



**LHN LOGISTICS LIMITED**  
**(Incorporated in the Republic of Singapore)**  
**Company Registration No. 202129609C**

**Unaudited Condensed Interim Financial  
Statements For The Half Year Ended 31  
March 2023**

**Background**

LHN Logistics Limited (the “**Company**”) was incorporated in Singapore on 24 August 2021 under the Companies Act as a company limited by shares under the name of LHN Logistics Pte Ltd. The Company changed its name to LHN Logistics Limited on 4 April 2022. The Company, its subsidiaries and associated companies were formed pursuant to a restructuring exercise (the “**Restructuring Exercise**”) prior to the IPO and listing on the Catalist of the SGX-ST on 29 April 2022. The Restructuring Exercise was completed on 29 March 2022. Please refer to the Company’s Offer Document dated 19 April 2022 for further details on the Restructuring Exercise.

For the purpose of this announcement, the comparative financial results of the Group for the six months ended 31 March 2022 have been prepared on the assumption that the Group’s structure following the completion of the Restructuring Exercise had been in place since the date of incorporation.

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**A. Unaudited Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income**

	Note	Group	
		6 months ended	6 months ended
		31 Mar 2023	31 Mar 2022
		S\$'000	S\$'000
<b>Revenue</b>	4	<b>12,735</b>	13,574
Cost of sales		<b>(8,538)</b>	(9,395)
<b>Gross profit</b>		<b>4,197</b>	4,179
Other gains/(losses) – net and other income	5	<b>714</b>	702
Expenses			
Distribution and marketing expenses		<b>(38)</b>	(31)
Administrative expenses		<b>(2,930)</b>	(3,579)
Finance costs		<b>(146)</b>	(269)
Share of result of associates, net of tax		<b>590</b>	436
<b>Profit before income tax</b>		<b>2,387</b>	1,438
Income tax credit/(expense)	8	<b>269</b>	(391)
<b>Profit for the period</b>		<b>2,656</b>	1,047
<b>Other comprehensive income</b>			
<u>Items that may be reclassified subsequently to profit or loss</u>			
Currency translation differences arising from consolidation		<b>28</b>	2
<b>Total comprehensive income for the period</b>		<b>2,684</b>	1,049
<b>Profit attributable to:</b>			
Equity holders of the Company		<b>1,964</b>	657
Non-controlling interests		<b>692</b>	390
		<b>2,656</b>	1,047
<b>Total comprehensive income attributable to:</b>			
Equity holders of the Company		<b>1,976</b>	658
Non-controlling interests		<b>708</b>	391
		<b>2,684</b>	1,049
<b>Earnings per share for profit for the financial period attributable to equity holders of the Company</b>			
Basic and diluted (Singapore cents) <sup>(1)</sup>	9	<b>1.17</b>	0.39

<sup>(1)</sup>The earnings per share for the period have been computed based on the profits attributable to equity holders of the Company and the Company's post-Placement issued and paid-up share capital of 167,678,800 shares

**B. Unaudited Condensed Interim Statements of Financial Position**

	Note	Group		Company	
		31 Mar 2023	30 Sep 2022	31 Mar 2023	30 Sep 2022
		S\$'000	S\$000	S\$'000	S\$'000
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and bank deposits		3,365	7,594	698	4,052
Trade and other receivables		5,230	5,461	5,194	2,151
Prepayments		543	459	9	21
Inventory		160	92	-	-
		<b>9,298</b>	<b>13,606</b>	<b>5,901</b>	<b>6,224</b>
<b>Non-current assets</b>					
Property, plant and equipment	12	19,005	10,715	-	-
Right-of-use assets		9,562	10,192	-	-
Prepayment		263	435	-	-
Investment in subsidiaries		-	-	12,440	12,440
Investment in associated companies		460	360	-	-
Deferred tax assets		458	-	-	-
		<b>29,748</b>	<b>21,702</b>	<b>12,440</b>	<b>12,440</b>
<b>Total assets</b>		<b>39,046</b>	<b>35,308</b>	<b>18,341</b>	<b>18,664</b>
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Trade and other payables		6,052	3,125	85	72
Current income tax liabilities		164	383	32	63
Bank borrowings	13	2,317	2,223	-	-
Lease Liabilities	14	1,531	1,582	-	-
		<b>10,064</b>	<b>7,313</b>	<b>117</b>	<b>135</b>
<b>Non-current liabilities</b>					
Other payables		741	-	-	-
Deferred tax liabilities		152	152	-	-
Bank borrowings	13	6,840	7,610	-	-
Lease liabilities	14	4,997	5,459	-	-
		<b>12,730</b>	<b>13,221</b>	<b>-</b>	<b>-</b>
<b>Total liabilities</b>		<b>22,794</b>	<b>20,534</b>	<b>117</b>	<b>135</b>
<b>NET ASSETS</b>		<b>16,252</b>	<b>14,774</b>	<b>18,224</b>	<b>18,529</b>
<b>EQUITY</b>					
Share capital	15	17,392	17,392	17,392	17,392
Reserves		(4,260)	(5,230)	832	1,137
<b>Capital and reserves attributable to equity holders of the Company</b>		<b>13,132</b>	<b>12,162</b>	<b>18,224</b>	<b>18,529</b>
Non-controlling interests		3,120	2,612	-	-
<b>Total equity</b>		<b>16,252</b>	<b>14,774</b>	<b>18,224</b>	<b>18</b>

