



New Silkroutes Group Limited

**NEW SILKROUTES GROUP LIMITED
AND ITS SUBSIDIARIES
Registration Number: 199400571K**

Condensed Interim Financial Statements
For the Fourth Quarter
and
Full Year Ended 30 June 2024

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

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NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

		3 months ended 30 June 2024	3 months ended 30 June 2023		12 months ended 30 June 2024	12 months ended 30 June 2023	
	Note	Unaudited S\$'000	Unaudited S\$'000	%	Unaudited S\$'000	Audited S\$'000	%
Revenue	4	-	2,766	(100)	7,103	28,245	(75)
Other income		134	-	N.M.	4,895	2,374	106
Purchases of finished goods		(3)	(1,018)	(99)	(6,966)	(15,382)	(55)
Changes in inventories of finished goods		-	(164)	(100)	741	(60)	N.M.
Employee benefits expense		(245)	(1,185)	(79)	(2,157)	(8,722)	(75)
Amortisation of intangible assets		-	(31)	(100)	-	(126)	(100)
Depreciation of property, plant and equipment		(25)	(730)	(97)	(233)	(1,188)	(80)
Depreciation of right-of-use assets		(164)	(306)	(46)	(700)	(1,656)	(58)
Bad debt written off		(142)	-	N.M.	(142)	(19)	647
Impairment loss on intangible assets		-	(2,431)	(100)	-	(2,431)	(100)
Gain/(loss) on disposal of subsidiary/subsidiaries	9	-	(4,319)	(100)	2,436	(4,319)	N.M.
Other operating expenses		(404)	(3,163)	(87)	(4,289)	(3,435)	25
Finance costs		-	(141)	(100)	(355)	(899)	(61)
(Loss)/profit before taxation	6	(849)	(10,722)	(92)	333	(7,618)	N.M.
Taxation	7	(7)	(78)	(91)	(7)	(379)	(98)
(Loss)/profit for the period/year		(856)	(10,800)	(92)	326	(7,997)	N.M.

N.M.: Not Meaningful
See accompanying notes to condensed interim financial statements.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (CONT'D)

	3 months ended 30 June 2024 Unaudited S\$'000	3 months ended 30 June 2023 Unaudited S\$'000 Re-presented	%	12 months ended 30 June 2024 Unaudited S\$'000	12 months ended 30 June 2023 Audited S\$'000 Re-presented	%
Other comprehensive (loss)/income after tax:						
Item that may be reclassified subsequently to profit of loss:						
Foreign currency translation (loss)/gain on consolidation	-	(230)	(100)	(159)	418	N.M.
Other comprehensive (loss)/income for the financial period/year, net of tax	-	(230)	(100)	(159)	418	N.M.
Total comprehensive loss for the financial period/year	(856)	(11,030)	(92)	167	(7,579)	N.M.
(Loss)/profit attributable to:						
Owners of the Company	(831)	(9,471)	(91)	453	(7,907)	N.M.
Non-controlling interests	(25)	(1,329)	(98)	(127)	(90)	41
	(856)	(10,800)	(92)	326	(7,997)	N.M.
Total comprehensive (loss)/income attributable to:						
Owners of the Company	(831)	(9,702)	(91)	294	(7,551)	N.M.
Non-controlling interests	(25)	(1,328)	(98)	(127)	(28)	354
	(856)	(11,030)	(92)	167	(7,579)	N.M.
(Loss)/earning per share attributable to owners of the Company from continuing operations (cent)						
- Basic and diluted	(0.40)	(4.54)		0.22	(3.79)	

See accompanying notes to condensed interim financial statements.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION

	Note	Group		Company	
		30 June 2024 Unaudited S\$'000	30 June 2023 Audited S\$'000	30 June 2024 Unaudited S\$'000	30 June 2023 Audited S\$'000
ASSETS					
Non-current assets					
Property, plant and equipment		25,758	178	115	173
Intangible assets	11	-	-	-	-
Right-of-use assets		1,860	307	243	307
Long-term receivables		1,054	-	-	-
Subsidiaries		-	-	7,309	14,609
Total non-current assets		28,672	485	7,667	15,089
Current assets					
Inventories		36	36	-	-
Trade and other receivables		1,958	2,963	2,869	385
Prepayments		46	125	9	42
Cash and bank balances		7,972	3,220	204	162
Fixed deposits		-	32	-	-
		10,012	6,376	3,082	589
Disposal group classified as held for sale		-	21,396	-	-
Total current assets		10,012	27,772	3,082	589
Total assets		38,684	28,257	10,749	15,678
EQUITY AND LIABILITIES					
EQUITY					
Share capital	12	120,784	120,784	120,784	120,784
Treasury shares	13	(1,182)	(1,182)	(1,182)	(1,182)
Other reserves		1,245	234	62	62
Reserve of disposal group classified as held for sale		-	1,016	-	-
Accumulated losses		(152,366)	(152,819)	(159,492)	(153,146)
Equity attributable to equity holder of the Company		(31,519)	(31,967)	(39,828)	(33,482)
Non-controlling interests		(468)	(1,513)	-	-
Total equity		(31,987)	(33,480)	(39,828)	(33,482)

See accompanying notes to condensed interim financial statements.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION (CONT'D)

	Note	Group		Company	
		30 June 2024 Unaudited S\$'000	30 June 2023 Audited S\$'000	30 June 2024 Unaudited S\$'000	30 June 2023 Audited S\$'000
LIABILITIES					
Non-current liabilities					
Lease liabilities	14	1,479	194	46	194
Provision for dismantling costs		25	-	25	-
Trade payables		83	-	-	-
Total non-current liabilities		1,587	194	71	194
Current liabilities					
Trade and other payables		66,811	52,733	50,296	48,832
Contract liabilities		19	-	-	-
Borrowings	14	1,865	2,058	-	-
Lease liabilities	14	386	134	210	134
Current income tax payable		3	13	-	-
		69,084	54,938	50,506	48,966
Liabilities directly associated with disposal group classified as held for sale		-	6,605	-	-
Total current liabilities		69,084	61,543	50,506	48,966
Total liabilities		70,671	61,737	50,577	49,160
Total equity and liabilities		38,684	28,257	10,749	15,678

