

GRP LIMITED
(Company Registration Number 197701449C)
(Incorporated in the Republic of Singapore)

**MATERIAL DIFFERENCES BETWEEN THE AUDITED FINANCIAL STATEMENTS AND THE
UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2024**

The Board of Directors ("**Board**") of GRP Limited ("**Company**") and together with its subsidiaries, the "**Group**") refers to the unaudited full year results announcement for the financial year ended 30 June 2024 ("**FY2024**") released on 23 August 2024 ("**Unaudited Results**"). Further reference is made to the audited financial statements of the Group for FY2024 ("**Audited Financial Statements**") contained in the Company's annual report for FY2024 which will be released via the SGXNET shortly.

Pursuant to Rule 704(6) of the Singapore Exchange Securities Trading Limited, the Company would like to announce that subsequent to the release of the Unaudited Results, certain material adjustments were made to the Unaudited Results.

The material variances for FY2024 between the Audited Financial Statements and the Unaudited Results and the explanation thereon are set out as follows:

	Audited Financial Statements \$'000	Unaudited Results \$'000	Variance \$'000	Variance %	Refer Explanatory Notes
Consolidated Statement of Comprehensive Income					
Impairment of financial assets	2,130	2,253	(123)	(5.46)	(A)
Statements of financial position (Company)					
Trade receivables	-	1,474	(1,474)	(100.00)	(B)
Other receivables	3,193	15,292	(12,099)	(79.12)	(B)
Accumulated losses	(26,997)	(13,345)	(13,652)	(>100.00)	(B)

Explanatory Notes

(A) Management has computed the expected credit losses ("**ECL**") of the receivable due from the PRC authority by using an estimate of 35% recovery of the outstanding amount after deduction of certain related expenses. In the audited financial statements, the 35% recovery was applied to the outstanding balance of the receivable, so as not to offset

the receivable and payable in the computation. This has resulted in a \$0.12 million reduction in impairment of financial assets.

(B) In view of the ongoing issues with the contractor of Ratus Nautika Sdn Bhd (“**Ratus Nautika**”), an indirect 70%-owned subsidiary, a full loss allowance on the amount due from Ratus Nautika, both directly and indirectly, of \$13.57 million has been made in the accounts of the Company for year ended 30 June 2024.

BY ORDER OF THE BOARD

Teo Tong How
Independent Non-Executive Director and Chairman
4 October 2024