



GKE CORPORATION LIMITED
(Company Registration No. 200001941G)

UNAUDITED FULL YEAR FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 AUGUST 2013

PART 1 - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

1(a) An income statement and statement of comprehensive income for the group together with a comparative statement for the corresponding period of the immediately preceding financial year.

	The Group		
	Period ended 31 August		
	2013	2012	%
	S\$'000	S\$'000	change + / (-)
Continuing operations			
Revenue	7,303	6,006	21.6
Cost of sales	(5,486)	(4,538)	20.9
Gross profit	1,817	1,468	23.8
Other income	73	11,138	(99.3)
Marketing and distribution costs	(93)	(45)	106.7
Administrative expenses	(2,701)	(2,922)	(7.6)
Finance costs	(153)	(2)	7,550.0
Other credits	46	35	31.4
Share of results of associate	227	187	21.4
(Loss)/ Profit before tax from continuing operations	(784)	9,859	
Tax credits/ (expense)	-	-	-
(Loss)/ Profit from continuing operations, net of tax	(784)	9,859	
Discontinued operation			
Profit from discontinued operation, net of tax	-	136	(100.0)
(Loss)/ Profit for the period	(784)	9,995	
Attributable to:			
Owners of the Company			
(Loss)/ Profit from continuing operations, net of tax	(699)	9,884	(107.1)
Profit from discontinued operation, net of tax	-	106	(100.0)
(Loss)/ Profit for the period attributable to the owners of the Company	(699)	9,990	
Non-controlling interests			
Loss from continuing operations, net of tax	(85)	(25)	240.0
Profit from discontinued operation, net of tax	-	30	(100.0)
(Loss)/ Profit for the period attributable to non-controlling interests	(85)	5	

(Loss)/ Profit before tax from continuing operations includes the following items :

	The Group		
	Period ended 31 August		
	2013	2012	%
	S\$'000	S\$'000	change + / (-)
Fees for audit services by auditor of the Company	(30)	(15)	100.0
Gain on foreign exchange	46	35	31.4
Depreciation of property, plant and equipment	(1,348)	(824)	63.6
Amortisation of land used rights	(19)	(18)	5.6
Interest income	3	5	(40.0)
Gain on disposal of property, plant and equipment	19	74	(74.3)
Allowance for doubtful debts	(1)	(976)	(99.9)
Legal and professional fees	(334)	(99)	237.4
Gain on disposal of subsidiaries	-	6,943	(100.0)
Gain on revaluation of investment in associate to fair value	-	4,106	(100.0)



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1 (a)(i) Consolidated Statement of Comprehensive Income for the period ended 31 August 2013

The Statement of Comprehensive Income included as part of the results of the announcement is in compliance with the revised Financial Reporting Standard (FRS) 1 (effective from 1 January 2009).

	The Group		
	Period ended 31 August		
	2013	2012	%
	S\$'000	S\$'000	change
			+ / (-)
(Loss)/ Profit for the period	(784)	9,995	(107.8)
Other comprehensive income, net of tax			
Foreign currency translation	201	(48)	(518.8)
Fair value gain/ (loss) on available-for-sale investments	13	(90)	(114.4)
Share of foreign currency translation of associate	(28)	-	100.0
Total comprehensive income for the period	<u>(598)</u>	<u>9,857</u>	
Attributable to:			
Owners of the Company	(556)	9,877	(105.6)
Non-controlling interests	(42)	(20)	110.0
Total comprehensive income for the period	<u>(598)</u>	<u>9,857</u>	
Attributable to:			
Owners of the Company			
Total comprehensive income from continuing operations, net of tax	(556)	9,774	(105.7)
Total comprehensive income from discontinued operation, net of tax	-	103	(100.0)
Total comprehensive income for the period attributable to the owners of the Company	<u>(556)</u>	<u>9,877</u>	

	The Company		
	Period ended 31 August		
	2013	2012	%
	S\$'000	S\$'000	change
			+ / (-)
(Loss)/ Profit for the period	(251)	11,552	(102.2)
Other comprehensive income, net of tax			
Fair value gain/ (loss) on available-for-sale investments	13	(90)	(114.4)
Total comprehensive income for the period	<u>(238)</u>	<u>11,462</u>	
Attributable to:			
Owners of the Company	(238)	11,462	(102.1)



