



CORPORATION LIMITED

(Incorporated in the Republic of Singapore with Unique Entity No: 200001941G)

SGX Stock Code: **595**

Website: www.gke.com.sg

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS AND FULL YEAR ENDED 31 MAY 2024

This announcement has been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "Exchange") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

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A. Condensed interim consolidated income statement

	Note	The Group					
		2nd Half Year Ended			Full Year		
		31 May 2024 S\$'000	31 May 2023 S\$'000	Change %	31 May 2024 S\$'000	31 May 2023 S\$'000	Change %
Revenue	5	55,032	54,555	0.9	110,555	108,930	1.5
Cost of sales		(39,059)	(38,546)	1.3	(78,103)	(77,321)	1.0
Gross profit		15,973	16,009	(0.2)	32,452	31,609	2.7
Other income	6.1	1,263	1,483	(14.8)	1,828	2,025	(9.7)
Expenses							
- Marketing and distribution costs		(344)	(189)	82.0	(532)	(426)	24.9
- Administrative expenses		(12,104)	(10,956)	10.5	(24,120)	(23,035)	4.7
- Finance costs		(1,283)	(1,349)	(4.9)	(2,709)	(2,846)	(4.8)
- Other expenses		(65)	(68)	(4.4)	(204)	(579)	(64.8)
Share of results of associates		26	71	(63.4)	45	134	(66.4)
Profit before tax	6.1	3,466	5,001	(30.7)	6,760	6,882	(1.8)
Tax expense	7	(1,060)	(2,090)	(49.3)	(2,457)	(2,973)	(17.4)
Profit for the period		2,406	2,911	(17.3)	4,303	3,909	10.1
Profit attributable to:							
Owners of the Company		2,406	2,911	(17.3)	4,303	3,909	10.1
		2,406	2,911	(17.3)	4,303	3,909	10.1
Earnings per share (cents per share)							
attributable to owner of the Company							
- Basic	9	0.31	0.38	(18.4)	0.56	0.50	12.0
- Diluted	9	0.31	0.38	(18.4)	0.55	0.50	10.0

B. Condensed interim consolidated statement of comprehensive income

	Group					
	2nd Half Year Ended			Full year		
	31 May 2024	31 May 2023	Change	31 May 2024	31 May 2023	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Profit for the period	2,406	2,911	(17.3)	4,303	3,909	10.1
Other comprehensive income, net of tax:						
Foreign currency translation	(42)	(131)	(67.9)	(366)	(1,428)	(74.4)
Net change in fair value of cash flow hedges	(102)	(350)	(70.9)	(334)	361	N.M.
Other comprehensive income, net of tax	(144)	(481)	(70.1)	(700)	(1,067)	(34.4)
Total comprehensive income for the period	2,262	2,430	(6.9)	3,603	2,842	26.8
Profit attributable to:						
Owners of the Company	2,262	2,430	(6.9)	3,603	2,842	26.8
Total comprehensive income for the period	2,262	2,430	(6.9)	3,603	2,842	26.8

N.M. denotes not meaningful.

C. Condensed interim balance sheet

	Note	Group		Company	
		31 May 2024	31 May 2023	31 May 2024	31 May 2023
		S\$'000	S\$'000	S\$'000	S\$'000
ASSETS					
Non-current assets					
Property, plant and equipment	11	110,474	123,824	190	259
Intangible assets	12	4,634	5,043	–	–
Investments in subsidiaries		–	–	59,396	56,931
Investments in associates		1,819	1,921	–	–
Financial assets at fair value through profit or loss		125	128	25	25
Deferred tax asset		1,167	491	–	–
Other receivables	4	–	38	–	8,001
Total non-current assets		118,219	131,445	59,611	65,216
Current assets					
Inventories		1,846	1,974	–	–
Trade and other receivables	4	37,308	36,020	5,504	12,529
Prepaid operating expenses		1,172	1,031	88	76
Derivative financial assets		117	424	–	–
Cash and short-term deposits		26,485	29,760	3,700	3,735
Total current assets		66,928	69,209	9,292	16,340
Total assets		185,147	200,654	68,903	81,556
EQUITY AND LIABILITIES					
Equity					
Share capital	14	85,145	85,145	85,145	85,145
Treasury shares		(1,778)	(1,531)	(1,778)	(1,531)
Retained earnings/(accumulated losses)		10,695	8,058	(23,055)	(27,032)
Other reserves		269	751	157	55
Total equity		94,331	92,423	60,469	56,637
Non-current liabilities					
Other liabilities		1,849	2,007	–	–
Borrowings	13	31,653	41,340	194	4,163
Lease liabilities	13	12,804	17,835	–	20
Deferred tax liabilities		3,173	3,255	172	152
Total non-current liabilities		49,479	64,437	366	4,335
Current liabilities					
Trade and other payables	4	15,352	14,451	6,153	17,485
Other liabilities		7,583	7,585	1,126	1,095
Borrowings	13	10,666	13,043	769	1,954
Lease liabilities	13	4,770	5,870	20	38
Tax payable		2,966	2,845	–	12
Total current liabilities		41,337	43,794	8,068	20,584
Total liabilities		90,816	108,231	8,434	24,919
Total equity and liabilities		185,147	200,654	68,903	81,556

