19	-
Income tax credit/(expense) recognised in profit or loss	7	(11)

10. Profit/(Loss) per share

Basic profit/(loss) per share is calculated by dividing profit/(loss) for the period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period.

Diluted profit/(loss) per share is calculated by dividing profit/(loss) for the period, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

	Group	
	HY FY2026	**HY FY2025**
Profit/(loss) for the period, net of tax, attributable to owners of the Company used in the computations of basic and diluted profit/(loss) per share (S$'000)	288	(625)
Weighted average number of shares for (basic and diluted) profit/(loss) per share computation ('000)	1,733,442	1,690,759
Basic profit/(loss) per share (cents)	0.02	(0.04)
Diluted profit/(loss) per share (cents)	0.02	(0.04)

11. Plant and equipment

During HY FY2026, the Group acquired plant and equipment amounting to S$2,550 (HY FY2025: Nil).

Impairment assessment of plant and equipment

The Group has carried out impairment assessment for plant and equipment by estimating the recoverable amounts of the respective CGUs of the Group as disclosed in Note 2.2 under Section E - Selected notes to the financial statements of this announcement. Included in the CGUs are plant and equipment and right-of-use assets. Based on the impairment assessment, no impairment charge was required as at 30 June 2026.

12. Right-of-use assets

The Group has lease contracts for office and warehouse premises, office and laboratory equipment used in its operations. Leases of warehouse premise generally have lease term of 1 year or less, while office premise generally have lease terms of 2 to 3 years. The Group's obligations under its leases are secured by the lessor's title to the leased assets. Generally, the Group is restricted from assigning and subleasing the leased assets. The lease agreements for warehouse have renewal options of 6 months.

There were additions of right-of-use assets of S$445,465 during HY FY2026 (HY FY2025: S$14,370).

Impairment assessment of right-of-use assets

The Group has carried out impairment assessment for right-of-use assets by estimating the recoverable amounts of the respective CGUs of the Group as disclosed in Note 2.2 under Section E - Selected notes to the financial statements of this announcement. Included in the CGUs are plant and equipment, intangible assets and right-of-use assets. Based on the impairment assessment, no impairment charge was required as at 30 June 2026.

13. Intangible assets

Group	Customer relationships S$'000	Customer contracts S$'000	Patent rights S$'000	Trademark S$'000	Total S$'000
Cost:					
At 31 December 2025 and 30 June 2026	1,268	173	913	92	2,446
Accumulated amortisation and impairment:					
At 31 December 2025	78	101	913	92	1,184
Amortisation	43	33	-	-	76
At 30 June 2026	121	134	913	92	1,260
Carrying amount:					
At 31 December 2025	1,190	72	-	-	1,262
At 30 June 2026	1,147	39	-	-	1,186

Company	Patent rights S$'000	Trademark S$'000	Total S$'000
Cost:			
At 31 December 2025 and 30 June 2026	913	92	1,005
Accumulated amortisation and impairment:			
At 31 December 2025 and 30 June 2026	913	92	1,005
Carrying amount:			
At 31 December 2025 and 30 June 2026	-	-	-

Impairment assessment of intangible assets

The Group has carried out impairment assessment for intangible assets by estimating the recoverable amounts of the respective CGUs of the Group as disclosed in Note 2.2 under Section E - Selected notes to the financial statements of this announcement. Included in the CGUs are plant and equipment, intangible assets and right-of-use assets. Based on the impairment assessment, no impairment charge or reversal of impairment was required as at 30 June 2026.

14. Other receivables

	Group		Company	
	As at 30/6/26 S$'000	As at 31/12/25 S$'000	As at 30/6/26 S$'000	As at 31/12/25 S$'000
Deposits	213	60	67	50
Accrued income	463	-	-	-
Advance billing from suppliers	-	9	-	7
Goods and Service Tax receivable	11	7	11	7
Amount due from subsidiaries	-	-	2,842	2,906
	687	76	2,920	2,970

15. Loan due to shareholder

The Group's loan due to a shareholder comprised of S$2,136,000 which is non-trade in nature, unsecured, interest-free, repayable by three equal payment tranches on 2 October 2028, 2 October 2029 and 2 October 2030 respectively, and denominated in Singapore Dollar. The remaining balance of S$260,000 is non-trade in nature, unsecured, interest-free, repayable on demand, and denominated in Singapore Dollar.