**C. Unaudited Condensed Interim Consolidated Statements of Changes in Equity**

	Share capital	Retained profits	Exchange translation reserve	Merger reserves	Revaluation reserve	Capital and reserves attributable to equity holders of the Company	Non-controlling interests	Total
Note	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
<b>Group</b>								
<b>Balance at 1 October 2022</b>	17,392	5,851	(50)	(11,031)	-	12,162	2,612	14,774
Profit for the financial period	-	1,964	-	-	-	1,964	692	2,656
Other comprehensive income for the period	-	-	12	-	-	12	16	28
Total comprehensive income for the period	-	1,964	12	-	-	1,976	708	2,684
Dividend paid	-	(1,006)	-	-	-	(1,006)	(200)	(1,206)
<b>Balance at 31 March 2023</b>	<b>17,392</b>	<b>6,809</b>	<b>(38)</b>	<b>(11,031)</b>	-	<b>13,132</b>	<b>3,120</b>	<b>16,252</b>
<b>Balance at 1 October 2021</b>	1,409	10,135	(25)	-	921	12,440	2,263	14,703
Profit for the financial period	-	657	-	-	-	657	390	1,047
Other comprehensive income for the period	-	-	1	-	-	1	1	2
Total comprehensive income for the period	-	657	11	-	-	658	391	1,049
Adjustment arising from restructuring exercise	11,031	-	-	(11,031)	-	-	-	-
<b>Balance at 31 March 2022</b>	<b>12,440</b>	<b>10,792</b>	<b>(24)</b>	<b>(11,031)</b>	-	<b>13,098</b>	<b>2,654</b>	<b>15,752</b>

**D. Unaudited Condensed Interim Consolidated Statement of Cash flows**

	Group	
	6 months ended	6 months ended
	31 Mar 2023	31 Mar 2022
Note	S\$'000	S\$'000
<b>Cash flows from operating activities</b>		
Profit before tax	2,387	1,438
Adjustments for:		
Share of results of associates, net of tax	(590)	(436)
Depreciation on property, plant and equipment	346	825
Depreciation on right-of-use assets	977	982
Gain on disposal of property, plant and equipment	(177)	(55)
Gain on disposal of right-of-use assets	(82)	-
(Reversal)/provision of allowance for doubtful debts	(41)	18
Interest Income	(28)	-
Interest expense	146	269
Operating cash flows before movement in working capital	2,938	3,041
Inventories	(68)	(14)
Trade and other receivables and prepayments	360	(2,076)
Trade and other payables	332	855
Cash generated from operations	3,562	1,806
Income tax paid	(467)	-
Income tax refunded	54	(275)
<b>Net cash generated from operating activities</b>	<b>3,149</b>	<b>1,531</b>
<b>Cash flows from investing activities</b>		
Additions to property, plant and equipment	A (5,211)	(418)
Disposal of property, plant and equipment	276	113
Interest received	28	-
Dividend from associate	490	245
<b>Net cash used in investing activities</b>	<b>(4,417)</b>	<b>(60)</b>
<b>Cash flows from financing activities</b>		
Dividend paid to non-controlling interest	(200)	-
Dividend paid to equity holders of the Company	10 (1,006)	-
Proceeds of bank borrowings	951	2,000
Repayment of bank borrowings	(1,627)	(2,946)
Repayment of lease liabilities	(868)	(1,129)
Interest expense paid	(196)	(269)
<b>Net cash used in financing activities</b>	<b>(2,946)</b>	<b>(2,344)</b>

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**D. Unaudited Condensed Interim Consolidated Statement of Cash flows**

	Group	
	6 months ended	6 months ended
	31 Mar 2023	31 Mar 2023
	S\$'000	S\$'000
<b>Net decrease in cash and cash equivalents</b>	<b>(4,214)</b>	<b>(873)</b>
Cash and cash equivalents at beginning of period	7,594	5,121
Effects of currency translation on cash and cash equivalent	(15)	1
<b>Cash and cash equivalents at end of period</b>	<b>3,365</b>	<b>4,249</b>

**Reconciliation of liabilities arising from financing activities**

	1 October 2022 S\$'000	Net of receipts and payments S\$'000	Non-cash changes			31 March 2023 S\$'000
			Interest expense S\$'000	Additions S\$'000	Currency translation S\$'000	
Lease liabilities	7,041	(989)	121	339	16	6,528
Bank borrowings	9,833	(1,702)	75	951	-	9,157

	1 October 2021 S\$'000	Net of receipts and payments S\$'000	Non-cash changes			31 March 2022 S\$'000
			Interest expense S\$'000	Additions S\$'000	Currency translation S\$'000	
Lease liabilities	8,469	(1,264)	135	860	6	8,206
Bank borrowings	11,869	(3,080)	134	2,000	-	10,923

**Note A:**

Purchases of property, plant and equipment ("PPE")

	Group	
	6 months ended	6 months ended
	31 Mar 2023	31 Mar 2022
	S\$'000	S\$'000
Aggregate cost of PPE acquired	8,647	418
Add: Outstanding payables at 1 October	-	-
Less: Outstanding payables at 31 March	(3,436)	-
<b>Net cash outflow for purchases of PPE</b>	<b>5,211</b>	<b>418</b>

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**E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

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**1. Corporate Information**

LHN Logistics Limited (the “**Company**”) is incorporated and domiciled in Singapore. The address of its registered office is 10 Raeburn Park #02-15B, Singapore 088702.

The Company is an investment holding company. The Company and its subsidiaries (the “**Group**”) are principally engaged in transportation business and container depot services business.

**1.1 Restructuring**

The Group underwent the following restructuring exercise (the “**Restructuring**”) as described below, in preparation for its listing of the Company’s shares on the Catalist Board of the Singapore Exchange Securities Trading Limited, which resulted in the Company becoming the holding company of the Group.

**(a) Incorporation of our Company**

The Company was incorporated on 24 August 2021 in Singapore in accordance with the Companies Act as a private company limited by shares with an issued and paid-up share capital of S\$1, comprising one share held by LHN Group Pte Ltd (“**LHNGPL**”).