D. Condensed interim statements of changes in equity

	Share capital S\$'000	Treasury shares S\$'000	Retained earnings S\$'000	Other reserves S\$'000	Total equity S\$'000
The Group					
Balance as at 1 June 2023	85,145	(1,531)	8,058	751	92,423
Profit for the year	–	–	4,303	–	4,303
<u>Other comprehensive income:</u>					
Net change in fair value of cash flow hedges	–	–	–	(334)	(334)
Foreign currency translation	–	–	–	(366)	(366)
Other comprehensive income for the year, net of tax	–	–	–	(700)	(700)
<u>Contributions by and distributions to owners:</u>					
Dividend paid to ordinary shares	–	–	(1,550)	–	(1,550)
Purchase of treasury shares	–	(247)	–	–	(247)
Share based payments	–	–	–	102	102
Total contributions by and distributions to owners	–	(247)	(1,550)	102	(1,695)
Total transactions with owners in their capacity as owners	–	(247)	(1,550)	102	(1,695)
<u>Others</u>					
Transfer to statutory reserve	–	–	(116)	116	–
Balance as at 31 May 2024	85,145	(1,778)	10,695	269	94,331
Balance as at 1 June 2022	85,145	(1,531)	5,835	1,562	91,011
Profit for the year	–	–	3,909	–	3,909
<u>Other comprehensive income:</u>					
Net change in fair value of cash flow hedges	–	–	–	361	361
Foreign currency translation	–	–	–	(1,428)	(1,428)
Other comprehensive income for the year, net of tax	–	–	–	(1,067)	(1,067)
<u>Contributions by and distributions to owners:</u>					
Dividend paid to ordinary shares	–	–	(1,550)	–	(1,550)
Share based payments	–	–	–	120	120
Total contributions by and distributions to owners	–	–	(1,550)	120	(1,430)
Total transactions with owners in their capacity as owners	–	–	(1,550)	120	(1,430)
<u>Others</u>					
Transfer to statutory reserve	–	–	(136)	136	–
Balance as at 31 May 2023	85,145	(1,531)	8,058	751	92,423

D. Condensed interim statements of changes in equity (cont'd)

	Share capital S\$'000	Treasury shares S\$'000	Accumulated losses S\$'000	Other reserves S\$'000	Total S\$'000
The Company					
Balance as at 1 June 2023	85,145	(1,531)	(27,032)	55	56,637
Profit for the year	–	–	5,527	–	5,527
Total comprehensive income for the year	–	–	5,527	–	5,527
<u>Contributions by and distributions to owners:</u>					
Dividend paid to ordinary shares	–	–	(1,550)	–	(1,550)
Purchase of treasury shares	–	(247)	–	–	(247)
Share based payments	–	–	–	102	102
Total contributions by and distributions to owners	–	(247)	(1,550)	102	(1,695)
Balance as at 31 May 2024	85,145	(1,778)	(23,055)	157	60,469
Balance as at 1 June 2022	85,145	(1,531)	(27,330)	(65)	56,219
Profit for the year	–	–	1,848	–	1,848
Total comprehensive income for the year	–	–	1,848	–	1,848
<u>Contributions by and distributions to owners:</u>					
Dividend paid to ordinary shares	–	–	(1,550)	–	(1,550)
Share based payments	–	–	–	120	120
Total contributions by and distributions to owners	–	–	(1,550)	120	(1,430)
Balance as at 31 May 2023	85,145	(1,531)	(27,032)	55	56,637

E. Condensed interim consolidated statement of cash flows

	Note	The Group			
		2nd Half Year Ended		Full Year	
		31 May	31 May	31 May	31 May
		2024	2023	2024	2023
		S\$'000	S\$'000	S\$'000	S\$'000
Cash flows from operating activities:					
Profit before tax		3,466	5,001	6,760	6,882
<u>Adjustments for:</u>					
Amortisation of intangible assets – customer relationship		100	126	201	379
Amortisation of intangible assets – mining rights		95	209	190	209
Depreciation of property, plant and equipment	11	7,704	7,648	15,361	15,185
Gain on disposal of property, plant and equipment		(11)	–	(23)	(75)
Allowance of expected credit loss		1,521	251	2,760	2,201
Bad debts written off		–	61	–	61
Fair value loss on financial assets		16	14	1	42
Property, plant and equipment written off		153	18	153	18
Interest expense		1,283	1,349	2,709	2,846
Interest income		(113)	(69)	(207)	(93)
Share of results of associates		(26)	(71)	(45)	(134)
Share based payments		52	58	102	120
Reversal of overprovision for withholding tax		–	(365)	–	(365)
Effect of exchange rate changes		(38)	287	(19)	1,048
Operating cash flows before changes in working capital		14,202	14,517	27,943	28,324
Changes in working capital:					
Inventories		400	849	128	(909)
Trade and other receivables		(1,321)	(829)	(4,010)	991
Prepaid operating expenses		210	1,206	(141)	815
Trade and other payables		(168)	688	901	767
Other liabilities		428	(365)	(160)	(2,173)
Cash flows generated from operations		13,751	16,066	24,661	27,815
Interest received		113	69	207	93
Net income tax paid		(1,458)	(1,808)	(3,110)	(2,940)
Net cash flows generated from operating activities		12,406	14,327	21,758	24,968
Cash flows from investing activities:					
Dividend received from an associate		103	128	103	128
Proceeds from disposal of property, plant and equipment		16	1	28	87
Proceeds from disposal of subsidiary		–	3,214	–	3,214
Purchase of property, plant and equipment	11	(825)	(3,691)	(2,366)	(6,307)
Net cash flows used in investing activities		(706)	(348)	(2,235)	(2,878)
Cash flows from financing activities:					
Interest paid		(1,293)	(1,370)	(2,731)	(2,842)
Dividends paid to ordinary shareholders		–	–	(1,550)	(1,550)
Proceeds from loans and borrowings		1,588	1,474	1,886	1,474
Repayment of loans and borrowings		(9,508)	(5,714)	(13,867)	(9,843)
Repayment of principal portion of lease liabilities		(2,651)	(3,069)	(6,212)	(6,413)
Purchase of treasury shares		(247)	–	(247)	–
Net cash flows used in financing activities		(12,111)	(8,679)	(22,721)	(19,174)
Net (decrease)/increase in cash and cash equivalents		(411)	5,300	(3,198)	2,916
Cash and cash equivalents at the beginning of financial period		26,847	24,588	29,760	27,106
Effect of exchange rate changes on cash and cash equivalents		49	(128)	(77)	(262)
Cash and cash equivalents at the end of financial period ⁽¹⁾		26,485	29,760	26,485	29,760

Explanatory notes:

⁽¹⁾ Cash and cash equivalents comprise cash and short-term deposits.

F. Notes to the condensed interim consolidated financial statements**1. Corporate information**

GKE Corporation Limited (the “**Company**”) is a limited liability company incorporated and domiciled in Singapore and is listed on Catalist which is a market on Singapore Exchange Securities Trading Limited.

The register office and principal place of business of the Company is located at 39 Benoi Road #06-01 Singapore 627725.

