
DIVIDEND GUIDANCE

The Board of Directors (the “**Board**”) of CSE Global Ltd (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the Company has adopted a dividend guidance that aims to provide shareholders of the Company (“**Shareholders**”) with a target annual dividend payout of minimum 50% of the Group’s consolidated net profit attributable to equity holders of the Company in respect of future financial years ending 31 December.

The dividend guidance provides guidelines for distribution of profits to Shareholders, whilst balancing the Group’s financial health, working capital requirements, capital expenditure, and growth prospects.

Rationale and Merits of the Dividend Guidance

- Balanced Shareholder Returns and Reinvestment:** The decision to pay out a minimum 50% of the Group’s consolidated net profit attributable to equity holders of the Company as dividends, represents a balanced approach between providing immediate returns to Shareholders whilst retaining sufficient earnings to fund future growth.
- Predictability and Stability:** A defined minimum 50% dividend payout ratio helps in setting clear expectations for Shareholders, in particular, income-focused investors, which can enhance investor confidence. This stability is attractive, especially in uncertain or volatile market conditions.
- Attracting Long-term Investors:** Dividends can attract investors looking for stable returns. This may appeal to investors who rely on dividends for income, such as pension funds. Long-term investors are likely to appreciate this commitment to delivering steady returns.
- Flexibility and Capital Retention:** Retaining up to 50% of the Group’s consolidated net profit attributable to equity holders provides the Group with flexibility in managing future cash flows and funding potential investment opportunities, such as acquisition, expansion plans, or capital expenditures.

Shareholders should note that such declaration and payment of dividends shall be determined at the sole discretion of the Board. In proposing any dividend payout, the Board shall take into account, amongst others, the level of the Group’s cash and retained earnings, its financial performance, working capital requirements and general financing conditions, and the economic and business conditions of the Group’s operations. Any recommendation for final dividends to be paid will be tabled for Shareholders’ approval at the Company’s annual general meetings.



The Board endeavours to maintain a balance between meeting Shareholders' expectations and prudent capital management with a sustainable dividend guidance. The Board will continually review the dividend guidance and reserves the right in its sole and absolute discretion to update, amend, modify and/or cancel the dividend guidance at any time. Dividends declared are subject to the applicable law(s) and the Company's Constitution.

Investors should note that the foregoing statements are statements of the Board's present intention and do not constitute a legally binding obligation of the Company in respect of its future dividends; they are subject to modification, including reduction or non-declaration of dividends. Dividends declared are subject to the applicable law(s) and the Company's Constitution as well as the availability of the Company's earnings, the Group's financial position, capital expenditure requirements, future expansion and investment plans and other relevant factors as may be determined by the Board. Investors should not infer the foregoing statements as to actual future profitability or ability to pay dividends. The actual distribution of a dividend will be subject to a specific decision of the Board, taking into account such factors as the Board may deem appropriate.

BY ORDER OF THE BOARD
CSE GLOBAL LTD

Tan Teck Koon
Chairman
2 April 2025