**(b) Sale of shares in Nean Nerng Logistics Pte Ltd (“HNL”) to our Company by LHNGPL**

On 29 March 2022, LHNGPL and the Company entered into a share swap agreement pursuant to which the Company acquired from LHNGPL the entire issued and paid-up share capital of HNL, comprising an aggregate of 500,000 ordinary shares at a deemed cost of S\$9,639,677, which is determined based on the proportionate share of adjusted NAV of HNL and its subsidiaries of S\$9,639,677 as at 30 September 2021 and settled by the issue and allotment of an aggregate of 1,092,183 shares in the capital of the Company to LHNGPL, credited as fully paid-up at an issue price of S\$8.83 per share, credited as fully paid-up and was arrived at on a willing buyer willing seller basis.

**(c) Sale of shares in HLA Container Services Pte Ltd (“HLA Container Services”) to our Company by LHNGPL**

On 29 March 2022, LHNGPL and the Company entered into a share swap agreement pursuant to which the Company acquired from LHNGPL 60% of the issued and paid-up share capital of HLA Container Services comprising an aggregate of 480,000 ordinary shares at a deemed cost of S\$2,478,130, which is determined based on the proportionate share of adjusted NAV of HLA Container Services and its subsidiaries of S\$2,478,130 as at 30 September 2021 and settled by the issue and allotment of an aggregate of 280,774 shares in the capital of the Company to LHNGPL, credited as fully paid-up at an issue price of S\$8.83 per share, credited as fully paid-up and was arrived at on a willing buyer willing seller basis.



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**E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

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**1. General information (cont'd)**

**1.2 Restructuring (cont'd)**

**(d) Sale of shares in HLA Holdings Pte Ltd (“HLA Holdings”) to our Company by LHNGPL**

On 29 March 2022, LHNGPL and the Company entered into a share swap agreement pursuant to which the Company acquired from LHNGPL 60% of the issued and paid-up share capital of HLA Holdings comprising an aggregate of 429,408 ordinary shares at a deemed cost of S\$321,707, which is determined based on the proportionate share of adjusted NAV of HLA Holdings of S\$321,707 as at 30 September 2021 and settled by the issuance and allotment of an aggregate of 36,450 shares in the capital of the Company to LHNGPL, credited as fully paid-up at an issue price of S\$8.83 per share, credited as fully paid-up and was arrived at on a willing buyer willing seller basis.

**2. Basis of preparation**

The unaudited condensed interim consolidated financial statements for the six months ended 31 March 2023 have been prepared in accordance with Singapore Financial Reporting Standards (International) (“**SFRS(I)**”) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The unaudited 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 annual consolidated financial statements for the financial year ended 30 September 2022.

The accounting policies adopted are consistent with those adopted in the Group’s audited financial statements for the financial year ended 30 September 2022 which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note E2.1.

The unaudited condensed interim financial statements are presented in Singapore Dollar (“**SGD**” or “**S\$**”), except when otherwise indicated.

The unaudited condensed interim consolidated financial statements have been prepared on a going concern basis, since the directors have verified that there are no financial, operating or other types of indicators that might cast significant doubt upon the Group’s ability to meet its obligations in the foreseeable future and particularly within the 12 months from the end of the financial period (31 March 2023).

**2.1. New and amended standards adopted by the Group**

***Interpretations and amendments to published standards effective in 2023***

On 1 October 2022, the Group has adopted the new or amended SFRS(I) and Interpretations of SFRS(I) (“**INT SFRS(I)**”) that are mandatory for application for the financial year. Changes to the Group’s accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I) and INT SFRS(I).

The adoption of these new or amended SFRS(I) and INT SFRS(I) did not result in substantial changes to the Group’s accounting policies and had no material effect on the amounts reported for the current or prior financial years.

## **E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

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### **2. Basis of preparation (cont'd)**

#### **2.1. New and amended standards adopted by the Group (cont'd)**

##### ***Interpretations and amendments to published standards effective in 2023 (cont'd)***

The following are the new or amended Standards and Interpretations (issued up to 30 September 2022) that are not yet applicable, but may be early adopted for the current financial year.

<i>Description</i>	<i>Effective for annual period beginning on or after</i>
<ul style="list-style-type: none"> <li>• SFRS(I) 17 Insurance Contracts;</li> <li>• Amendments to SFRS(I) 1: Presentation of Financial Statements on classification of Liabilities as Current or Non-current, SFRS(I) 1-1 Presentation of Financial Statements; and</li> <li>• SFRS(I) Practice Statement 2 (Disclosure of Accounting Policies), SFRS(I) 1-8 Accounting Policies, Changes in Accounting Estimates and Errors (Definition of Accounting Estimates), SFRS(I) 1-12 Deferred Tax related to Assets and Liabilities arising from a Single Transaction,</li> </ul>	1 October 2023
<ul style="list-style-type: none"> <li>• Amendments to SFRS(I) 10 and SFRS(I) 1-28: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</li> </ul>	To be determined

The new or amended accounting Standards and Interpretations listed above are not mandatory for 31 March 2023 reporting periods and have not been early adopted by the Group. They are not expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions.

## **E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

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### **2. Basis of preparation (cont'd)**

#### **2.2. Use of judgements and estimates**

In preparing the unaudited condensed interim consolidated 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 September 2022.

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.

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 reporting period are included in the following notes:

#### Revaluation of leasehold building

As at reporting date, the Group's leasehold land and building of S\$5,700,000 classified under property, plant and equipment is stated at its estimated revalued amount determined by independent professional valuers.

Leasehold land and building that is owned by the Group is carried at revalued amount at the end of the reporting period as determined by an Independent professional valuer. Valuations are made at least annually based on the leasehold land and building' highest-and-best-use using the Direct Market Comparison Method or Residual Value Method in determining the open market value. The significant inputs and assumptions are developed in close consultation with management. The valuation report and fair value changes are reviewed by the directors at each reporting date.