The principal activities of the Company are those of an investment holding company and the provision of management services. The principal activities of the subsidiaries are mainly as follows:

- Investment holding
- Provision of warehousing & ancillary services and trading business
- Provision of freight forwarding, transportation, warehousing and logistics services
- Provision of port operations and logistics services, stevedoring and freight forwarding services
- Provision of indoor farming solution and growing of crops
- Producing and manufacturing of environmentally friendly lightweight brick building materials and cement products
- Provision of blending and manufacturing of chemical and chemical products.

2. Significant accounting policies**2.1 Basis of preparation**

The condensed interim financial statements for the six months and financial year ended 31 May 2024 have been prepared in accordance with 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 annual financial statements for the year ended 31 May 2023.

The accounting policies 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 2.2.

The condensed interim financial statements are presented in Singapore dollar which is the Company’s functional currency, and all values are rounded to the nearest thousand (S\$’000), except when otherwise indicated.

2.2 New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period. The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards.

2.3 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. 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 May 2023.

2. Significant accounting policies (cont'd)**2.3 Use of judgements and estimates (cont'd)**

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 assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next financial period are: (i) impairment test of goodwill: key assumptions underlying recoverable amounts; and (ii) provision of expected credit loss of trade receivables.

3. Segment information

For management purposes, the Group is organised into business units based on their products and services, and has four reportable segments as follows:

- (a) The investment holding segment is involved in Group level corporate services and investment activities;
- (b) The warehouse and logistics segment provides total integrated and comprehensive warehousing and logistics solutions and services that include general cargo storage, dangerous cargo storage, bonded and license warehousing services, conventional transportation, container trucking, projects logistics, international multi-modal sea and air freight forwarding services, marine logistics and chemical warehousing with ancillary services;
- (c) The infrastructural materials and services segment is primarily involved in the business of manufacturing and supply of environmentally friendly ready-mixed concrete and building materials; and
- (d) The agriculture segment is involved in indoor cultivation of vegetables and development of agriculture technology solutions.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain aspects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Tax expense is managed on a group basis and is not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

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

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Condensed Interim Financial Statements for the Six Months and Full Year Ended 31 May 2024

3. Segment information (cont'd)
3.1 Business segments

	Investment Holding S\$'000	Warehouse and Logistics S\$'000	Infrastructural Materials and Services S\$'000	Agriculture S\$'000	Consolidation adjustments S\$'000	Total S\$'000
31 May 2024						
Revenue						
- External customers	–	89,360	20,089	1,106	–	110,555
- Inter-segment ⁽¹⁾	–	392	–	29	(421)	–
Total revenue	–	89,752	20,089	1,135	(421)	110,555
Results:	(1,734)	26,331	3,576	(56)	(257)	27,860
Depreciation of property, plant and equipment	(124)	(13,173)	(1,407)	(266)	(391)	(15,361)
Amortisation of intangible assets	–	(201)	(190)	–	–	(391)
Allowance for expected credit loss	–	–	(2,760)	–	–	(2,760)
Reversal of allowance for amounts due from subsidiaries	4,197	–	–	–	(4,197)	–
Impairment loss on investment in subsidiary	(235)	–	–	–	235	–
Property, plant and equipment written off	–	(153)	–	–	–	(153)
Fair value loss on financial assets	(1)	–	–	–	–	(1)
Gain on disposal of property, plant and equipment	–	23	–	–	–	23
Share of results of associates	–	–	45	–	–	45
Dividend income	3,800	–	–	–	(3,800)	–
Interest income	366	587	8	–	(754)	207
Finance costs	(712)	(2,407)	(334)	(10)	754	(2,709)
Segment profit/(loss)	5,557	11,007	(1,062)	(332)	(8,410)	6,760
Tax expense						(2,457)
Profit for the year						4,303

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3. Segment information (cont'd)

3.1 Business segments (cont'd)

	Investment Holding S\$'000	Warehouse and Logistics S\$'000	Infrastructural Materials and Services S\$'000	Agriculture S\$'000	Consolidation adjustments S\$'000	Total S\$'000
31 May 2024 (cont'd)						
Assets:						
Investments in associates	–	14	1,805	–	–	1,819
Additions to non-current assets ⁽²⁾	55	1,930	185	287		2,457
Segment assets ⁽³⁾	71,132	135,016	36,931	4,039	(61,971)	185,147
Segment liabilities ⁽³⁾	8,261	67,936	20,041	546	(12,107)	84,677
Unallocated liabilities:						
Tax payable						2,966
Deferred tax liabilities						3,173
Total liabilities						90,816

(1) Inter-segment revenues are eliminated on consolidation.

(2) Consist of additions to property, plant and equipment.

(3) Inter-segment assets and liabilities are eliminated to arrive at the total assets and liabilities reported in the consolidated balance sheet.

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Condensed Interim Financial Statements for the Six Months and Full Year Ended 31 May 2024

3 Segment information (cont'd)
3.1 Business segments (cont'd)

	Investment Holding S\$'000	Warehouse and Logistics S\$'000	Infrastructural Materials and Services S\$'000	Agriculture S\$'000	Consolidation adjustments S\$'000	Total S\$'000
31 May 2023						
Revenue						
- External customers	–	86,268	22,050	612	–	108,930
- Inter-segment ⁽¹⁾	–	353	–	21	(374)	–
Total revenue	–	86,621	22,050	633	(374)	108,930
Results:	(1,222)	26,214	3,743	(22)	(1,192)	27,521
Depreciation of property, plant and equipment	(124)	(13,024)	(1,509)	(137)	(391)	(15,185)
Amortisation of intangible assets	–	(379)	(209)	–	–	(588)
Allowance for expected credit loss	–	(27)	(2,167)	(7)	–	(2,201)
Impairment loss on investment in subsidiary	(226)	–	–	–	226	–
Bad debts written off	(61)	–	–	–	–	(61)
Property, plant and equipment written off	(1)	(2)	(15)	–	–	(18)
Fair value loss on financial assets	(42)	–	–	–	–	(42)
Gain on disposal of property, plant and equipment	–	75	–	–	–	75
Share of results of associates	–	–	134	–	–	134
Dividend income	4,500	–	–	–	(4,500)	–
Interest income	49	620	1	–	(577)	93
Finance costs	(886)	(2,506)	(435)	–	981	(2,846)
Segment profit/(loss)	1,987	10,971	(457)	(166)	(5,453)	6,882
Tax expense						(2,973)
Profit for the year						3,909