See accompanying notes to condensed interim financial statements.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES
CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

Group	<----- Attributable to owners of the Company ----->										
	Share capital S\$'000	Treasury shares S\$'000	Foreign currency translation reserve S\$'000	Capital reserve S\$'000	Other reserves S\$'000	Merger reserves	Reserve of disposal group classified as held for sale S\$'000	Accumulated losses S\$'000	Total S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Balance as at 1 July 2023	120,784	(1,182)	201	-	33	-	1,016	(152,819)	(31,967)	(1,513)	(33,480)
Profit for the financial year	-	-	-	-	-	-	-	453	453	(127)	326
Other comprehensive income - Foreign currency translation differences	-	-	13	-	-	-	(172)	-	(159)	-	(159)
Total comprehensive income for the financial year	-	-	13	-	-	-	(172)	453	294	(127)	167
Acquisition of a subsidiary	-	-	-	-	-	936	-	-	936	1,172	2,108
Disposal of a subsidiary	-	-	-	62	-	-	(844)	-	(782)	-	(782)
Balance as at 30 June 2024	120,784	(1,182)	214	62	33	936	-	(152,366)	(31,519)	(468)	(31,987)

See accompanying notes to condensed interim financial statements.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)

Group	-----<----- Attributable to owners of the Company ----->-----								Non-controlling interests	Total equity
	Share capital	Treasury shares	Foreign currency translation reserve	Capital reserve	Other reserves	Reserve of disposal group classified as held for sale	Accumulated losses	Total		
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000		
Balance as at 1 July 2022	120,784	(1,182)	799	62	-	(4,925)	(144,912)	(29,374)	429	(28,945)
Loss for the financial year	-	-	-	-	-	-	(7,907)	(7,907)	(90)	(7,997)
Other comprehensive income										
- Foreign currency translation differences	-	-	356	-	-	-	-	356	62	418
Total comprehensive income/(loss) for the financial year	-	-	356	-	-	-	(7,907)	(7,551)	(28)	(7,579)
Contributions by and distributions to owners										
- Dividends	-	-	-	-	-	-	-	-	(658)	(658)
Transactions with owners in their own capacity as owners	-	-	-	-	-	-	-	-	(658)	(658)
Reserve attributable to disposal group classified as held for sale	-	-	(954)	(62)	-	1,016	-	-	-	-
Disposal of a subsidiary	-	-	-	-	33	4,925	-	4,958	(1,256)	3,702
Balance as at 30 June 2023	120,784	(1,182)	201	-	33	1,016	(152,819)	(31,967)	(1,513)	(33,480)

See accompanying notes to condensed interim financial statements.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)

Company	Share capital S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Accumulated losses S\$'000	Total equity S\$'000
Balance as at 1 July 2023	120,784	(1,182)	62	(153,146)	(33,482)
Loss for the year, representing total comprehensive loss for the financial year	-	-	-	(6,346)	(6,346)
Balance as at 30 June 2024	120,784	(1,182)	62	(159,492)	(39,828)
Balance as at 1 July 2022	120,784	(1,182)	62	(142,256)	(22,592)
Loss for the year, representing total comprehensive loss for the financial year	-	-	-	(10,890)	(10,890)
Balance as at 30 June 2023	120,784	(1,182)	62	(153,146)	(33,482)

See accompanying notes to condensed interim financial statements.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS

		Group	
		12 months ended 30 June 2024 Unaudited S\$'000	12 months ended 30 June 2023 Audited S\$'000
	Note		
Cash flows from operating activities			
Profit/(loss) before taxation:		333	(7,618)
Adjustments for:			
Amortisation of intangible assets		-	126
Impairment loss on intangible assets		-	2,431
Depreciation of property, plant and equipment		233	1,188
Depreciation of right-of-use assets		700	1,656
Interest expense		355	899
Bad debt written-off		142	19
(Gain)/loss on disposal of subsidiary/subsidiaries	9	(2,436)	4,319
Gain on disposal of business		-	(1,014)
Waiver of put options		-	1,093
Waiver of debt from a creditor		(3,773)	-
Unrealised foreign exchange differences		561	(728)
Operating cash flows before working capital changes:		(3,885)	2,371
Changes in inventories		(741)	914
Changes in trade and other receivables		2,905	(4,628)
Changes in prepayments		1,255	(334)
Changes in trade and other payables		733	2,707
Cash generated from operations		267	1,030
Income tax paid		(17)	(574)
Net cash generated from operating activities		250	456

See accompanying notes to condensed interim financial statements.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (CONT'D)

	Note	Group	
		12 months ended 30 June 2023 Unaudited S\$'000	12 months ended 30 June 2022 Audited S\$'000
Cash flows from investing activities			
Purchase of property, plant and equipment		(276)	(621)
Proceed from disposal of plant and equipment		-	41
Net cash inflow from the disposal of subsidiaries	9	8,810	1,043
Proceed from disposal of business		-	592
Advance receipt from disposal of subsidiary		-	5,079
Net cash outflow from acquisition of subsidiary	10	(653)	(62)
Loan to a related party		(561)	-
Loan to 3rd parties		(1,067)	-
Net cash generated from investing activities		6,253	6,072
Cash flows from financing activities			
Dividends paid to the non-controlling interests of the subsidiaries		-	(658)
Interest paid		(355)	(665)
Proceeds from loans		1,900	2,392
Pledged fixed deposits		32	-
Cash restricted in use		(94)	-
Repayment of loans		(2,503)	(8,172)
Repayment of lease liabilities		(291)	(882)
Advance from a creditor		1,348	922
Repayment to a creditor		(3,038)	-
Net cash used in financing activities		(3,001)	(7,063)
Net increase/(decrease) in cash and cash equivalents		3,502	(535)
Cash and cash equivalents at beginning of financial year		4,467	5,679
Exchange differences on translation of cash and cash equivalents		(92)	(677)
Cash and cash equivalents at end of financial year		7,877	4,467
Cash and cash equivalents comprise the following:			
Cash and bank balances and fixed deposits		7,972	3,252
Disposal groups classified as held for sale		-	1,248
Less: Cash restricted in use		(95)	(1)
Less: Fixed deposits pledged		-	(32)
Cash and cash equivalents at end of financial year		7,877	4,467

See accompanying notes to condensed interim financial statements.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

1 Corporate information

New Silkroutes Group Limited (the “**Company**”) (Co. Reg. No. 199400571K) is a limited liability company incorporated and domiciled in Singapore. The address of its registered office and principal place of business is at 456 Alexandra Road, #24-01 Fragrance Empire Building, Singapore 119962. The Company is listed on the Singapore Exchange Securities Trading Limited. These condensed interim consolidated financial statements as at and for the three months ended 30 June 2024 comprise the Company and its subsidiaries (collectively, the “**Group**”).