16. Deferred tax liabilities

Deferred tax liability of the Group arose from fair value adjustment on acquisition of a subsidiary which has a net carrying amount of S$297,000 (2025: S$315,000).

17. Share capital

	Number of shares	Share capital S$'000
Issued and fully paid ordinary shares:		
As at 31 December 2025 and 30 June 2026	1,733,441,815	74,653

As at 30 June 2026 and 30 June 2025, the Company does not have any outstanding convertibles, treasury shares and subsidiary holdings.

18. Performance share reserve

Performance share reserve represents the equity-settled performance shares granted to employee pursuant to the Plan, and equity-settled shares granted to third party individuals as consideration in lieu of fees for their services rendered and in part as performance-based incentives for future performance of such service. Share-based payment expense is recorded over the requisite service period, which is the vesting period.

As at 30 June 2026, the Company had up to 52,037,849 Performance Shares to be issued to an employee of the Company, which was vested on 31 December 2025. The outstanding 52,037,849 Performance Shares represent approximately 3.00% of the total number of issued Shares (excluding treasury shares) as at 30 June 2026.

The shares were granted at the fair value of S$0.052 per share, which was based on the market price of the shares on the grant date, amounting to S$2,705,968.

19. Net asset value per share

	Group		Company	
	As at 30/6/26	**As at 31/12/25**	**As at 30/6/26**	**As at 31/12/25**
Net asset value (S$'000)	1,819	1,512	(187)	627
Number of Shares ('000)	1,733,442	1,733,442	1,733,442	1,733,442
Net asset value per share (cents)	0.10	0.09	(0.01)	0.04

20. Related party transactions

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

	Group		Company	
	HY FY2026	**HY FY2025**	**HY FY2026**	**HY FY2025**
	S$'000	S$'000	S$'000	S$'000
Loan disbursement from director and shareholder of the Company	-	1,230	-	1,230

21. Segment information

For management purposes and resource allocation, the Group is organised into business operating units based on reports reviewed by the management team that are used to make strategic decisions.

(a) ***Cancer***

The cancer segment involves the identifying and assessing potential collaboration partners, technology, products and services, product development, innovation and improvement and the management of global distributorship network and direct customers in the cancer field.

(b) ***Corporate segment***

The corporate segment involves the corporate functions in supporting the operations of the entire Group.

(c) ***E-Sports***

The E-Sports segment will involve identifying and assessing potential collaboration partners, technology, digital platforms, products, and services related to E-Sports. It will also include business development, innovation, and improvement, as well as the management of global partnerships, tournament organization, talent development, and community engagement in the E-Sports industry.

(d) ***Advertising***

The advertising segment involves advertising arbitrage activities conducted through Sedo domain. The business model involves acquiring paid traffic and directing users to Sedo-parked domains, where Google-served advertisements are displayed.

The Group's principal place of business is in Singapore, with its non-current assets located in Singapore.

Segment profit/(loss) represents the profit/(loss) earned by each segment without allocation of other gains and losses, distribution and selling expenses, administrative expenses, finance income and finance cost. This is the measure reported to the chief operating decision makers for the purposes of resource allocation and performance assessment.

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Segment revenue and results

The following is an analysis of the Group's revenue and results by reportable segment:

HY FY2026	**E-Sports** S$'000	**Advertising** S$'000	**Cancer** S$'000	**Corporate segment** S$'000	**Total** S$'000
Revenue:					
External customers	1,661	1,644	6	-	3,311
Inter-segment	-	-	-	-	-
Total revenue	1,661	1,644	6	-	3,311
Segment results:					
Other income	-	-	-	4	4
Employee benefits expense	(296)	-	-	(418)	(714)
Depreciation expense	-	-	-	(87)	(87)
Other expenses	(43)	(7)	-	(305)	(355)
Finance costs	-	-	-	(11)	(11)
Segment profit/(loss) before tax	235	936	-	(890)	281
Income tax (expense)/credit	(12)	-	-	19	7
Segment profit/(loss) after tax	223	936	-	(871)	288
Assets:					
Additions to non-current assets	2	-	-	-	2