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Condensed Interim Financial Statements for the Six Months and Full Year Ended 31 May 2024

3 Segment information (cont'd)

3.1 Business segments (cont'd)

	Investment Holding S\$'000	Warehouse and Logistics S\$'000	Infrastructural Materials and Services S\$'000	Agriculture S\$'000	Consolidation adjustments S\$'000	Total S\$'000
31 May 2023 (cont'd)						
Assets:						
Investments in associates	–	14	1,907	–	–	1,921
Additions to non-current assets ⁽²⁾	132	4,024	2,038	1,297	–	7,491
Segment assets ⁽³⁾	83,751	159,035	39,232	3,353	(84,717)	200,654
Segment liabilities ⁽³⁾	24,755	96,375	20,830	2,326	(42,155)	102,131
Unallocated liabilities:						
Tax payable						2,845
Deferred tax liabilities						3,255
Total liabilities						<u>108,231</u>

(1) Inter-segment revenues are eliminated on consolidation.

(2) Consist of additions to property, plant and equipment.

(3) Inter-segment assets and liabilities are eliminated to arrive at the total assets and liabilities reported in the consolidated balance sheet.

3 Segment information (cont'd)**3.2 Geographical segments**

The Group's business segments operate in two main geographical areas:

1. Singapore - the operations in this area are principally in logistics service, freight forwarding, transportation, warehousing, port operations, stevedoring, indoor farming, toll blending and specialty chemical manufacturing;
2. People's Republic of China - the operations in this area are principally in producing and manufacturing of environmentally friendly lightweight brick, building materials and cement products.

Revenue and non-current assets based on the geographical location of customers and assets respectively are as follows:

	Revenue		Non-current assets*	
	2024 S\$'000	2023 S\$'000	31 May 2024 S\$'000	31 May 2023 S\$'000
Singapore	90,466	86,880	103,899	115,944
People's Republic of China	20,089	22,050	11,209	12,923
	110,555	108,930	115,108	128,867

Revenue from one major customer of S\$14,484,000 (2023: S\$14,509,000) was arising from services provided by the warehouse and logistics segment.

* Non-current assets presented above consist of property, plant and equipment and intangible assets as presented in the condensed interim balance sheets.

4 Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 May 2024 and 31 May 2023:

	Group		Company	
	31 May 2024 S\$'000	31 May 2023 S\$'000	31 May 2024 S\$'000	31 May 2023 S\$'000
<i>Trade and other receivables (current):</i>				
Trade receivables	34,531	33,976	–	–
SGD loans to subsidiaries	–	–	–	346
Amounts due from subsidiaries	–	–	5,497	9,556
Staff advances	19	18	–	–
Refundable deposits	498	511	–	–
Dividend receivable	–	–	–	2,500
Other receivables	2,260	1,515	7	127
	37,308	36,020	5,504	12,529
<i>Other receivables (non-current):</i>				
SGD loan to subsidiaries	–	–	–	8,001
Refundable deposits	–	38	–	–
Total trade and other receivables (current and non-current)	37,308	36,058	5,504	20,530
Add: Cash and short-term deposits	26,485	29,760	3,700	3,735
Total financial assets carried at amortised cost	63,793	65,818	9,204	24,265
	Group		Company	
	2024 S\$'000	2023 S\$'000	2024 S\$'000	2023 S\$'000
Expected Credit Loss				
Movements in allowance account:				
At beginning of the year	4,154	2,164	4,197	4,197
Charge for the year, recorded in administrative expenses	2,760	2,213	–	–
Written back	–	(12)	(4,197)	–
Exchange differences	(105)	(211)	–	–
At end of the year	6,809	4,154	–	4,197

4 Financial assets and financial liabilities (cont'd)

	Group		Company	
	31 May 2024	31 May 2023	31 May 2024	31 May 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Trade and other payables (current):				
Trade payables	9,190	8,941	–	–
Other payables	6,162	5,510	63	73
Amounts due to subsidiaries	–	–	2,229	2,234
Loan from subsidiary	–	–	3,861	15,178
Total trade and other payables	15,352	14,451	6,153	17,485
Add: Borrowings	42,319	54,383	963	6,117
Add: Lease liabilities	17,574	23,705	20	58
Add: Other liabilities	6,693	6,964	1,047	1,053
Total financial liabilities carried at amortised cost	81,938	99,503	8,183	24,713

5 Revenue

	The Group			
	2nd Half Year Ended		Full Year	
	31 May 2024	31 May 2023	31 May 2024	31 May 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Major product or service lines				
Sale of goods	14,055	15,643	30,130	30,974
Services rendered	20,718	16,732	38,986	37,086
Rental income	20,259	22,180	41,439	40,870
	55,032	54,555	110,555	108,930
Timing of transfer of goods or services				
At a point in time	14,055	15,643	30,130	30,974
Over time	40,977	38,912	80,425	77,956
	55,032	54,555	110,555	108,930

6 Profit before taxation
6.1 Breakdown and explanatory notes to Consolidated Income Statement

1. Other income comprises the following:

	2nd Half Year Ended			Full Year		
	31 May 2024 S\$'000	31 May 2023 S\$'000	Change %	31 May 2024 S\$'000	31 May 2023 S\$'000	Change %
Gain on disposal of property, plant and equipment	11	–	N.M.	23	75	(69.3)
Grant income from government	968	747	29.6	1,121	1,029	8.9
Reversal of overprovision for withholding tax	–	365	N.M.	–	365	N.M.
Interest income	113	69	63.8	207	93	122.6
Others	171	302	(43.4)	477	463	3.0
	1,263	1,483	(14.8)	1,828	2,025	(9.7)

Government grants mainly comprised progressive wage credit scheme and senior employment credit under the various support measures granted by the Singapore Government to help local employers.