The principal activities of the Company are that of an investment holding Company. The principal activities of the Group as at 30 June 2024 were:

- (a) Coal storage and sales and general cargo loading and unloading;
- (b) Management services and investment holding.

Proposed Restructuring Exercise

The Company on 9 January 2023 applied to the High Court of the Republic Singapore (the “**Court**”) for moratorium protection pursuant to Section 64 of the Insolvency, Restructuring, and Dissolution Act 2018 (“**IRDA**”). On 6 February 2023, the Court granted the moratorium protection sought until 9 July 2023, which was subsequently extended to 9 October 2023, and further extended to 9 December 2023. The purpose of the moratorium is to facilitate the reorganisation of the liabilities and business of the Company and the Group, to preserve the value of the Group’s core business and maintain a sustainable capital structure. During the moratorium, the Company worked with its advisors to formulate a “pre-packaged” scheme of arrangement pursuant to Section 71 of the IRDA which would benefit all its creditors at large (the “**Scheme**”).

Following the proposal of the Scheme to its creditors, the Company applied to the Court for an order approving the Scheme and on 1 December 2023, the Court granted the orders sought, thereby approving the Scheme. The Ontario Whitewash Waiver (as defined in the announcement dated 24 October 2023) has also been granted by the Securities Industry Council subject to the conditions disclosed in the announcement.

On 22 November 2024, the Company convened a Creditors’ Meeting to pass Special Resolutions relating to the approval of (i) the expansion of the DIP Facility (as defined below) and (ii) modifications to the Scheme, including, *inter alia*, extension of the Drop Dead Date (as defined below). The Special Resolutions were passed unanimously.

The restructuring exercise is still ongoing as at the date of these financial statements.

2 Basis of preparation

The condensed interim financial statements for the three months ended 30 June 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 audited financial statements for the year ended 30 June 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 2.1.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

2 Basis of preparation (cont'd)

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

2.1 New and amended standards adopted by the Group

A number of amendments to Standards has 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.

2.2 Use of judgements and estimates

Critical judgements in applying the entity's accounting policies

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 expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the financial year ended 30 June 2023.

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.

Going concern assumption

During the financial period ended 30 June 2024, the Group reported a net profit of S\$326,000 (30 June 2023: loss of S\$7,997,000) and the Company reported a net profit of S\$954,000 (30 June 2023: loss of S\$10,890,000). The Group's and the Company's current liabilities exceeded the current assets by S\$59,072,000 (30 June 2023: S\$33,771,000) and S\$47,424,000 (30 June 2023: S\$48,377,000) respectively. These conditions indicate the existence of material uncertainties that may cast significant doubts about the Group's and the Company's abilities to continue as going concerns.

The Directors of the Company are of the view that the going concern assumption is appropriate for the preparation of these financial statements based on the following assessments:

- (i) On 9 January 2023, the Company applied to the Court for moratorium protection pursuant to Section 64 of the IRDA. On 6 February 2023, the Court granted a moratorium until 9 July 2023, which was subsequently extended to 9 October 2023, and thereafter until 9 December 2023. The purpose of the moratorium was to facilitate the reorganisation of the liabilities and the business of the Company and the Group, and to maintain a sustainable capital structure.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

2 Basis of preparation (cont'd)

2.2 Use of judgements and estimates (cont'd)

Critical judgements in applying the entity's accounting policies (cont'd)

Going concern assumption (cont'd)

During the moratorium, the Company worked with its advisors to formulate the Scheme. The scheme document, comprising, among other things, the Scheme and the Explanatory Statement, was sent to the creditors on 6 September 2023. Under the Scheme, each creditor (save for 3 creditors that are related to the Company) (“**Class A Scheme Creditor**”) was given the option to elect between (a) converting approximately 1% of its debt into equity in the Company (“**Equity Option**”), or (b) receiving a cash payment equivalent to up to 6% of its debt (“**Cash Option**”), in full and final settlement of its debt. In addition, any surplus cash that the Company receives from the disposal of Shanghai Fengwei Garment Accessory Co., Ltd. (“**Shanghai Fengwei**”) would be distributed *pari passu* to the Class A Scheme Creditors. The objective of the Scheme is to restructure the liabilities of the Company by reducing the Company's debt to a sustainable level, and thereby allow the Company to continue as a going concern.

The Scheme was approved by all the Class A Scheme Creditors that voted on the Scheme. On 20 October 2023, the Company consequently applied to the Court to approve the Scheme pursuant to Section 71(1) of the IRDA. On 1 December 2023, the Court sanctioned the Scheme.