The estimated fair value may differ significantly from the price at which the property can be sold due to the actual negotiations between willing buyers and sellers as well as changes in assumptions and conditions arising from unforeseen events. Consequently, the actual results and the realisation of the property could differ significantly from the estimate set forth in these financial statements.

If the actual fair values of leasehold building increase or decrease by 1% from the estimates as at reporting date, total comprehensive income and net assets to the Group would increase or decrease by S\$570,000.

## **E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

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### **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**

#### **Operating and reportable segment**

Prior to the IPO, the Group operated as a single logistic business operating segment. An operating segment is defined as a component of an entity for which discrete financial information is available and whose results of operations are regularly reviewed by the chief operating decision maker. After the IPO, The Group's reportable operating segments are as follows:

1. Transportation business; and
2. Container Depot Services Business.

The Group's chief operating decision maker is the Executive Chairman, who reviews results of operations to make decisions about allocating resources and assessing performance based on the combined financial information.

#### *Operating profits*

The Executive Chairman assesses the performance of the operating segments based on the segment result, being a measure of earnings before tax, interest, finance costs, share of results of associates from continuing operations.

#### *Segment assets and liabilities*

The amounts reported to the Executive Chairman with respect to the total assets and liabilities are measured in a manner consistent with that of the financial statements.

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**E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

**4. Segment and revenue information (cont'd)**

Segment breakdown for the six months ended 31 March 2023 are as follows:

	Transportation S\$'000	Container depot services S\$'000	Corporate and elimination S\$'000	Consolidated S\$'000
Sales to external parties	8,223	4,512	-	12,735
Segment results	2,567	1,630	-	4,197
Finance cost	(124)	(22)	-	(146)
Share of result of associate	-	590	-	590
Profit before taxation	860	1,425	102	2,387
Taxation				269
Profit after taxation				2,656
Non-controlling interest				(692)
Net profit attributable to equity holders of the company				1,964
Segment assets	29,422	8,451	713	38,586
Investment in associates	-	460	-	460
Total segment assets				39,046
Total segment liabilities	20,011	2,666	117	22,794
Capital expenditure	8,639	8	-	8,647
Depreciation of property, plant and equipment	183	163	-	346
Depreciation of right-of-use assets	670	307	-	977

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**4. Segment and revenue information (cont'd)**

Segment breakdown for the six months ended 31 March 2022 are as follows:

	Transportation S\$'000	Container depot services S\$'000	Corporate and elimination S\$'000	Consolidated S\$'000
Sales to external parties	8,841	4,733	-	13,574
Segment results	3,117	1,062	-	4,179
Finance cost	(235)	(34)	-	(269)
Share of result of associate	-	436	-	436
Profit before taxation	1,589	752	(903)	1,438
Taxation				(391)
Profit after taxation				1,047
Non-controlling interest				(390)
Net profit attributable to equity holders of the company				657

Segment breakdown for its comparative period ended 30 September 2022 are as follows:

	Transportation S\$'000	Container depot services S\$'000	Corporate and elimination S\$'000	Consolidated S\$'000
Segment assets	22,191	8,422	4,335	34,948
Investment in associates	-	360	-	360
Total segment assets				35,308
Total segment liabilities	16,626	3,773	135	20,534
Capital expenditure	2,518	442	-	2,960
Depreciation of property, plant and equipment	1,413	249	-	1,662
Depreciation of right-of-use assets	1,277	654	-	1,931

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**E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

**4. Segment and revenue information (cont'd)**

**Disaggregation of Revenue**

The following table provides a disaggregation disclosure of the Group's revenue by business segment and geographical location:

	Group	
	6 months ended 31 Mar 2023 S\$'000	6 months ended 31 Mar 2022 S\$'000
Trucking services	5,222	5,888
Logistics management services	3,001	2,953
<b>Transportation Business</b>	<b>8,223</b>	<b>8,841</b>
Storage services	1,718	1,322
Container repair services	1,091	1,342
Logistics management services	1,703	2,069
<b>Container Depot Services Business</b>	<b>4,512</b>	<b>4,733</b>
<b>Total</b>	<b>12,735</b>	<b>13,574</b>
Singapore	8,672	9,995
Thailand	2,137	2,333
Malaysia	1,278	1,246
Myanmar	648	-
<b>Total</b>	<b>12,735</b>	<b>13,574</b>

**5. Other gains/(losses) – net and other income**

	Group	
	6 months ended 31 Mar 2023 S\$'000	6 months ended 31 Mar 2022 S\$'000
<b>Other income</b>		
Government grant	25	50
Interest income	28	*
Other administrative service income	76	58
Contract services	367	285
Net gain on disposal of property, plant and equipment	177	55
Net gain on disposal of right-of-use assets	82	-
Disposal of scrap metal	-	273
Others	1	7
<b>Other losses- net</b>		
Reversal/(allowance) for doubtful debt	41	(18)
Net loss on foreign exchange	(83)	(8)
	<b>714</b>	<b>702</b>

\*Represents amount less than S\$500

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**E. Notes to the Unaudited Condensed Consolidated Financial Statements**

**6. Financial assets and financial liabilities**

Set out below is an overview of the financial assets and financial liabilities of the Group as at 31 March 2023 and 30 September 2022:

	Group		Company	
	31 Mar 2023 S\$'000	30 Sep 2022 S\$'000	31 Mar 2023 S\$'000	30 Sep 2022 S\$'000
<i>Financial Assets</i>				
At amortised cost	<b>8,405</b>	13,055	<b>5,892</b>	6,203
<i>Financial liabilities</i>				
At amortised cost	<b>22,416</b>	19,884	<b>85</b>	72