2. Profit before tax includes the following items:

	2nd Half Year Ended			Full Year		
	31 May 2024 S\$'000	31 May 2023 S\$'000	Change %	31 May 2024 S\$'000	31 May 2023 S\$'000	Change %
Audit fees payable to auditors of the Company	131	132	(0.8)	261	263	(0.8)
Amortisation of intangible assets - customer relationship	100	126	(20.6)	201	379	(47.0)
Amortisation of intangible assets – mining rights	95	209	(54.5)	190	209	(9.1)
Allowance of expected credit loss	1,521	251	N.M.	2,760	2,201	25.4
Depreciation of property, plant and equipment	7,704	7,648	0.7	15,361	15,185	1.2
Property, plant and equipment written off	153	18	N.M.	153	18	N.M.
Fair value loss on financial assets	16	14	14.3	1	42	(97.6)
Share based payments	52	58	(10.3)	102	120	(15.0)
Legal and professional fees	394	244	61.5	589	425	38.6
Net foreign exchange loss	65	68	(4.4)	204	579	(64.8)

6 Profit before taxation (cont'd)
6.2 Related party transaction

Other than disclosed elsewhere in the financial statements, the Group had transactions with related parties on terms agreed between the parties as follows:

	Group			
	2nd Half Year Ended		Full Year	
	31 May 2024	31 May 2023	31 May 2024	31 May 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Sale of goods to an associate	12	17	15	21
Purchase of goods from an associate	(267)	(459)	(552)	(1,582)

7 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			
	2nd Half Year Ended		Full Year	
	31 May 2024	31 May 2023	31 May 2024	31 May 2023
	S\$'000	S\$'000	S\$'000	S\$'000
Current income tax	1,371	1,948	3,115	3,374
Deferred tax	(398)	(69)	(745)	(612)
	973	1,879	2,370	2,762
Under/(over) provision in prior financial years:				
- Current income tax	120	106	120	106
- Deferred tax	(33)	105	(33)	105
	1,060	2,090	2,457	2,973

8 Dividend

	Group and Company	
	31 May 2024	31 May 2023
	S\$'000	S\$'000
Declared and paid during the financial year:		
Dividends on ordinary shares:		
- Final exempt (one-tier) dividend for FY2023: 0.20 (FY2022: 0.20) Singapore cents	1,550	1,550

The Company has proposed a final tax exempt (one-tier) dividend of 0.20 Singapore cents per ordinary share (FY2023: 0.20 Singapore cents) as recommended by the Directors for the financial year ended 31 May 2024.

9 Earnings per share

	Group		Full Year	
	2nd Half Year Ended	31 May 2023	31 May 2024	31 May 2023
Earnings per share (in SGD cent)				
- Basic ⁽¹⁾	0.31	0.38	0.56	0.50
- Fully diluted ⁽²⁾	0.31	0.38	0.55	0.50
⁽¹⁾ Weighted average number of ordinary shares for basic earnings per share computation	774,430,160	775,124,090	774,724,625	775,124,090
⁽²⁾ Weighted average number of ordinary shares for diluted earnings per share computation	776,199,012	775,124,090	775,609,051	775,124,090

For the year ended 31 May 2024, 4,980,000 share options have been considered in the calculation of diluted earnings per share as the average price of ordinary shares from beginning of the year or date of grant of share options, whichever is later, to year end was higher than exercise price of the share options.

10 Net Asset Value (“NAV”)

	Group		Company	
	31 May 2024	31 May 2023	31 May 2024	31 May 2023
Net assets (S\$'000)	94,331	92,423	60,469	56,637
NAV per share (in SGD cents)	12.22	11.92	7.84	7.31
Number of shares used in calculating NAV	771,701,090	775,124,090	771,701,090	775,124,090

11 Property, plant and equipment

During the twelve months ended 31 May 2024, the Group acquired property, plant and equipment with an aggregate cost of S\$2,457,000 (31 May 2023: S\$7,491,000) of which S\$91,000 (31 May 2023: S\$1,085,000) relates to the new right-of-use assets which were not acquired by means of hire purchase and Nil (31 May 2023: S\$99,000) were acquired by means of hire purchase arrangement. Cash payment of S\$2,366,000 (31 May 2023: S\$6,307,000) were made to purchase property, plant and equipment.

12 Intangible assets

	Group			Total \$'000
	Goodwill \$'000	Customer relationships \$'000	Mining rights \$'000	
Cost:				
At 1 June 2022	5,655	5,226	1,037	11,918
Exchange differences	–	–	(70)	(70)
At 31 May 2023	5,655	5,226	967	11,848
Exchange differences	–	–	(24)	(24)
At 31 May 2024	5,655	5,226	943	11,824
Accumulated amortisation and impairment:				
At 1 June 2022	2,314	3,908	–	6,222
Amortisation	–	379	209	588
Exchange differences	–	–	(5)	(5)
At 31 May 2023	2,314	4,287	204	6,805
Amortisation	–	201	190	391
Exchange differences	–	–	(6)	(6)
At 31 May 2024	2,314	4,488	388	7,190
Net carrying amount				
At 31 May 2023	3,341	939	763	5,043
At 31 May 2024	3,341	738	555	4,634

Customer relationships

Customer relationships relate to the ability to make regular contact with recurring customers. The useful lives of the customer relationships are estimated to be 2 to 7 years.

Mining rights

Mining rights relate to mining rights acquired by the Group's wholly owned subsidiary, Wuzhou Xing Jian Readymix Co., Ltd ("**Wuzhou Xing Jian**") in the PRC from the municipal land authority in the Cangwu County. The useful lives of the mining rights are based on the units of production method.

Amortisation expense

The amortisation of customer relationships is included in "Administrative expenses" line item and the amortisation of mining rights is included in "Cost of sales" line item in the consolidated income statement.

13 Borrowings and lease liabilities

	Group		Company	
	31 May 2024 S\$'000	31 May 2023 S\$'000	31 May 2024 S\$'000	31 May 2023 S\$'000
Current				
Bank loans	10,666	13,043	769	1,954
Lease liabilities	4,770	5,870	20	38
	15,436	18,913	789	1,992
Non-current				
Bank loans	31,653	41,340	194	4,163
Lease liabilities	12,804	17,835	–	20
	44,457	59,175	194	4,183
Total	59,893	78,088	983	6,175

Borrowings are secured by corporate guarantee from the Company, first legal mortgage over the properties located at 6 Pioneer Walk, 7 Kwong Min Road and 39 Benoi Road, charge on property, plant and equipment of Wuzhou Xing Jian Readymix Co., Ltd..

The Group has lease contracts for various items of property, vehicles and other equipment used in its operations. Leases of property generally have lease terms between 1 and 18 years, the vehicles and other equipment generally have lease terms between 1 and 4 years (2023: between 1 and 4 years), the plant and machinery generally have lease terms of 10 years, while the land use rights generally have lease term of 50 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 and some contracts require the Group to maintain certain financial ratios.