- (ii) The Scheme was subject to several conditions precedent being met prior to 1 December 2024 (the “**Drop Dead Date**”), including obtaining the approval of the SGX-ST for the resumption of trading of the Company's shares on the Mainboard of the SGX-ST. The Company has made an application to the SGX-ST for the resumption of trading of its shares. Pursuant to the SGX-ST's outcome letter received on 11 September 2024, the Company is required to resubmit a revised trading resumption proposal by 31 December 2024, which the Company is addressing.
- (iii) 2810198 Ontario (“**Ontario**”), the largest creditor of the Group, has elected for the Equity Option. In the event that the Scheme is implemented, Ontario is expected to hold 70% of the shares of the Company. Ontario has plans to use the Company as a vehicle to hold various businesses. The future value of the Company will be underpinned by the value of the businesses and investments that Ontario injects into the Company.
- (iv) In the meantime, Ontario has provided the Company with rescue financing. On 14 September 2023, the Company and Ontario executed an agreement for Ontario to provide rescue financing of up to S\$5.9 million to the Company (the “**DIP Facility**”), to fund (i) the Company's working capital requirements, (ii) the Company's restructuring costs, and (iii) the implementation of the Cash Option under the Scheme. Following the Company's application to the Court pursuant to Section 67(1) of the IRDA, the debt arising from Ontario's rescue financing has been conferred priority over all the preferential debts specified in Section 203(1)(a) to (i) of the IRDA and all other unsecured debts.
- (v) On 22 November 2024, the Company convened a Creditors' Meeting to pass Special Resolutions relating to the approval of (i) the expansion of the DIP Facility and (ii) modifications to the Scheme, including, *inter alia*, extension of the Drop Dead Date to 1 March 2025. The Special Resolutions were passed unanimously.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

2 Basis of preparation (cont'd)

2.2 Use of judgements and estimates (cont'd)

Critical judgements in applying the entity's accounting policies (cont'd)

Going concern assumption (cont'd)

- (vi) HYI is currently under stoppage order from government. The management have completed all the requirements except for Quick Loading System which the management believes is optional. Management believes that HYI will be able to resume operations in January 2025 and will take about a month to return to its pre-stoppage shipment volume. Due to shut-down of the HYI operation is temporary in nature, the Management believe the group is still able to operate as a going concern.

The Directors are of the opinion that the above would allow the Group to restructure its operations and enable the Group and the Company to pay their debts as and when they fall due.

For these reasons, the financial statements have been prepared on the assumptions that the Group and Company will continue as going concerns. The financial statements did not include any adjustments that may result in the event that the Group and Company are unable to continue as going concerns. In the event that the Group and Company are unable to continue in operational existence for the foreseeable future, the Group and Company may be unable to realise its assets and discharge its liabilities in the normal course of business and adjustments may have to be made to reflect the situation that assets may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are currently recorded in the statements of financial position. In addition, the Group and Company may have to provide for further liabilities that might arise, and to reclassify non-current assets and liabilities as current assets and liabilities. No such adjustments have been made in the financial statements.

Key sources of estimation uncertainty

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 included in the following notes:

Impairment of trade and other receivables

The Group has applied the simplified approach within SFRS(I) 9, based on lifetime ECL, in determining the loss allowance on trade receivables at the end of each reporting period.

The Group determined the ECL of trade receivables by categorising them based on days past due for groupings of various customer segments that have similar loss patterns. The ECL rates for each category of the debtors are estimated based on historical credit loss experience adjusted as appropriate to reflect current condition and forward-looking information which is based on assumptions and forecasts of future economic conditions and how these conditions will affect the Group's ECL assessment.

As the calculation of loss allowance on trade receivables and contract assets is subject to assumptions and forecasts, any changes to these estimations will affect the amounts of loss allowance recognised and the carrying amounts of trade receivables and contract assets.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

2 Basis of preparation (cont'd)

2.2 Use of judgements and estimates (cont'd)

Key sources of estimation uncertainty (cont'd)

Impairment test for cash-generating unit containing goodwill and intangibles

A cash-generating unit (“CGU”) to which goodwill has been allocated shall be tested for impairment annually, and whenever there is an indication that the unit may be impaired, by comparing the carrying amount of the CGU, including the goodwill, with the recoverable amount of the CGU. The recoverable amount is the higher of the CGU’s fair value less costs of disposal and its value in use. Where the recoverable amount of the CGU is less than its carrying amount, such impairment loss is recognised in profit or loss.

Significant judgement and estimates by management are required in assessing: (i) whether the carrying amount of the CGU can be supported by its market value based on comparable assets or the net present value of future cash flows which are estimated based upon the continued use of the assets in the business; and (ii) the appropriate key assumptions to be applied in preparing cash flow projections including whether these cash flow projections are extrapolated using a suitable growth rate and then discounted using an appropriate discount rate. Changing the assumptions selected by management to determine the level of impairment, including the growth rate and discount rate assumptions in the cash flow projections, could materially affect the net present value used in the impairment test and as a result may potentially affect the Group’s results. The carrying amounts of the Group’s intangible assets, including goodwill, at the end of the reporting period, and the basis and assumptions used to determine the recoverable amount of the CGU, are disclosed in Note 10.

Impairment of investment in subsidiaries

At the end of each reporting period, the Company assesses whether there are any indications of impairment for investment in subsidiaries. The Company also assesses whether there is any indication that an impairment loss recognised in prior periods for investment in subsidiaries may no longer exist or may have decreased.

If any such indication exists, the Company estimates the recoverable amount of that asset. An impairment loss exists when the carrying value of an asset exceeds its recoverable amount, which is the higher of its fair value less costs to sell and its value in use. An impairment loss recognised in prior periods shall be reversed if there has been a change in the estimates used to determine the asset’s recoverable amount since the last impairment loss was recognised.

Estimation of financial guarantee liabilities

Financial guarantees are financial instruments issued by the Company that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms of a debt instrument.

Financial guarantee contract liabilities are initially measured at their fair values. Subsequently, they are measured at the higher of the loss allowance determined in accordance with SFRS (I) 9 and the amount initially recognised less, when appropriate, the cumulative amount of income recognised in accordance with the principles of SFRS (I) 15.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

3 Seasonal operations

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

4 Segment and revenue information

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

- Healthcare - owns and operates clinics in Singapore providing complementary integrative therapies, runs employee healthcare benefits programmes, offers systems integration services to hospitals and healthcare facilities, owns and operates clinics in Singapore providing dental services, and distributes dental and medical supplies, and manufacturing of healthcare consumables.
- Others - general corporate activities and others

The Group's executive directors monitor the operating results of its operating segments for the purpose of making decisions about resource allocation and performance assessment.

