

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 2025**

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 2025 ("**FY2025**") released on 25 August 2025 ("**Unaudited Results**"). Further reference is made to the audited financial statements of the Group for FY2025 ("**Audited Financial Statements**") contained in the Company's annual report for FY2025 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 FY2025 between the Audited Financial Statements and the Unaudited Results pertain to reclassification of onerous contract losses from Administrative expenses to Cost of Sales and some Net impairment losses on financial assets and Finance costs to Administrative expenses but resulted in no change of Net loss for the financial year ended 30 June 2025, whereas the reclassification of Contract assets to Other receivables is to reflect completion of contractual fulfilment obligations. The explanation of changes in Consolidated Statement of Profit or Loss, Statements of Financial Position and Consolidated Statement of Cash Flows are set out as follows:

	Audited Financial Statements \$'000	Unaudited Results \$'000	Variance \$'000	Variance %	Refer Explanatory Notes
Consolidated Statement of Profit or Loss					
Cost of sales	10,419	9,437	982	10.4	(A)
Administrative expenses	4,551	5,416	(865)	(16.0)	(A), (B)
Net impairment on financial assets	16	123	(107)	(87.0)	(B)
Finance costs	26	36	(10)	(27.8)	(B)
Statements of financial position (Group)					
Other receivables	3,477	1,320	2,157	163.4	(C)
Contract assets	-	2,157	(2,157)	(100.0)	(C)
Contract liabilities	1,794	-	1,794	100.0	(D)
Trade payables	3,361	2,711	650	24.0	(E)
Other payables	2,073	4,517	(2,444)	(54.1)	(D), (E)

	Audited Financial Statement \$'000	Unaudited Results \$'000	Variance \$'000	Variance %	Refer Explanatory Notes
Consolidated Statement of Cash Flows					
Net cash (used in)/generated from operating activities	(6)	1,834	(1,840)	(100.3)	(F)
Net cash generated from/(used in) investing activities	674	(1,092)	1,766	>100.0	(F)
Net (decrease)/increase in cash and cash equivalents	(39)	35	(74)	(>100.0)	(F)

Explanatory Notes

- (A) Reclassification of \$0.982 million onerous contract losses from Administrative Expenses to Cost Of Sales. Onerous contract losses pertained to the total foreseeable future project loss of the affordable housing project in Perak, Malaysia.
- (B) Reclassification of \$0.107 million Net Impairment Losses On Financial Assets and \$0.010 million of Finance costs to Administrative Expenses.
- (C) Reclassification of \$2.157 million Contract Assets to Other Receivables.
- (D) Separate disclosure of \$1.794 million as Contract liabilities which was previously shown as a sub-group of Other Payables.
- (E) Reclassification of \$0.650 million from Other Payables to Trade Payables.
- (F) The differences are mainly reclassification of (i) \$2.011 million Increase In Restricted Bank Balances from Investing Activities to Operating Activities and (ii) \$0.249 million Interest Received to Other Receivable and Contract Assets

BY ORDER OF THE BOARD

Goh Lik Kok
Executive Director and Chief Executive Officer
7 October 2025