The Group also has certain leases of other equipment with lease terms of 12 months or less and leases of office equipment with low value. The Group applies the 'short-term lease' and 'lease of low-value assets' recognition exemptions for these leases.

14 Issued share capital

	Group and Company	
	31 May 2024	31 May 2023
Total number of issued shares (excluding treasury shares):		
At beginning and end of the financial year	794,700,540	794,700,540
Treasury shares		
At beginning of the financial year	(19,576,450)	(19,576,450)
Share buyback	(3,423,000)	–
At end of the financial year	(22,999,450)	(19,576,450)
Total	771,701,090	775,124,090

There were changes in the Company's issued share capital (excluding treasury shares) for the financial year ended 31 May 2024. The Company acquired 3,423,000 (2023: Nil) shares in the Company through purchases on the Singapore Exchange during the financial year. The total amount paid to acquire the shares was \$247,000 (2023: Nil).

15 Changes in classification

Certain reclassifications have been made to the prior period's financial statements to enhance comparability with current period's financial statement. As a result, certain line items have been amended on the face of the consolidated income statement. Comparative figures have been adjusted to conform the current period's presentation as follows:

	2nd Half Year Ended			Full Year		
	31 May 2023 (As previously reported) S\$'000	Reclassification S\$'000	31 May 2023 (Represented) S\$'000	31 May 2023 (As previously reported) S\$'000	Reclassification S\$'000	31 May 2023 (Represented) S\$'000
<u>Consolidated income statement</u>						
Cost of sales	39,415	(869)	38,546	78,426	(1,105)	77,321
Administrative expenses	10,087	869	10,956	21,930	1,105	23,035
<u>Consolidated balance sheet</u>						
Deferred tax asset	–	–	–	–	491	491
Deferred tax liabilities	–	–	–	(2,764)	(491)	(3,255)

16 Subsequent events

There are no known subsequent events which may lead to adjustments to this set of condensed financial statements.

G. Other information required by Catalyst Rule Appendix 7C
1. Review

The condensed consolidated statement of financial position of GKE Corporation Limited and its subsidiaries as at 31 May 2024 and the related condensed consolidated income statement and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the year ended and certain explanatory notes have not been audited or reviewed by the auditors of the Company.

2. Review of performance of the Group
Sales

	The Group					
	2nd Half Year Ended			Full Year		
	31 May 2024 ("2HFY24") S\$'000	31 May 2023 ("2HFY23") S\$'000	Change %	31 May 2024 ("FY24") S\$'000	31 May 2023 ("FY23") S\$'000	Change %
Warehouse and Logistics	45,238	42,982	5.2	89,360	86,268	3.6
Infrastructural materials and services	9,190	11,187	(17.9)	20,089	22,050	(8.9)
Agriculture	604	386	56.5	1,106	612	80.7
	55,032	54,555	0.9	110,555	108,930	1.5

FY24 vs FY23
Revenue

The Group recorded a 1.5% increase in revenue from S\$108.9 million in FY23 to S\$110.6 million in FY24. The increase was mainly driven by higher revenue from the warehouse and logistics segment. The increase was partially offset by decrease in freight revenue and infrastructural materials and services revenue in FY24.

Cost of sales

The cost of sales increased by 1.0% from S\$77.3 million in FY23 to S\$78.1 million in FY24. This was mainly due to higher operating costs in the warehouse and logistics segment, which were in line with the increase in sales. The increase was partially offset by the decrease in operating costs in the infrastructural materials and services segment, which was in tandem with the decrease in sales.

Gross profit

The Group's gross profit increased by 2.7% from S\$31.6 million in FY23 to S\$32.5 million in FY24. Correspondingly, the Group's gross margin increased marginally from 29.0% in FY23 to 29.4% in FY24.

Other income

Other income decreased by 9.7% from S\$2.0 million in FY23 to S\$1.8 million in FY24. This was mainly due to the reversal of overprovision for withholding tax in FY23, which was partially offset by an increase in interest income.

Marketing and distribution costs

Marketing and distribution costs increased marginally from S\$0.4 million in FY23 to S\$0.5 million in FY24, due to higher expenses incurred on marketing activities.

2. Review of performance of the Group (cont'd)**Administrative expenses**

Administrative expenses increased by 4.7% from S\$23.0 million in FY23 to S\$24.1 million in FY24. The increase in FY24 was mainly due to the increase in staff costs by S\$0.7 million and the allowance of expected credit loss for receivables in China increased by S\$0.6 million.

Finance costs

Finance costs decreased by 4.8% from S\$2.8 million in FY23 to S\$2.7 million in FY24. This was mainly due to decrease in interest expenses on lease liabilities.

Other expenses

Other expenses of S\$204,000 in FY24 were mainly due to net foreign exchange losses.

Share of results of associates

Share of result from associate, Cenxi Haoyi Recycling Co., Ltd, contributed a gain of S\$45,000 in FY24, a decrease from S\$134,000 in FY23, due to lower sales volume in FY24.

Tax expenses

The effective tax rate decreased from 43.2% in FY23 to 36.3% in FY24 mainly due to decrease in losses in certain subsidiaries in FY24 as compared to FY23. The higher losses of the subsidiaries in FY23 lowered the overall group profit in FY23 and led to higher effective tax rate in FY23.

Profit before tax

Profit before tax decreased by 1.8% from S\$6.9 million in FY23 to S\$6.8 million in FY24. The decrease was mainly due to the increase in provision for allowance of the expected credit loss of S\$0.6 million. The decrease was offset by the increase in profit from the warehousing and logistics segment.

Other comprehensive income

Other comprehensive income mainly comprises change in fair value of cash flow hedges and foreign currency translation of subsidiaries and associates.

2H FY24 vs 2H FY23**Revenue**

The Group recorded a 0.9% increase in revenue from S\$54.6 million in 2H FY23 to S\$55.0 million in 2H FY24. The increase was mainly due to higher revenue from the warehousing and logistics segment of S\$2.3 million, contributed by the increase in storage and warehousing service revenue, offset by decrease in revenue of S\$2.0 million from the infrastructural materials and services segment.