HY FY2025	**E-Sports** S$'000	**Cancer** S$'000	**Corporate segment** S$'000	**Total** S$'000
Revenue:				
External customers	1,752	-	-	1,752
Inter-segment	-	-	-	-
Total revenue	1,752	-	-	1,752
Segment results:				
Other income	2	-	3	5
Employee benefits expense	(250)	-	(442)	(692)
Depreciation expense	-	-	(42)	(42)
Other expenses	(44)	-	(326)	(370)
Finance costs	-	-	(6)	(6)
Segment profit/(loss) before tax	201	-	(815)	(614)
Income tax expense	(11)	-	-	(11)
Segment profit/(loss) after tax	190	-	(815)	(625)
Assets:				
Additions to non-current assets	-	-	-	-

Geographical information

Revenue information based on the geographical location of customers are as follows:

	E-Sports		Cancer		Advertising	
	HY FY2026	**HY FY2025**	**HY FY2026**	**HY FY2025**	**HY FY2026**	**HY FY2025**
	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Segment revenue						
Singapore	-	-	6	-	-	-
China	1,661	1,752	-	-	-	-
Hong Kong	-	-	-	-	1,644	-
	1,661	1,752	6	-	1,644	-

Information about major customers

Revenue from two (HY FY2025: two) major customers amounted to approximately S$1.52 million in HY FY2026 (HY FY2025: S$1.39 million), arising from the E-Sports and advertising segments (HY FY2025: E-Sports segment).

F. OTHER INFORMATION REQUIRED UNDER THE CATALIST RULES

PART I - INFORMATION REQUIRED FOR HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

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

Please refer to Section A – Interim consolidated statements of profit or loss and other comprehensive income of this announcement.

1(a)(ii) Notes to statement of comprehensive income

Please refer to Notes 4 to 9 under Section E - Selected notes to the financial statements of this announcement.

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

Please refer to Section B – Interim statements of financial position of this announcement.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Please refer to Note 15 under Section E – Selected notes to the financial statements of this announcement.

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

Please refer to Section C - Interim consolidated statements of cash flows of this announcement.

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

Please refer to Section D – Interim statements of changes in equity of this announcement.

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.

Please refer to Note 17 under Section E - Selected notes to the financial statements of this announcement.

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

Please refer to Note 17 under Section E - Selected notes to the financial statements of this announcement.

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.

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.

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 auditors of the Company.

3 Where the figures have been audited or reviewed, the auditors' report (including any modifications 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 a material uncertainty relating to going concern.

Not applicable. The latest audited financial statements of the Company and the Group for the financial year ended 31 December 2025 were not subject to an adverse opinion, qualified opinion or disclaimer of opinion issued by the Company's auditors.

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

Please refer to Note 2.1 under Section E - Selected notes to the financial statements of this announcement.

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

Please refer to Note 2.1 under Section E - Selected notes to the financial statements of this announcement.

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

Please refer to Note 10 under Section E - Selected notes to the financial statements of this announcement.

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.

Please refer to Note 19 under Section E - Selected notes to the financial statements of this announcement.

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

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

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

REVIEW OF THE GROUP'S PERFORMANCE

Revenue

Revenue increased by S$1.56 million, from S$1.75 million in HY FY2025 to S$3.31 million in HY FY2026. This growth was primarily due to new stream of revenue generated from sales of services related to advertising in HY FY2026.

Other income

Other income decreased by S$1,000 or 20%, from S$5,000 in HY FY2025 to S$4,000 in HY FY2026, due to the decrease in government grant.

Changes in inventories

We observed no movement in the closing balance of our inventories in HY FY2026 and HY FY2025.

Purchases

Our purchases rose by S$0.53 million or 42%, from S$1.26 million in HY FY2025 to S$1.79 million in HY FY2026. This increase aligns with the rise in new stream of revenue associated with the services rendered by the advertising segment.

Employee benefits expense

Employee benefits expense increased by S$0.02 million or 3.2%, from S$0.69 million in HY FY2025 to S$0.71 million in HY FY2026, mainly due to an increase in staff headcount from the E-Sports business segment.

Depreciation expense

Depreciation expense increased by S$45,000 or 107.1%, from S$42,000 in HY FY2025 to S$87,000 in HY FY2026, mainly arising from addition of right-of-use assets in HY FY2026.