**7. Profit before taxation**

**7.1 Significant items**

	Group	
	6 months ended 31 Mar 2023 S\$'000	6 months ended 31 Mar 2022 S\$'000
Profit before tax is arrived at after charging/(crediting):		
Depreciation on right of use assets	<b>977</b>	982
Depreciation on property, plant and equipment	<b>346</b>	825
Net gain on disposal of property, plant and equipment	<b>(177)</b>	(55)
Net gain on disposal of right-of-use assets	<b>(82)</b>	-
Disposal of scrap metal	-	273
Provision of allowance for doubtful debt	<b>(41)</b>	18
IPO related expenses	-	883
Net loss on foreign exchange	<b>83</b>	8

**7.2 Finance costs**

	Group	
	6 months ended 31 Mar 2023 S\$'000	6 months ended 31 Mar 2022 S\$'000
Interest expenses:		
- Bank Borrowings	<b>75</b>	135
- Lease liabilities	<b>121</b>	134
	<b>196</b>	269
Less: Amount capitalised to property, plant and equipment	<b>(50)</b>	-
Finance costs – net	<b>146</b>	269



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**E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

**7. Profit before taxation (cont'd)**

**7.3 Significant related party transactions**

	Group	
	6 months ended 31 Mar 2023 S\$'000	6 months ended 31 Mar 2022 S\$'000
Facilities fee charged by a fellow subsidiary	28	41
Rental charged by fellow subsidiaries	63	79
Vehicle Parking expenses charged by fellow subsidiaries	8	5
Management fee charged by immediate holding company	-	194
Contract services charged by a fellow subsidiary	86	60
Contract services charged by immediate holding company	475	521
Project management fee charged by immediate holding company	188	-
Logistics services charged to fellow subsidiaries	1	7
Contract services charged to an associate	367	285
Container depot management fee charged to an associate	417	401
Service fee charged to an associate	9	-
Rental charged to an associate	125	125
Building maintenance charged by a fellow subsidiary	*	4
Site related expenses charged by a fellow subsidiary	-	21
Logistics services charges to joint venture of intermediate holding corporation	88	185

\*Represents amount less than S\$500

**8. Income tax credit/(expense)**

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total earnings. The major components of income tax credit/(expense) in the unaudited condensed interim consolidated statement of profit or loss and other comprehensive income are:

	Group	
	6 months ended 31 Mar 2023 S\$'000	6 months ended 31 Mar 2022 S\$'000
Current income tax expense	(189)	(307)
Deferred income tax	458	(83)
	269	(390)
Under-provision of tax expense in prior financial year		
- Current income tax	-	(1)
	269	(391)

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**E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

**9. Earnings per share**

The calculation of the basic and diluted earnings per share attributable to the equity holders of the Company is based on the following:

	Group	
	6 months ended 31 Mar 2023	6 months ended 31 Mar 2022
Profit for the financial year attributable to equity holders of the Company (S\$'000)	1,621	657
Weighted average number of shares ('000)	167,679	167,679
Earnings per share (Singapore cents)	1.17	0.39

The basic and diluted EPS are the same as there were no potentially dilutive securities outstanding during the respective financial periods.

For comparative and illustrative purposes, the earnings per share for the period ended 31 March 2021 have been computed based on the profits attributable to equity holders of the Company and the Company's post-Placement issued and paid-up share capital of 167,678,800 shares as at 29 April 2022.

**10. Dividends**

	Group	
	6 months ended 31 Mar 2023 S\$'000	6 months ended 31 Mar 2022 S\$'000
Ordinary dividend Final dividend paid in respect of the previous financial year of 0.6 Singapore cents per share	1,006	-

**11. Net Asset Value**

	Group		Company	
	31 Mar 2023	30 Sep 2022	31 Mar 2023	30 Sep 2022
Net asset value per share (Singapore cents)	7.83	7.25	10.87	11.05

Net asset value per share as at 31 March 2023 and 30 September 2022 have been computed based on total number of share of 167,678,800.

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**E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

**12. Property plant and equipment**

During the six months ended 31 March 2023, the Group acquired property, plant and equipment amounting to S\$8,647,000 (31 March 2022: S\$418,000) and disposed of assets amounting to S\$14,000 (31 March 2022: S\$58,000).

**13. Bank borrowings**

	Group	
	As at 31 Mar 2023 S\$'000	As at 30 Sep 2022 S\$'000
<b>Non-current, secured</b>		
Bank borrowings repayable later than 1 year and no later than 2 years	2,354	2,255
Bank borrowings repayable later than 2 years and no later than 5 years	4,486	5,355
Bank borrowings repayable later than 5 years	-	-
	<b>6,840</b>	7,610
<b>Current, secured</b>		
Bank borrowings repayable no later than 1 year	2,317	2,223
<b>Total bank borrowings</b>	<b>9,157</b>	9,833

Security for bank borrowings

Total bank borrowings of S\$9,157,000 (2022: S\$9,833,000) are secured by (i) a legal mortgage of the leasehold building at 7 Gul Avenue with a net book value of S\$15,838,000 (2022: S\$5,700,000) (ii) Corporate Guarantee by the LHN Logistics Limited (the "Company")

Interest charged is between 1.38% and 5.59% per annum. The interest rate is repriced every 12 months.

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**E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

**13. Bank borrowings (cont'd)**

**Amount repayable in one year or less, or on demand**

As at 31 Mar 2023		As at 30 Sep 2022	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
2,317	-	2,223	-

**Amount repayable after one year**

As at 31 Mar 2023		As at 30 Sep 2022	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
6,840	-	7,610	-

**14. Lease Liabilities**

	Group	
	31 Mar 2023 S\$'000	30 Sep 2022 S\$'000
Gross lease liabilities – minimum lease payments		
No later than 1 year	1,717	1,780
Later than 1 year and no later than 2 years	1,446	1,533
Later than 2 years and no later than 5 years	2,241	2,496
Later than 5 years	1,783	1,960
	<b>7,187</b>	<b>7,769</b>
Future finance charges on leases	(659)	(728)
Present value of lease liabilities	<b>6,528</b>	<b>7,041</b>
The present value of lease liabilities is as follows:		
No later than 1 year	1,531	1,582
Later than 1 year and no later than 2 years	1,309	1,385
Later than 2 years and no later than 5 years	2,019	2,251
Later than 5 years	1,669	1,823
	<b>6,528</b>	<b>7,041</b>

As at end of the financial period, the Group leases property and plant and machinery from non-related parties.