Cost of sales

The cost of sales increased by 1.3% from S\$38.5 million in 2H FY23 to S\$39.1 million in 2H FY24. This was mainly due to the increase in cost from the warehousing and logistics segment in tandem with the increase in revenue, which was offset by the cost reduction in the infrastructural materials and services segment as revenue decreased.

Gross profit

The Group's gross profit in 2H FY24 remained constant at approximately S\$16.0 million, decreased marginally by 0.2% in 2H FY24 as compared to 2H FY23. The decrease was due to lower average selling price of ready-mix concrete in China leading to a lower gross profit margin from the infrastructural materials and services segment. The Group's gross margin decreased marginally from 29.3% in 2H FY23 to 29.0% in 2H FY24.

2. Review of performance of the Group (cont'd)**Other income**

Other income decreased by 14.8% from S\$1.5 million in 2H FY23, to S\$1.3 million in 2H FY24. The decrease was mainly due to the reversal of overprovision for withholding tax in the prior year, partially offset by the increase in interest income and grant income from the government.

Marketing and distribution costs

Marketing and distribution costs increased from S\$189,000 in 2H FY23 to S\$344,000 in 2H FY24, due to higher expenses incurred on marketing activities.

Administrative expenses

Administrative expenses increased by 10.5% from S\$11.0 million in 2H FY23 to S\$12.1 million in 2H FY24. This was mainly due to an increase in the allowance for expected credit losses relating to receivables of S\$1.3 million in China.

Finance costs

Finance costs decreased slightly from S\$1.35 million to S\$1.28 million in 2H FY24, mainly due to a decrease in interest expenses on lease liabilities.

Other expenses

Other expenses of S\$65,000 in 2H FY24 were mainly due to net foreign exchange losses.

Tax expenses

The effective tax rate has decreased from 41.8% in 2H FY23 to 30.6% in 2H FY24 mainly due to decrease in losses in certain subsidiaries in 2H FY24 as compared to 2H FY23. The higher losses of the subsidiaries in 2H FY23 lowered the overall group profit in 2H FY23 and led to higher effective tax rate in 2H FY23.

Other comprehensive income

Other comprehensive income mainly comprises change in fair value of cash flow hedged, foreign currency translation of subsidiaries and associates and share based payments.

Condensed interim statements of financial position

Non-current assets decreased by S\$13.2 million from S\$131.4 million as at 31 May 2023 to S\$118.2 million as at 31 May 2024. The decrease was mainly due to depreciation of property, plant and equipment, amortisation of intangible assets, fall in value of the financial assets at fair value through profit or loss and decrease in associate due to dividend received from the associate. The decrease was offset with the increase in deferred tax assets arising from the allowance of expected credit loss relating to receivables in China.

Current assets decreased by S\$2.3 million from S\$69.2 million as at 31 May 2023 to S\$66.9 million as at 31 May 2024. This was mainly due to decrease in inventories, derivative financial assets and cash and cash equivalents. The decrease was offset with the increase in trade and other receivables and prepaid operating expenses.

Non-current liabilities decreased by S\$14.9 million from S\$64.4 million as at 31 May 2023 to S\$49.5 million as at 31 May 2024. The decrease was mainly due to reclassification of borrowings and lease liabilities to current liabilities.

Current liabilities decreased by S\$2.5 million from S\$43.8 million as at 31 May 2023 to S\$41.3 million as at 31 May 2024. The decrease was mainly due to repayment of borrowings and principal portion of lease liabilities and decrease in other liabilities. The decrease was offset with the increase in trade and other payables and tax payable.

Shareholders' equity increased from S\$92.4 million as at 31 May 2023 to S\$94.3 million as at 31 May 2024. This was mainly due to profit for the year, partially offset by dividend payment of S\$1.6 million, share buyback and decrease in other reserves due to foreign currency translation.

2. Review of performance of the Group (cont'd)**Condensed interim consolidated statement of cash flows****FY24 vs FY23**

During FY24, the net cash generated from operating activities amounted to approximately S\$21.8 million. This comprises positive operating cash flows before changes in working capital of S\$27.9 million, adjusted by net working capital outflow of S\$3.3 million and income taxes paid of S\$3.1 million.

Net cash used in investing activities of S\$2.2 million was mainly due to purchase of property, plant and equipment amounting to S\$2.4 million.

Net cash used in financing activities of S\$22.7 million was mainly due to the repayment of loans and borrowings, payment of principal portion of lease liabilities and dividends paid.

After taking into consideration of the above movements, cash and cash equivalents decreased by S\$3.2 million to S\$26.5 million as at 31 May 2024.

2H FY2024 vs 2H FY2023

The Group's net cash generated from operating activities for 2H FY2024 was S\$12.4 million. This comprises positive operating cash flows before changes in working capital of S\$14.2 million, adjusted by net working capital outflow of S\$0.5 million and income taxes paid of S\$1.5 million.

Net cash used in investing activities of S\$0.7 million was mainly due to purchase of property, plant and equipment amounting to S\$0.8 million.

Net cash used in financing activities of S\$12.1 million was mainly due to the repayment of loans and borrowings and payment of principal portion of lease liabilities.

After taking into consideration of the above movements, cash and cash equivalents decreased by S\$0.4 million to S\$26.5 million as at 31 May 2024.

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

Not applicable.

4. 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 International Monetary Fund ("IMF") maintains its 2024 growth forecast for Singapore at 2.1% and has trimmed its 2025 GDP growth forecast for Singapore to 2.3%. The IMF has raised its 2024 growth estimate for China to 4.6%. It was also highlighted that one of the biggest risks for Asia's economy is a protracted property sector correction in China. ⁽¹⁾

The Group will continue to maintain efficient cost management and regular credit assessments of its customers in the infrastructural materials and services segment based in Guangxi, China, while China's rural revitalization strategy is progressing in a gradual manner.

The Group believes that its prior investments in enhancing its assets to maximise usable areas and raising its competency in storage and logistics for higher-value cargoes, including specialty chemicals, dangerous goods, and electronics, have improved its market position and competitiveness in the warehousing and logistics industry.

According to the Asian Development Bank, growth momentum in Singapore is likely to continue into 2025, and inflation is expected to moderate to 3% in 2024 and 2.2% in 2025. ⁽²⁾ While the Group believes that this is likely to continue to drive sustainable growth for the Group, it will continue to manage its business operations in both Singapore and China conscientiously and prudently.