Amortisation expense

Amortisation expense increased by S$0.08 million in HY FY2026, from S$Nil in HY FY2025, primarily due to the amortisation of customer contracts and customer relationships in HY FY2026.

Other expenses

Other expenses decreased by S$0.01 million or 3.8%, from S$0.37 million in HY FY2025 to S$0.36 million in HY FY2026, mainly due to lower professional fees in HY FY2026.

Finance costs

Finance costs increased by S$5,000 or 83.3%, from S$6,000 in HY FY2025 to S$11,000 in HY FY2026, mainly due to interest expense on lease liabilities.

Profit or loss for the period

As a result of the foregoing, profit for the period turned around by S$0.91 million or 146.1%, from a net loss of S$0.63 million in HY FY2025 to a net profit of S$0.29 million in HY FY2026.

REVIEW OF THE GROUP'S FINANCIAL POSITION

Non-current assets

The Group's non-current assets increased by 7.5% or S$0.28 million, from S$3.78 million as at 31 December 2025 to S$4.06 million as at 30 June 2026. The increase was primarily attributable to addition of right-of-use assets during the period.

Current assets

The Group's current assets increased by 17.9% or S$0.23 million, from S$1.30 million as at 31 December 2025 to S$1.53 million as at 30 June 2026. This was due mainly to an increase in other receivables by S$0.61 million from the accrued income in advertising segment and prepayments of S$0.01 million; partially offset by a decrease in trade receivables of S$0.33 million and cash and cash equivalents of S$0.06 million.

Current liabilities

The Group's current liabilities decreased by 0.7% or S$0.01 million, from S$1.11 million as at 31 December 2025 to S$1.10 million as at 30 June 2026. This was mainly due to a decrease in trade payables of S$0.18 million and income tax payable of S$0.01 million; partially offset by an increase in other payables of S$0.06 million and lease liabilities of S$0.13 million.

Non-current liabilities

The Group's non-current liabilities increased by S$0.22 million, from S$2.45 million as at 31 December 2025 to S$2.67 million as at 30 June 2026. This was due mainly to an increase in lease liability of S$0.24 million; partially offset by a decrease in deferred tax liabilities of S$0.02 million.

REVIEW OF THE GROUP'S CASH FLOW STATEMENT

Operating cash inflow before movements in working capital amounted to S$0.46 million in HY FY2026. Net cash used in working capital amounted to S$0.41 million due mainly to (i) an increase in other receivables of S$0.61 million and (ii) a decrease in trade payables of S$0.18 million, partially offset by an increase in other payables of S$0.06 million.

Net cash used in financing activities in HY FY2026 amounted to S$0.08 million. This was due to payment of the principal portions of lease liabilities in HY FY2026.

As a result of the above, there was a decrease in cash and cash equivalents of S$0.08 million before exchange rate effects. After accounting for the favourable effect of exchange rate changes of S$0.02 million, there was a net decrease in cash and cash equivalents of S$0.06 million, from S$0.55 million as at 31 December 2025 to S$0.49 million as at 30 June 2026.

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

Not applicable. No forecast or prospect statement has been previously disclosed to shareholders.

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 global E-sports market continues to experience robust growth, projected to reach approximately USD 5.1 billion in 2026, with an expected annual growth rate of 4.83% from 2026 to 2030[1]. The E-sports audience is also expanding significantly, forecasted to exceed 640 million viewers in 2026, driven by the increasing popularity of online streaming platforms, sponsorships, and advancements in competitive gaming[2]. The Company's expansion into E-sports aligns with these growth trends, enabling it to tap into the rising demand for professional gaming and live-streaming content.

Similarly, the Multi-Channel Network (MCN) industry is expected to grow from USD 6.43 billion in 2025 to USD 10.13 billion in 2030, with a compound annual growth rate (CAGR) of 9.2%[3]. The increasing demand for digital content consumption, coupled with AI-driven content optimization and audience targeting, is driving this growth. The Group's strategic entry into the MCN space is well-positioned to leverage these industry developments by supporting content creators and enhancing monetisation opportunities.

Concurrently, the global digital advertising market continues to expand[4]. While the Group's advertising segment continues to contribute positively to both revenue and profitability, long-term sustainability remains dependent on external factors, including third-party platform availability, algorithm modifications, and evolving data privacy regulations.

