

ENDEAVOUR HOLDINGS LIMITED
Chairman's Report

Dear Shareholders,

I am pleased to present our report on the Company's financial performance for the three months ended 31 July 2024. This report aims to provide you with an overview of our company's recent results and financial position.

Financial Performance:

The profit after tax for the three months ended 31st July 2024 is \$11.3M, an increase of \$0.2M when compared to the profit after tax of \$11.1M in July 2023.

Revenue and Expenses:

Revenue from contracts with customers rose by \$0.2M, from \$22.2M in July 2023 to \$22.4M in July 2024. This increase was driven by higher rental income due to new tenants at Price Plaza and Briar Place.

Rental expenses decreased by \$81K from \$6.3M in July 2023 to \$6.2M in July 2024 primarily due to reduced repairs and maintenance expenses.

Administrative fees experienced a decrease marginally by \$36K, from \$912K in July 2023 to \$876K in July 2024.

Operating expenses increased by \$391K moving from negative \$100K in July 2023 to \$291K in 2024, mainly due to the reversal of bad debt provision in 2023.

Taxation:

The Company benefits from a 0% Corporation Tax rate, Business Levy, and Green Fund Levy, due to amendments under the Finance Act 2020 granted to listed SMEs. Taxes recorded in 2023 are those of the subsidiary company which was amalgamated with Endeavour Holdings Ltd on 31st January 2024.

Financial Position:

Investment Properties increased by \$3.6M as of July 2024 due to a fair value write-up of \$3.3M at year-end, net of building improvements at Price Plaza amounting to \$0.3M. This brought the total from \$908.2M in July 2023 to \$911.8M in July 2024.

Trade and Other Receivables increased by \$5.8M due to higher trade receivables from two tenants, which were collected in early August 2024. Cash and cash equivalents decreased by \$16.5M, owing to the final dividend for year-ended 30 April 2024, paid in July 2024.

Trade and Other Payables increased by \$1.4M from \$11.9M in July 2023 to \$13.3M in July 2024, due to insurances renewed in June 2024 instead of February 2024 and these were outstanding as at 31 July 2024.

Borrowings decreased by \$24.7M from \$254.9M in July 2023 to \$230.2M in July 2024, resulting from the loan payments made during the period.

Dividends:

A Final dividend of 40 cents per common share, for the financial year ended 30 April 2024 was paid in July 2024.

We are dedicated to maintaining a strong financial position by managing expenses prudently and optimizing our capital structure. Our goal is to continue delivering value to our shareholders while fostering sustainable growth and resilience in our operations.



John Aboud
Chairman
10 September 2024