Information regarding the results of each reportable segment is included in the following table. Performance is measured based on segment profit/(loss) before taxation, as included in the internal management reports that are regularly reviewed by the Group's executive directors. Segment profit/(loss) is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

4.1 Reportable segments

	Healthcare Unaudited S\$'000	Others Unaudited S\$'000	Per consolidated financial statements Unaudited S\$'000
1 July 2023 to 30 June 2024			
Segment revenue			
- Sales to external customers	6,957	146	7,103
Segment results			
- Other income	394	4,501	4,895
- Depreciation of property, plant and equipment	(145)	(88)	(233)
- Depreciation of rights-of-use assets	(401)	(299)	(700)
- Finance costs	(104)	(251)	(355)
Segment loss	(361)	687	326
Segment assets and liabilities			
- Segment assets	2,028	36,656	38,684
- Segment liabilities	2,317	68,354	70,671
- Capital expenditure	-	276	276

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

4 Segment and revenue information (cont'd)

4.1 Reportable segments (cont'd)

	Healthcare Audited S\$'000	Others Audited S\$'000	Per consolidated financial statements Audited S\$'000
1 July 2023 to 30 June 2023			
Segment revenue			
- Sales to external customers	28,241	4	28,245
<hr/>			
Segment results			
- Other income	1,194	1,180	2,374
- Amortisation of intangible assets	(126)	-	(126)
- Depreciation of property, plant and equipment	(1,179)	(9)	(1,188)
- Depreciation of rights-of-use assets	(1,550)	(106)	(1,656)
- Other non-cash items	(6,750)	-	(6,750)
- Finance costs	(635)	(264)	(899)
- Impairment loss on intangible assets	(2,431)	-	(2,431)
Segment profit/(loss)	(6,748)	(1,249)	(7,997)
<hr/>			
Segment assets and liabilities			
- Segment assets	24,312	3,945	28,257
- Segment liabilities	9,180	52,557	61,737
- Capital expenditure	621	-	621
<hr/>			

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

4 Segment and revenue information (cont'd)

4.2 Disaggregation of revenue

	12 months ended 30 June 2024 Unaudited S\$'000	12 months ended 30 June 2023 Audited S\$'000
Healthcare products	6,957	15,185
Healthcare services	-	13,056
Others	146	4
	<u>7,103</u>	<u>28,245</u>

Geographical information:

	12 months ended 30 June 2024 Unaudited S\$'000	12 months ended 30 June 2023 Audited S\$'000
China	7,103	15,189
Singapore	-	13,056
	<u>7,103</u>	<u>28,245</u>

A breakdown of sales and operating loss after tax:

	30 June 2024 S\$'000	30 June 2023 S\$'000	Increase /(Decrease) %
<i>Sales reported for the first half year:</i>	5,970	19,007	(69)
<i>Operating loss after tax before deducting non-controlling interests reported for first half year:</i>	(3,366)	725	N.M.
<i>Sales reported for the second half year:</i>	1,133	9,238	(88)
<i>Operating loss after tax before deducting non-controlling interests reported for second half year:</i>	<u>3,692</u>	<u>(8,722)</u>	N.M.

N.M.: Not Meaningful

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

5 Financial assets and financial liabilities

5.1 Categories of financial instruments

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2024 and 30 June 2023:

	Group		Company	
	30 June 2024 Unaudited S\$'000	30 June 2023 Audited S\$'000	30 June 2024 Unaudited S\$'000	30 June 2023 Audited S\$'000
Financial assets				
Financial assets at amortised cost	10,984	14,476	3,073	547
Financial liabilities				
Lease liabilities	1,865	328	242	328
Financial liabilities at amortised cost	68,759	56,317	50,296	48,832

6 Profit/(loss) before taxation from continuing operations

6.1 Significant items

<u>Group</u>	12 months ended 30 June 2024 Unaudited S\$'000	12 months ended 30 June 2023 Unaudited S\$'000
Gain/(loss) on disposal of subsidiary	2,436	(4,319)

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

6 (Loss)/profit before taxation from continuing operations (cont'd)

6.2 Related party transactions

Other than as disclosed elsewhere in the interim financial statements, the following related party transactions took place between the Group and related parties during the financial period/year on terms agreed by the parties concerned:

<u>Group</u>	12 months ended 30 June 2024 Unaudited S\$'000	12 months ended 30 June 2023 Unaudited S\$'000
Interest expense	(215)	(218)
Lease payments (rental)	-	(760)
	<hr/> <hr/>	<hr/> <hr/>

7 Taxation

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:

<u>Group</u>	12 months ended 30 June 2024 Unaudited S\$'000	12 months ended 30 June 2023 Audited S\$'000
Current taxation:		
- Current period	7	416
- Changes in estimates related to prior years	-	-
	<hr/>	<hr/>
	7	416
Deferred taxation:		
- Origination and reversal of temporary differences	-	-
- Changes in estimates related to prior years	-	(37)
	<hr/>	<hr/>
	7	379
	<hr/> <hr/>	<hr/> <hr/>

8 Net asset value

	Group		Company	
	30 June 2024 Unaudited	30 June 2023 Audited	30 June 2024 Unaudited	30 June 2023 Audited
Net asset value per ordinary share (cent)	(15.12)	(15.33)	(15.60)	(16.06)
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

9 Disposal of subsidiary

On 6 February 2024, the Group completed disposed of 100% interest in a subsidiary Shanghai Fengwei Garment Accessory Co., Ltd. For a total consideration of S\$16,574,000.00 (RMB 88.0 million).