**E. Notes to the Unaudited Condensed Interim Consolidated Financial Statements**

**15. Share capital**

	Group and Company			
	31 Mar 2023		30 Sep 2022	
	Number of shares	S\$	Number of shares	S\$
<b>Issued and paid-up capital:</b>				
At as 1 October 2022	<b>167,678,800</b>	<b>17,437,291</b>	*	*
Issue of new share pursuant to the restructuring exercise being 29 April 2022	-	-	1,409,407	12,439,514
Post-restructuring exercise issue and paid-up share capital	-	-	1,409,408	12,439,515
Post-share split	-	-	140,940,800	12,439,515
Issue of the PPCF Shares	-	-	1,500,000	300,000
Pre-placement issued and paid-up share capital	-	-	142,440,800	12,739,515
Placement shares issued pursuant to the Placement, net of issue cost <sup>#</sup>	-	-	25,238,000	4,697,776
At end of the financial year	<b>167,678,800</b>	<b>17,437,291</b>	167,678,800	17,437,291

All shares are issued and fully paid-up.

\* Represents amount less than 500

# Net of issue cost of S\$396,000

The Company does not hold any treasury shares, outstanding options and convertibles as at 31 March 2023 and 30 September 2022.

The Company's subsidiaries do not hold any shares in the Company as at 31 March 2023 and 30 September 2022.

**16. Subsequent events**

There are no known subsequent event which may lead to adjustments to this set of financial statements.

**F. Other Information Required by Appendix 7C of the Catalist Rules**

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**1(a)(i) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Please refer to note E.15 of the notes to financial statements.

**1(a)(ii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

There were no treasury shares as at 31 March 2023 and 30 September 2022. Please refer to note E.15 of the notes to financial statements .

**2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The unaudited condensed consolidated statement of financial position of LHN Logistics Limited and its subsidiaries as at 31 March 2023 and the related unaudited condensed consolidated statement of profit or loss and other comprehensive income, unaudited condensed consolidated statement of changes in equity and unaudited condensed consolidated statement of cash flows for the six-month period ended 31 March 2023 and explanatory notes (the "Unaudited Condensed Interim Financial Statements") have not been audited or reviewed by the auditors.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable as the Unaudited Condensed Interim Financial Statements have not been audited or reviewed by the auditors.

**3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:**

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

Not applicable. The latest audited consolidated financial statements for the financial year ended 30 September 2022 are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

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**F. Other Information Required by Appendix 7C of the Catalist Rules**

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**3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: (cont'd)**

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

Not applicable. The latest audited consolidated financial statements for the financial year ended 30 September 2022 was not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

**4. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**

**(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**

**(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the financial period reported on.**

**Review of Group's Financial Results**

**For the six months ended 31 March 2023 ("1H2023")**

**Revenue**

The Group's revenue decreased by S\$0.9 million to S\$12.7 million in 1H2023. This was mainly due to the overall decrease of business volume handled in both the Transportation Business and Container Depot Services Business in Singapore.

**Transportation Business**

Revenue from Transportation Business slightly decreased from S\$8.8 million to S\$8.2 million in 1H2023.

Our revenue generated from Malaysia for Transportation Business increased by S\$0.1 million to S\$1.3 million in 1H2023 due to higher demand of the cross border transportation business. The increase was partially offset by a decrease in revenue of S\$0.7 million for Transportation Business in Singapore due to disruption of certain operations as the construction of ISO Tank Depot at 7 Gul Avenue is in progress.

**Container Depot Services Business**

Revenue from Container Depot Services Business slightly decreased from S\$4.7 million to S\$4.5 million in 1H2023.

The revenue generated from Thailand for Container Depot Services Business decreased by S\$0.2 million to S\$2.1 million in 1H2023 due to decrease of demand of our certain services provided by our depot in Thailand. The revenue generated from Singapore for Container Depot Services Business decreased by S\$0.8 million in 1H2023 due to a decrease of volume of containers handled by our depot in Singapore after we consolidated the operation at 9 Gul Circle. The decrease of revenue for both Thailand and Singapore were partially offset by an increase in revenue of S\$0.6 million from the Container Depot Services Business from Myanmar which commenced operations in May 2022.

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**F. Other Information Required by Appendix 7C of the Catalyst Rules**

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**Review of Group's Financial Results (cont'd)**

**Cost of Sales**

Cost of sales decreased by S\$0.9 million from S\$9.4 million in 1H2022 to S\$8.5 million in 1H2023. This was due to the decrease in depreciation of property, plant and equipment, as well as container management charges and transportation cost in line with the decrease with revenue. The decrease was partially offset by increase in direct manpower cost, vehicle related expenses and rental expenses.

**Gross Profit**

Gross profit decreased S\$0.1 million to S\$4.1 million for 1H2023.

As a result of the foregoing, gross profit margin increased from 30.8% in 1H2023 to 32.6% in 1H2023.

**Other gains/(losses) – net and other income**

Other gains/(losses) – net and other income remained stable in 1H2023.

The increase of contract service income of S\$ 0.1 million, net gain of disposal of property, plant and equipment of S\$ 0.1 million and net gain on disposal of right-of-use assets of S\$ 0.1 million were partially offset by the absence of disposal of scrap metal of \$0.3 million in 1H2022.