The Group will continue to focus on strengthening its E-Sports and related digital services businesses while maintaining prudent cost management and financial discipline. While the E-Sports segment has shown encouraging revenue growth in FY2025, the Group remains mindful of the evolving market conditions and competitive landscape. The Group will continue

[1] Statista, "Global eSports Market Revenue," https://www.statista.com/outlook/amo/esports/worldwide
[2] DemandSage, "eSports Viewership Statistics 2026," https://www.demandsage.com/esports-statistics
[3] The Business Research Company, "Multi-Channel Network Market Report," https://www.thebusinessresearchcompany.com/report/multichannel-marketing-hubs-global-market-report
[4] Grand View Research, "Digital Advertising Market Size & Share Report," https://www.grandviewresearch.com/industry-analysis/digital-advertising-market-report

to evaluate potential strategic collaborations, acquisitions and fund-raising opportunities to enhance its revenue base and improve operational efficiency. Nevertheless, the Board remains cautious and will closely monitor market developments, cost structures and cash flow position to ensure sustainability of operations. Barring any unforeseen circumstances and subject to prevailing market conditions, the Group will continue its efforts to improve its financial performance in FY2026.

11 Dividend

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

Nil

(b) (i) Amount per share

Nil

(ii) Previous corresponding period

Nil

(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. (If the dividend is not taxable in the hands of shareholders, this must be shared).

Not applicable.

(d) Date the dividend is payable

Not applicable.

(e) Date on which Registrable Transfers received by the Company (up to 5pm) 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 the reason(s) for the decision.

No dividend has been declared or recommended in view of the Group's operational and financial cash needs.

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

The Group does not have general mandate from shareholders for interested person transactions.

During the Extraordinary General Meeting held on 17 June 2025, shareholders approved the proposed subscription of new ordinary shares in the share capital of Embracing Future MCN Technology Pte. Ltd. ("**EFMCN**") up to 204,080 subscription shares at the subscription price of S$1.00 per subscription share to the Company and Mr. Zhu Hua, and the allotment and issuance of subscription shares as an interested person transaction.

Save for the abovementioned, there were no interested person transactions (excluding transactions less than S$100,000 and transactions conducted under the IPT Mandate pursuant to Rule 920 of the Catalist Rules) and interested person transactions conducted under the IPT Mandate pursuant to Rule 920 (excluding transactions less than S$100,000) during HY FY2026.

14 Negative confirmation by the board pursuant to Rule 705(5)

To the best of the knowledge of the board of directors of the Company ("**Board**"), nothing has come to the attention of the Board which may render the unaudited financial results for HY FY2026 of the Group and the Company to be false or misleading in any material aspect.

15 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 the undertakings from all of its directors and executive officers as required under Rule 720(1) of Catalist Rules.

16 Disclosure pursuant to Rule 706A of the Catalist Rules

In FY2025, the Company incorporated two new subsidiaries, namely Embracing Future E-Sports (HK) Limited ("**EFESHK**") and Embracing Future MCN Technology (HK) Limited. ("**EFMCNHK**") on 25 August 2025 and 31 December 2025 respectively.

EFESHK is wholly owned by Embracing Future E-Sports Pte Ltd, a subsidiary of the Company and is incorporated in Hong Kong. The principal activities of EFESHK is engaging in E-sports related businesses including organising and hosting tournaments to managing professional teams, creating content, and developing related technologies. The issue and paid-up share capital is HK$10,000 (S$1,642 equivalent).

EFMCNHK is wholly owned by Embracing Future MCN Technology Pte Ltd, a subsidiary of the Company and is incorporated in Hong Kong. The principal activities of EFMCNHK is engaging in advertising, marketing, and market research activities, including multi-channel network (MCN) operations, livestreaming content creation, influencer marketing, e-commerce promotion and facilitation, digital media production, brand management, and development of related technologies and platforms. The issued and paid-up share capital is HK$10,000 (S$1,650 equivalent).

Save for the above, the Group does not have any acquisitions (including incorporations) and realisations of shares in subsidiaries and/or associated companies since the previous reporting period, up to 30 June 2026.

ON BEHALF OF THE BOARD

Zhu Hua
Executive Director and Chairman

12 August 2026