The effect of the disposal on the Group's financial statements are as shown below:

	12 months ended 30 June 2024 Unaudited S\$'000
<u>Identifiable assets and liabilities</u>	
Property, plant and equipment	1,809
Intangible assets	242
Right-of-use assets	301
Prepayment	376
Cash and bank balances	1,283
Inventories	1,536
Trade receivables	1,577
Other receivables	5,014
Total assets	<u>12,138</u>
Trade payables	231
Other payables	227
Borrowings	5,601
Total liabilities	<u>6,059</u>
Identifiable net assets disposed	(6,079)
Goodwill disposed	(7,439)
Cash consideration	16,574
Transaction cost	(1,402)
Translation reserve transferred to profit or loss	782
Gain on disposal	<u>2,436</u>

The effect of the disposal of subsidiary on the cash flows of the group is as below:

	12 months ended 30 June 2024 Unaudited S\$'000
Cash consideration	16,574
Transaction cost	(1,402)
Less: cash and cash equivalent in subsidiary disposed	(1,283)
Cash received in prior year	(5,079)
Net cash inflow on disposal	<u>8,810</u>

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

10 Acquisition of subsidiaries

On 25 June 2024, the Group completed acquisition of 100% interest in Tianjin Zhoushun Logistics Co., Ltd and its 59% owned subsidiary - Hequ Yuanyang Industrial Co., Ltd. (“HYI”).

The effects of the acquisition on the Group’s financial statements are as shown below:

	12 months ended 30 June 2024 Unaudited S\$’000
<u>Identifiable assets and liabilities</u>	
Property, plant and equipment	25,391
Cash and bank balances	95
Trade receivables	699
Other receivables	345
Prepayment	15
Total assets	<u>26,545</u>
Trade payables	(8,449)
Other payables and accruals	(15,221)
Other payables	(19)
Total liabilities	<u>(23,689)</u>
Less: Non-controlling interest	<u>(1,172)</u>
Identifiable net assets acquired	1,684
Cash consideration paid	<u>(748)</u>
Merger reserve	<u>936</u>

The effects of the acquisition of subsidiary on the cash flows of the group is as below:

	12 months ended 30 June 2024 Unaudited S\$’000
Cash consideration	(748)
Less: cash and cash equivalent in subsidiaries acquired	<u>95</u>
Net cash inflow on acquisition	<u>(653)</u>

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

11 Intangible assets

Group	Goodwill S\$'000	Customer relationship S\$'000	CMS Development costs S\$'000	Service right S\$'000	Trademark S\$'000	Total S\$'000
Cost:						
Balance at 1 July 2022	7,439	375	2,115	122	452	10,503
Additions	314	-	-	-	-	314
Reclassified from disposal group held for sales	2,110	-	-	-	-	2,110
Reclassified to disposal group held for sales	(7,439)	(375)	-	-	(452)	(8,266)
Written off	-	-	(2,115)	(122)	-	(2,237)
Currency translation differences	7	-	-	-	-	7
Balance at 30 June 2023, 1 July 2023 and 30 June 2024	2,431	-	-	-	-	2,431
Accumulated amortisation:						
Balance at 1 July 2022	-	141	2,115	122	316	2,694
Amortisation	-	36	-	-	90	126
Impairment charge	2,431	-	-	-	-	2,431
Reclassified to disposal group held for sales	-	(179)	-	-	(406)	(585)
Written off	-	-	(2,115)	(122)	-	(2,237)
Currency translation differences	-	2	-	-	-	2
Balance at 30 June 2023, 1 July 2023 and 30 June 2024	2,431	-	-	-	-	2,431
Carrying amount:						
Balance at 30 June 2024	-	-	-	-	-	-
Balance at 30 June 2023	-	-	-	-	-	-

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

11 Intangible assets (cont'd)

Impairment testing for a cash-generating unit containing goodwill

Goodwill that has an indefinite useful life are not subject to amortisation and are tested for impairment annually, or more frequently if events or changes in circumstances indicate that it might be impaired. No impairment indicators were identified as at 30 June 2024 based on each CGU's business performance. The Group performed its annual impairment test in June 2023. The key assumptions used to determine the recoverable amount for the CGU were disclosed in the last audited financial statements for the year ended 30 June 2023. The Group tests goodwill annually for impairment or more frequently if there are indicators that goodwill might be impaired.

12 Share capital

	30 June 2024		30 June 2023	
	Number of shares	Amount S\$'000 Unaudited	Number of shares	Amount S\$'000 Audited
Group and Company				
<i>Issued and fully paid with no par value</i>				
At beginning and end of interim period	211,908,869	120,784	211,908,869	120,784

The number of issued shares excluding treasury shares as at the end of the interim period was 208,464,669 (30 June 2023: 208,464,669).

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings. All shares rank equally with regard to the Company's residual assets.

The Company's subsidiaries do not hold any shares in the Company as of 30 June 2024 and 30 June 2023.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

13 Treasury shares

	30 June 2024		30 June 2023	
	Number of shares	Amount S\$'000 Unaudited	Number of shares	Amount \$'000 Audited
Group and Company				
<i>Issued and fully paid with no par value</i>				
At beginning and end of interim period	3,444,200	(1,182)	3,444,200	(1,182)

14 Borrowings

	Group	
	30 June 2024 Unaudited S\$'000	30 June 2023 Audited S\$'000
<u>Amount repayable within one year or on demand</u>		
Bank loans, secured	1,865	2,058
Lease liabilities, unsecured	386	134
<u>Amount repayable after one year</u>		
Bank loans, secured	-	-
Lease liabilities, unsecured	1,479	194
	<u>3,730</u>	<u>2,386</u>

Loan from financial institutions and other borrowings are secured by the following:

- i. fixed deposits of the Group;
- ii. corporate guarantees by the Company and related parties;
- iii. charges over shares of certain subsidiaries of the Company;
- iv. personal guarantee(s) from a director of the Company and a former director of the Company and/or directors of subsidiaries;
- v. pledge over a director's land;
- vi. fixed and floating charge on all assets and undertakings of a subsidiary; and/or
- vii. certain property and equipment.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

15 Subsequent events

Proposed Restructuring Exercise

The Company on 9 January 2023 applied to the Court for moratorium protection pursuant to Section 64 of the IRDA. On 6 February 2023, the Court granted the moratorium protection sought until 9 July 2023, which was subsequently extended to 9 October 2023, and further extended to 9 December 2023. The purpose of the moratorium is to facilitate the reorganisation of the liabilities and business of the Company and the Group, to preserve the value of the Group's core business and maintain a sustainable capital structure. During the moratorium, the Company worked with its advisors to formulate the Scheme.