**Distribution and Marketing Expenses**

Distribution and marketing expenses remained stable in 1H2023.

**Administrative Expenses**

Our administrative expenses decreased by S\$0.7 million to S\$2.9 million in 1H2023. This was mainly due to absence of one-off IPO listing expenses incurred in 1H2022 amount to S\$0.9 million. The decrease was partially offset by the increase in staff cost incurred due to annual increment and higher headcounts for the Group.

**Finance Cost**

Finance cost decreased by S\$123,000 to S\$146,000 in 1H2023, mainly due to the full repayment of certain lease liabilities, repricing for lower interest rate for bank borrowings and capitalised the interest arising from property loan during the construction period.

**Share of Results of Associate, Net of tax**

Share of result of associates increased by S\$154,000 to S\$590,000 in 1H2023. This was due to better operating results from HLA Logistics.

**Income Tax Credit/(Expense)**

Income tax credit recorded S\$269,000 in 1H2023 mainly due to recognised of deferred income tax of S\$458,000 in the financial period and the credit partially offset by the current income tax expense of S\$189,000.



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**F. Other Information Required by Appendix 7C of the Catalist Rules**

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**Review of Group's Financial Results (cont'd)**

**Profit for the Period**

As a result of the above, the Group's profit attributable to equity holders of the Company increased by S\$1.3 million from S\$0.7 million in 1H2022 to S\$2.0 million in 1H2023.

**Review of Statement of Financial Position**

**Current Assets**

Current assets decreased by S\$4.3 million, which was largely attributed to the:-

- (i) the decreased in cash and cash bank deposit by S\$4.2 million, variance of which is set out in the cash flow statement;
- (ii) the decreased in trade receivables by S\$0.4 million which is in line with the decrease in revenue. Majority of trade receivables is within the normal credit terms and no impairment would be required; offset by
- (iii) the increased in other receivables by S\$0.3 million due to increase of GST receivable from IRAS; and
- (iv) prepayments and inventory remained stable.

**Non-current Assets**

The Group's increase S\$8.0 million in non-current assets was mainly due to:-

- (i) addition to the cost of property, plant and equipment amounting to S\$8.6 million;
- (ii) addition to the right-of-use asset, net of disposal of S\$0.4 million;
- (iii) deferred tax assets of \$0.5 million; partially offset by
- (iv) the decreased prepayment of S\$0.1 million; and
- (v) the depreciation charges on right-of-use assets and property, plant and equipment amounting to S\$1.0 million and \$0.4 million respectively.

**Current Liabilities**

Current liabilities increased by S\$2.8 million was largely attributed to the:-

- (i) accrual of construction cost of S\$2.5 million which completed in March 2023 but the contractor only invoiced in April 2023;
- (ii) the increase of trade and other payables of S\$0.6 million which mostly related to the professional fees incurred for the construction of ISO Tank Depot;
- (iii) the increase of bank borrowing of S\$0.1 million; and partial offset by
- (iv) the decrease of income tax liabilities of S\$0.2 million.

**Non-current Liabilities**

The Group's non-current liabilities decreased by S\$0.5 million was largely attributed to the:-

- (i) increase of other payable of S\$0.7 million relating to the accrual of retention sum of the construction of ISO Tank Depot; and partially offset by
- (ii) the net repayment of bank borrowings and lease liabilities of S\$1.2 million.

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**F. Other Information Required by Appendix 7C of the Catalist Rules**

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**Review of Statement of Financial Position (Cont'd)**

**Working capital**

The Group has been granted certain construction loan facilities (“Facilities”) by a bank on the construction of the ISO Tank Depot. As at 31 March 2023, the Group is in a temporary negative working capital position of \$1.0 million (which is mainly due to the accrual of progress claim of the construction of ISO Tank Depot) due to an inadvertent delay in the Group’s draw-down of S\$2.5 million from the Facilities. If the S\$2.5 million had been timely drawn down by 31 March 2023, the Group would not be in a negative working capital position as of that date.

As at the date of this announcement, the Group has been informed by the bank that the S\$2.5 million draw-down mentioned above would be credited to the Group on or around 2 May 2023 and such construction loan would be payable in 60 monthly instalments.

**Review of Statement of Cash Flows**

Net cash generated from operating activities of S\$3.1 million in 1H2023, which was mainly due to operating cashflows generated from operation and partially offset by the outflow net income tax paid. The net working capital inflows were due to (i) decrease in trade and other receivables and prepayments by S\$0.4 million; and (ii) increase in trade and other payables by S\$0.3 million, partially offset by the increase in inventory by S\$0.1 million.

Net cash used in investing activities amounted to S\$4.4 million 1H2023, which was mainly due to the payment for the construction of ISO Tank Depot amounting of S\$5.2 million, partially offset by the proceeds from disposal of property, plant and equipment and right-of-use assets of S\$0.2 million and dividends from associate of S\$0.5 million.

Net cash used in financing activities amounted to S\$2.9 million in 1H2023, which was mainly due to repayment of bank borrowings and lease liabilities of S\$2.5 million, dividends paid of S\$1.2 million to non-controlling interests and equity holders of the Company and interest expenses paid of S\$0.2 million, partially offset by the proceeds from bank borrowings of S\$1 million.

As a result of the above, cash and cash equivalents decreased by S\$4.2 million and after taking into the translation effects of S\$15,000 the cash and cash equivalents stood at S\$3.4 million as at 31 March 2023.

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

Not applicable. No forecast or prospect statements have been previously disclosed to shareholders.