The Group will update shareholders on any material developments when they arise.

4. 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. (cont'd)

Sources:

- (1) The Edge Singapore – IMF keeps Singapore’s 2024 GDP growth forecast at 2.1%, trims 2025 outlook slightly
<https://www.theedgesingapore.com/news/global-economy/imf-keeps-singapores-2024-gdp-growth-forecast-21-trims-2025-outlook-slightly>
- (2) The Straits Times – ADB sees Singapore growth accelerating and inflation slowing in 2024 to 2025
<https://www.straitstimes.com/business/adb-sees-singapore-growth-accelerating-and-inflation-slowing-in-2024-to-2025>

5. Dividend Information

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Name of dividend:	Ordinary (Final)
Dividend Type:	Cash
Dividend per share:	0.20 Singapore cents per ordinary share
Tax rate:	Tax exempt (one-Tier)

The Directors are pleased to propose a tax exempt one-tier cash dividend of 0.20 Singapore cents per share (2023: tax exempt one-tier cash dividend of 0.20 Singapore cents per share) in respect of the full year ended 31 May 2024.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Name of dividend:	Ordinary (Final)
Dividend Type:	Cash
Dividend per share:	0.20 Singapore cents per ordinary share
Tax rate:	Tax exempt (one-Tier)

(c) Date payable

Subject to shareholders’ approval at the upcoming annual general meeting, the proposed final dividend will be paid on Friday, 25 October 2024.

(d) Books closure date

The Share Transfer Books and Register of Members of the Company will be closed at 5:00 p.m. on Friday, 11 October 2024 for the purpose of determining shareholders’ entitlements to the proposed final dividend. Duly completed registrable transfers in respect of the Shares received by the Company’s principal share registrar, In.Corp Corporate Services Pte. Ltd. at 30 Cecil Street, #19-08 Prudential Tower, Singapore 049712 up to 5:00 p.m. on Friday, 11 October 2024 will be registered to determine shareholders’ entitlements to the proposed final dividend.

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

Not applicable.

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

Investment Holdings

The investment holding comprises primarily corporate service and investment activities. The profit increased from S\$2.0 million in FY23 to \$5.6 million in FY23 mainly due to reversal of allowance for amounts due from subsidiaries.

7. In the review of performance, the factors leading to any material changes in contribution to turnover and earnings by the operating segments. (cont'd)
Warehousing and Logistics

Revenue increased from S\$86.3 million in FY23 to S\$89.4 million in FY24 mainly due to increase in storage and warehousing service revenue. However, the profit remained approximately similar to last year at S\$11.0 million.

Infrastructure Materials and Services

Revenue decreased from S\$22.1 million in FY23 to S\$20.1 million in FY24 mainly due to reduction in sales volume. Segment loss increased from S\$0.5 million in FY23 to S\$1.1 million in FY24 mainly due to increase in allowance for expected credit loss from S\$2.2 million in FY23 to S\$2.8 million in FY24.

Agriculture

Revenue increased from S\$0.6 million in FY23 to S\$1.1 million in FY24 mainly due to increase in sales volume. The segment losses increased from S\$0.2 million in FY23 to S\$0.3 million in FY24 mainly due to increase in consultancy fee and depreciation expenses.

8. A breakdown of sales

	Group		
	FY24	FY23	Change
	S\$'000	S\$'000	%
Sales reported for first half year	55,523	54,375	2.1
Operating profit after tax before non-controlling interest reported for first half year	1,897	998	90.1
Sales reported for second half year	55,032	54,555	0.9
Operating profit after tax before non-controlling interest reported for second half year	2,406	2,911	(17.3)

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

	Group	
	31 May 2024	31 May 2023
	S\$'000	S\$'000
Ordinary – Final	1,550	1,550

The Company has proposed a final tax exempt (one-tier) dividend of 0.20 Singapore cents per ordinary share (FY2023: 0.20 Singapore cents) as recommended by the Directors for the financial year ended 31 May 2024.

10. 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 shareholders of the issuer pursuant to Rule 704 (10) in the format below. If there are no such person, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and / substantial shareholder	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Neo Hwee Lee	55	Sister of Mr Neo Cheow Hui (Chief Executive Officer and Executive Director)	Managing Director of GKE Warehousing & Logistics Pte Ltd since 1 June 2011	Nil
Chen Jiangnan	33	Son of Mr Chen Yong Hua (Executive Chairman and Executive Director)	Vice President of GKE Express Logistics Pte Ltd since 22 October 2018 and Director of Fair Chem Industries Pte Ltd since 28 January 2022	Nil

11. If the Group has obtained a general mandate from shareholders for Interested Person Transaction (“IPT”), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). The Company has no obtained an IPT mandate, if no IPT mandate has been obtained, a statement to that effect.

Name of Interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders’ mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders’ mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	S\$’000	S\$’000
Purchase of goods Cenxi Haoyi Recycling Co., Ltd ⁽¹⁾	Nil	552

(1) The Executive Chairman is deemed to have a controlling interest in Cenxi Haoyi Recycling Co., Ltd.

12. **Confirmation by the Board pursuant to Rule 720(1) of the Catalist Rules**

The Board of Directors confirms that it has procured all the required undertakings to comply with the Exchange’s listing rules from all the Directors and Executive Officers of the Company.

13. **Disclosures on Acquisition and Realisation of Shares pursuant to Catalist Rule 706A.**

There were no acquisition or realisation of shares resulting (i) in a change in the shareholding percentage in any subsidiary or associated company of the Group; or (ii) an entity becoming or ceasing to be a subsidiary or associated company of the Group during financial period under review.

The movement of the company’s shareholdings in subsidiaries from 1 June 2023 up to date of this announcement are as follows:

Company Name	Place of Incorporation	Issued and Paid-up Capital	Principal Activities	Interest Held by the Group	Remark
GKE Agritech Pte Ltd	Singapore	\$4,200,000	Provision of indoor farming solution and growing of crops	100%	The Group has increased the share capital from \$1,500,000 to \$4,200,000

BY ORDER OF THE BOARD

Neo Cheow Hui
Executive Director and Chief Executive Officer
26 July 2024