Following the proposal of the Scheme to its creditors, the Company applied to the Court for an order approving the Scheme and on 1 December 2023, the Court granted the orders sought, thereby approving the Scheme. The Ontario Whitewash Waiver (as defined in the announcement dated 23 October 2023) has also been granted by the Securities Industry Council subject to the conditions disclosed in the announcement.

On 22 November 2024, the Company convened a Creditors' Meeting to pass Special Resolutions relating to the approval of (i) the expansion of the DIP Facility and (ii) modifications to the Scheme, including, *inter alia*, extension of the Drop Dead Date to 1 March 2025. The Special Resolutions were passed unanimously.

The restructuring exercise is still ongoing as at the date of these financial statements.

Voluntary Liquidation of Healthsciences International Pte. Ltd. (“HSI”) and HSI Dental Pte. Ltd. (“HSID”)

The Company refers to its announcement dated 29 September 2023 in relation to voluntary liquidation of HSI and HSID. HSI and HSID have been placed into creditors' voluntary liquidation on 29 September 2023, which is ongoing.

Lawsuits related to HYI

On 3 July 2024, one of HYI's creditors filed a lawsuit against the company due to a dispute over the loan agreement. Subsequently, on 9 October 2024, HYI initiated a countersuit against the same creditor.

On 26 August 2024, another creditor also filed a lawsuit against HYI over a similar loan agreement dispute.

As of the date of this announcement, both lawsuits remain ongoing.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

15 Subsequent events (cont'd)

Cessation of operation in HYI

HYI was first informed on 13 May 2024 that it is on the "Hequ County Industrial Enterprise Classification and Management List" from the local Chinese governments that sets out the enterprises which are subject to compulsory measures mandated by the local Chinese governments.

HYI received a government notice dated 17 May 2024 and titled "Coal Enterprise Rectification and Acceptance Standards and Coal Washing and Selection Enterprise Rectification and Acceptance Standards" from the Xinzhou Municipal Central Ecological and Environmental Protection Supervision Rectification Work Leading Group Office. The notice addressed the following key matters:-

- 1) To obtain land titles for all land used in operation, environmental impact assessment report, environmental completion acceptance report, pollutant discharge permit, and business license that compliance with fire protection and security policy
- 2) Improvement of the coal loading railway to China's Shenhua Railway
- 3) Construction of a new pulverised coal field

HYI received a further notice dated 5 July 2024 and titled "Environmental Inspection and Rectification Acceptance Standards for Coal and Mining Enterprise in Xinzhou City" from the same government office. The notice further addressed the standard operation procedure for compliance with environmental rules and regulations.

Due to the above government mandate, HYI's operations have been temporarily shut down. During the shutdown and rectification period, HYI is required to undertake corrective measures, carry out technological transformation, and meet stricter environmental protection standards. As of the date of this announcement, HYI has not yet resumed operations.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2

1. Review

The condensed consolidated statement of financial position of New Silkroutes Group Limited and its subsidiaries as of 30 June 2024 and the related condensed consolidated statement of comprehensive income for the three-month period and year then ended, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the year then ended and certain explanatory notes have not been audited or reviewed.

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

(a) Updates on efforts taken to resolve each outstanding audit issue

The auditors have issued a disclaimer of opinion on the Group's financial statements for the financial year ended 30 June 2023 due to:

- i. Going concern assumptions
- ii. Opening balances as at 1 July 2022 for the financial year ended 30 June 2022 whose report dated 31 August 2023 contained a disclaimer of opinion
- iii. Financial impact related to independent review report and notice of compliance issued by Singapore Exchange Regulation ("SGX RegCo")
- iv. Financial guarantees and provisions in respect of banking facilities extended to its subsidiaries
- v. Classification and appropriateness of the disposal group classified as held for sale and discontinued operation
- vi. Appropriateness of accounting for disposals of subsidiaries
- vii. Appropriateness of accounting for disposal of businesses
- viii. Appropriateness of accounting for acquisition of Hidderton Limited and its subsidiaries
- ix. Appropriateness of the impairment loss recognised for the investments in subsidiaries

Please refer to page 44 - 49 of the Company's Annual Report for the financial year ended 30 June 2023 for more information on these outstanding audit issues.

The Company will follow up with the appropriate accounting treatment on these outstanding audit issues.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

The Board confirms that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

2. Review of performance of the Group

Income Statement Review

Fourth Quarter Ended 30 June 2024 (“4Q24”) against Fourth Quarter Ended 30 June 2023 (“4Q23”)

Group revenue decreased to S\$NIL in 4Q24 compared to S\$2.77 million in 4Q23. The Group's performance was due to 1) the disposal of medical and dental clinics in last financial year; 2) new acquired subsidiaries have not yet generated revenue; and 3) disposal of SHFW in the last quarter.

Other income increased to S\$0.13 million in 4Q24 when compared to S\$NIL million in 4Q23 mainly due to write-back of other payables.

Purchases of finished goods decreased to S\$NIL in 4Q24 from S\$1.02 million in 4Q23. The decrease is in line with the decrease in revenue.

Employee benefits expense decreased to S\$0.25 million in 4Q24 when compared to S\$1.19 million in 4Q23 mainly due to disposal of medical and dental clinics in last financial year and disposal of SHFW in the last quarter.

Other operating expenses decreased to S\$0.40 million in 4Q24, from S\$3.16 million in 4Q23 mainly due to high restructuring expenses in the corresponding period.

Finance costs decreased to S\$NIL in 4Q24 from S\$0.14 million in 4Q23 mainly due to lower borrowings for the quarter.

Financial Year Ended 30 June 2024 (“FY24”) against Financial Year Ended 30 June 2023 (“FY23”)

Group revenue decreased to S\$7.10 million in FY24 compared to S\$28.25 million in FY23. The Group's performance was due to 1) the disposal of medical and dental clinics in last financial year; 2) new acquired subsidiaries have not yet generated revenue; and 3) disposal of SHFW in the last quarter.