## **F. Other Information Required by Appendix 7C of the Catalist Rules**

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### **6. 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 operating period and the next 12 months**

According to the press release dated 13 February 2023 by Singapore's Ministry of Trade and Industry, Singapore's external demand outlook has improved slightly. Growth in China is projected to pick up in tandem with the faster-than-expected easing of its COVID-19 restrictions. This has led to improvements in the growth outlook of regional economies. At the same time, the global supply situation continues to stabilise amidst softening global demand conditions.<sup>1</sup>

The Group is mindful of the evolving changes in the business environment including foreign exchange risk, interest hiking and high global inflation rate. The Group will continue to take proactive initiatives to manage its operating cost and further enhance its capabilities, particularly in the container depot and chemical logistics sector in Singapore.

For Transportation Business, the construction of the ISO tank depot is expected to be completed in FY2023. Upon completion, we would be able to provide empty ISO tank storage services and laden ISO tank storage services for hazardous substances, petroleum and flammable materials. The chemical cleaning and repair services for ISO tanks will be undergoing trial runs in 4QFY2023 or 1QFY2024, depending on the delivery of equipment.

For the Container Depot Services Business, we are actively seeking opportunities in ASEAN to establish our new office and depot.

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<sup>1</sup> [https://www.mti.gov.sg/Newsroom/Press-Releases/2023/02/MTI-Maintains-2023-GDP-Growth-Forecast-at-0\\_5-to-2\\_5-Per-Cent](https://www.mti.gov.sg/Newsroom/Press-Releases/2023/02/MTI-Maintains-2023-GDP-Growth-Forecast-at-0_5-to-2_5-Per-Cent)

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**F. Other Information Required by Appendix 7C of the Catalist Rules**

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**7. Dividend information**

**(A). Whether an interim (final) ordinary dividend has been declared (recommended; and**

Yes

**(B). (i) Amount per share (cents)**

Interim dividend of 0.34 Singapore cents

**(B). (ii) previous corresponding period (cents)**

Not applicable as no interim dividend declared in previous corresponding period.

**(C). Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).**

Tax-exempt (one tier).

**(D). The date the dividend is payable.**

The interim dividend will be paid on Friday, 16 June 2023.

**(E). The date on which Registrable Transfers received by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.**

The Share Transfer Books and Register of Members of the Company will be closed at 5:00p.m. on Monday, 5 June 2023 for the purpose of determining shareholders' entitlements to the interim dividend. Duly completed registrable transfers in respect of the Shares received by the Company's Singapore principal share registrar, Boardroom Corporate & Advisory Services Pte. Ltd., at 1 Harbourfront Avenue, Keppel Bay Tower #14-07, Singapore 098632 up to 5:00 p.m. on 5 June 2023 will be registered to determine shareholders' entitlement to the interim dividend.

**8. If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision.**

Not applicable

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**F. Other Information Required by Appendix 7C of the Catalist Rules**

**9. Interested person transactions** If the group has obtained a general mandate from shareholders for interested person transactions (“IPT”), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company had at its annual general meeting held on 27 January 2023 obtained shareholders’ approval for the renewal of the general mandate for IPTs. Save as disclosed below, there are no other IPTs equal to or above S\$100,000 in 1H2022.

Name of interested person /	Nature of relationship	Aggregate value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders’ mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders’ mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
		1H2023 S\$’000	1H2023 S\$’000
LHN Group Pte Ltd (“LHNGPL”) <sup>(1)</sup>	a controlling Shareholder of the Company	Obtaining project management services: S\$188	Nil

<sup>(1)</sup> LHN Limited is a controlling Shareholder of the Company and a wholly-owned Singapore subsidiary of LHN Limited, which is dually listed on the Catalist and the Main Board of the Hong Kong Stock Exchange. LHNGPL is a holding company principally engaged in the provision of business support service activities.

**10. Negative confirmation by the Board pursuant to Rule 705(5) of the Listing Manual**

We, Lim Lung Tieng and Lin Kaixian, being the directors of LHN Logistics Limited (the “Company”), do hereby confirm on behalf of the Board of Directors of the Company that, to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited condensed interim financial statements of the Company and the Group for the six months period ended 31 March 2023 to be false or misleading in any material respect.

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**F. Other Information Required by Appendix 7C of the Catalist Rules**

**11. Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7H under Rule 720(1)) of the Catalist Listing Manual**

The Company confirms that it has procured undertakings from all its directors and executive officers in the format as set out under Rule 720(1) of the Catalist Listing Manual.

**12. Disclosures on Incorporation of Entities, Acquisition and Realisation of Shares Other Information Required by Appendix 7C of the Catalist Rules**

During 1H2023 and up to the date of this announcement, the Group had incorporated the following subsidiaries:

S/N	Company Name	Place of Incorporation	Issued and Paid-up Capital	Principal Activities	Interest Held by the Group	Date of announcement
1	YQ Holdings Sdn Bhd	Malaysia	RM 100	Investment Holdings	4%	-

**13. Use of Net Proceeds**

The Company refers to the net proceeds amounting to S\$3.6 million raised from the IPO on the Catalist Board of the SGX-ST on 29 April 2022.

As at the date of this announcement, the status on the use of the IPO net proceeds is as follows:

Purpose	Amount allocated (S\$'000)	Net psroceeds utilised as at the date of announcement (S\$'000)	Balance unutilised (S\$'000)
Partially financing the Construction of the ISO tank depot at 7 Gul Ave	3,247	3,247	-
Expansion of transportation fleet and acquisition of moving equipment	361	361	-
Total	3,608	3,608	-

The proceeds have been fully utilised, and was utilised in accordance with the intended use of proceeds of IPO as stated in the Offer Document..



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## **F. Other Information Required by Appendix 7C of the Catalist Rules**

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By Order of the Board of Directors of

**LHN Logistics Limited**

**Lim Lung Tieng**  
Executive Chairman  
28 April 2023

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LHN Logistics Limited (the "**Company**") was listed on Catalist of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") on 29 April 2022. The initial public offering of the Company was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**").

This announcement has not been examined or approved by the SGX-ST. The SGX-ST assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms. Ng Shi Qing, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.