

ENDEAVOUR HOLDINGS LIMITED
Chairman's Report

Dear Shareholders,

I am pleased to present our report on the Company's financial performance for the six months ended 31 October 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 six months ended 31st October 2024 is \$22.4M, an increase of \$0.2M when compared to the profit after tax of \$22.2M in October 2023.

Revenue and Expenses:

Revenue from contracts with customers fell by \$0.5M, from \$45.1M in October 2023 to \$44.6M in October 2024. This decrease was due to the vacancy at CHIC building, which was partially offset by new tenants at Price Plaza and Briar Place.

Rental expenses increased by \$1.4M from \$12.8M in October 2023 to \$14.2M in October 2024 due largely to refurbishment of CHIC building and roof repairs at other properties.

Administrative fees decrease by \$0.1M, from \$1.9M in October 2023 to \$1.8M in October 2024, due to legal fees incurred in 2023.

Operating expenses decreased by \$1.3M from \$0.78M in October 2023 to negative \$1.3M in 2024, due to reversal of IFRS 9 provision for bad debts linked to the lower receivables in October 2024.

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 \$3.5M as of October 2024 due to a fair value write-up of \$3.2M at year-end, net of building improvements at Price Plaza amounting to \$0.3M. Investment properties totaled \$908.3M in October 2023 and \$911.8M in October 2024.

Property, plant and equipment increased by \$1.3M from \$2.3M in October 2023 to \$3.6M in October 2024 due to air conditioning and CCTV camera upgrades.

Trade and Other Receivables decreased by \$3.3M due to lower receivables combined with lower prepaid expenses in October 2024. Cash and cash equivalents decreased by \$8.7M, owing to the final dividend for year-ended 30 April 2024, paid in July 2024.

Trade and Other Payables increased by \$.7M from \$8.5M in October 2023 to \$9.2M in October 2024, due to tenant prepayments.

Borrowings decreased by \$24.7M from \$243.2M in October 2023 to \$218.5M in October 2024, resulting from the loan payments made during the period.

Our commitment to creating long-term value for our shareholders remains unwavering. We appreciate your continued trust and support as we navigate the future together. We appreciate your continued support and confidence in our company.



John Aboud
Chairman
27th November 2024