Other income increased to S\$4.90 million in FY24 when compared to S\$2.37 million in FY23 mainly due to reversal of debt due to a creditor.

Purchases of finished goods decreased to S\$6.97 million in FY24 from S\$15.38 million in FY23. The decrease is in line with the decrease in revenue.

Employee benefits expense decreased to S\$2.16 million in FY24 when compared to S\$8.72 million in FY23 mainly due to disposal of medical and dental clinics in last financial year and disposal of SHFW during this last quarter.

Other operating expenses increased to S\$4.29 million in FY24, from S\$3.44 million in FY23 mainly due to professional fee incurred for the year and exchange loss in FY24 instead of exchange gain in FY23.

Finance costs decreased to S\$0.36 million in FY24 from S\$0.90 million in FY23 mainly due to lower borrowings for the financial year.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

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

Financial Position Review

Property, plant and equipment increased to S\$25.76 million as at 30 June 2024 compared to S\$0.18 million as at 30 June 2023, mainly due to acquisition of subsidiary - HYI during the quarter.

Right-of-use assets increased to S\$1.86 million as at 30 June 2024 from S\$0.31 million as at 30 June 2023 due to recognition of right-of-use asset upon acquisition of subsidiary - HYI during the quarter.

Trade and other receivables increased to S\$3.01 million as at 30 June 2024 from S\$2.96 million as at 30 June 2023 mainly due to loan to a related party and 3rd parties and acquisition of subsidiary - HYI during the quarter.

Trade and other payables increased to S\$66.89 million as at 30 June 2024 from S\$52.73 million as at 30 June 2023 mainly due to acquisition of subsidiary - HYI.

Current borrowings decreased to S\$1.87 million as at 30 June 2024 from S\$2.06 million as at 30 June 2023 due to the repayment of loans.

Cash Flow Statement Review

Net cash flows generated from operating activities of S\$0.25 million in FY24 mainly due to change in working capital during the financial year.

Net cash flows generated from investing activities amounted to S\$6.25 million mainly due to cash inflow from the disposal of subsidiary.

Net cash flows used in financing activities of S\$3.00 million were mostly used to repay loans, one creditor and lease liabilities.

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

No forecast has been issued for the current financial reporting period.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

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.

As part of the Company's restructuring and corporate strategy pivot, as of the date of these financial statements, the Company has divested its existing businesses which were loss-making or were not in line with the proposed new business strategy, including the Company's medical, dental and traditional Chinese medicine practices, and the manufacturing of healthcare consumables business, in order to optimise their value and mitigate liabilities. The Company has completed the acquisition of Tianjin Zhoushun Logistics Co., Ltd. in FY2024, which indirectly holds 59% of Hequ Yuanyang Industrial Co., Ltd., primarily engaged in the business of coal storage and sales and general cargo loading and unloading. Accordingly, going forward our Group will be mainly in the logistics industry and the Company continues to look for new business opportunities to invest in.

HYI is currently under stoppage order from government. The management have completed all the requirements except for Quick Loading System which the management believes is optional. Management believes that HYI will be able to resume operations in January 2025 and will take about a month to return to its pre-stoppage shipment volume.

For more information on salient details, please refer to our official public announcements for further details.

Please refer to Note 15 (Subsequent Events) and the going concern assumption in Note 2.2 above for further information on further factors and events that may affect the Group.

5. Dividend information

(a) Current financial period reported on

Any dividend recommended for the current financial period reported on?

None.

(b) Corresponding period of the immediate preceding financial year

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

None.

(c) Date payable

Not applicable.

(d) Book closure date

Not applicable.

(e) If no dividend has been declared/recommend, a statement to the effect and the reasons for the decision

No dividend has been declared or recommend for the year ended 30 June 2024 due to accumulated losses of the Company.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

6. Interested person transactions

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 the shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	SS'000	SS'000
Interest expense:		
2810198 Ontario Inc*	215	-

*As the Scheme is ongoing and not yet complete, 2810198 Ontario Inc is not yet a controlling shareholder of the Company. However, for the purposes of additional disclosure, the Company has disclosed above the aggregate value of transactions which it has conducted with its future controlling shareholder as an interest person transaction.

The Group does not have a general mandate for interested person transactions during the reporting period.

7. Disclosure on Acquisitions and Realisations of Shares pursuant to Rule 706A of the Listing Manual

Save as disclosed on SGXNet and as disclosed below, during the period ended 30 June 2024, there were no acquisitions or realisations of shares resulting in a company becoming or ceasing to be a subsidiary or associated company of the Company, or resulting in the Company increasing or reducing its shareholding percentage in a subsidiary or associated company:

Acquisition of Tianjin Zhoushun Logistics Co., Ltd.

The Company refers to its announcements dated 18 September 2023, 10 October 2023 and 25 June 2024 in relation to the acquisition of 100% of the equity of Tianjin Zhoushun Logistics Co., Ltd., which has been completed on 25 June 2024.

Striking off of HSI Asia Pte. Ltd., HSI Specialists Pte. Ltd. and HSI Cardiology Pte. Ltd.

The Company refers to its announcement dated 15 April 2024 in relation to the striking off of HSI Asia Pte. Ltd., HSI Specialists Pte. Ltd. and HSI Cardiology Pte. Ltd.

8. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company has received undertaking from all its directors and executive officers in the format as set out in Appendix 7.7 under Rule 720(1) of the Listing Manual of the SGX-ST.

NEW SILKROUTES GROUP LIMITED AND ITS SUBSIDIARIES

9. In the review of performance of the Group, the factors leading to any material changes in the contributions to turnover and earnings by the business or geographical segments

During the financial year, the Group's healthcare non-woven manufacturing business was disposed of and the new business in China logistics industry was acquired close to the financial year end.

10. Disclosure of persons occupying managerial positions who are related to a director, CEO or substantial shareholder

Pursuant to Rule 704(13) of the Listing Manual, New Silkroutes Group Limited confirms that there are no persons occupying a managerial position in the Company or in any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

Mr. Han Binke
Executive Director and CEO
30 December 2024