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1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	The Group		The Company	
	31.08.2013 S\$'000	31.05.2013 S\$'000	31.08.2013 S\$'000	31.05.2013 S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	90,830	56,400	173	185
Land use rights	3,628	3,597	-	-
Investments in subsidiaries	-	-	45,882	42,909
Investments in associate	7,101	6,902	6,615	6,615
Available-for-sale investments	1,018	1,181	1,018	1,181
Other receivables	-	-	606	597
Prepayments	10,410	8,722	-	-
Total non-current assets	112,987	76,802	54,294	51,487
Current assets				
Trade and other receivables	8,953	6,143	12,463	9,872
Prepaid operating expenses	380	295	30	23
Cash and cash equivalents	13,161	10,924	173	193
Total current assets	22,494	17,362	12,666	10,088
Total assets	135,481	94,164	66,960	61,575
EQUITY AND LIABILITIES				
Equity				
Share capital	62,215	62,215	62,215	62,215
Treasury shares	(848)	(848)	(848)	(848)
Accumulated losses	(3,610)	(2,911)	(6,550)	(6,299)
Other reserves	15,912	15,769	26	13
Equity attributable to owners of the Company	73,669	74,225	54,843	55,081
Non-controlling interests	5,470	3,688	-	-
Total equity	79,139	77,913	54,843	55,081
Non-current liabilities				
Borrowings	40,137	1,035	9,861	-
Deferred tax liabilities	4,434	4,432	28	25
Loan from non-controlling interests	357	347	-	-
Total non-current liabilities	44,928	5,814	9,889	25
Current liabilities				
Trade and other payables	1,756	1,443	1,117	4,958
Other liabilities	2,656	3,251	613	1,511
Borrowings	2,721	2,300	498	-
Finance lease liabilities	4,097	3,259	-	-
Tax payable	184	184	-	-
Total current liabilities	11,414	10,437	2,228	6,469
Total liabilities	56,342	16,251	12,117	6,494
Total equity and liabilities	135,481	94,164	66,960	61,575



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1(b)(ii) Aggregate amount of group's borrowings and debt securities

(a) Amount repayable in one year or less, or on demand

	The Group		The Group	
	As at 31 August 2013		As at 31 May 2013	
	Secured	Unsecured	Secured	Unsecured
	S\$'000	S\$'000	S\$'000	S\$'000
Finance lease liabilities	4,097	-	3,259	-
Borrowings	2,721	-	2,300	-

(b) Amount repayable after one year

	The Group		The Group	
	As at 31 August 2013		As at 31 May 2013	
	Secured	Unsecured	Secured	Unsecured
	S\$'000	S\$'000	S\$'000	S\$'000
Loan from non-controlling interests	-	357	-	347
Borrowings	40,137	-	1,035	-

(c) Details of any collateral

Finance leases are entered into for certain motor vehicles, trailers, forklifts and cranes that are secured by the lessor's charge over the leased assets and are secured by Corporate Guarantee from GKE Corporation Limited ("GKEC") and non-controlling interests.

The borrowing repayable in one year or less is used as working capital of the Group. The borrowing is secured by Corporate Guarantee from GKEC and first legal mortgage over the properties located at No. 1 Jalan Besut and No. 30 Pioneer Road.

The loan from non-controlling interests repayable after one year are entered into to finance the construction of the warehouse in Yangshan Shanghai, China. The loan from non-controlling interests is unsecured.

The borrowings repayable after one year are entered into to finance the construction of the warehouse in Yangshan Shanghai, China and to finance the acquisition of the new warehouse located at No. 6 Pioneer Walk, Singapore. The borrowings are secured by Corporate Guarantee from GKEC and first legal mortgage over the the property located at No. 6 Pioneer Walk.



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1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	The Group	
	Period ended 31 August 2013	2012
	S\$'000	S\$'000
Cash flow from operating activities		
(Loss)/ Profit before tax from continuing operations	(784)	9,859
Profit before tax from discontinued operations	-	167
(Loss)/ Profit before tax	(784)	10,026
Adjustments for:		
Interest income	(3)	(5)
Interest expense	153	-
Depreciation of property, plant and equipment	1,348	824
Impairment of available-for-sale investments	178	-
Allowance of doubtful debts	1	-
Gain on disposal of subsidiaries	-	(6,943)
Amortisation of land use rights	19	18
Gain on disposal of property, plant and equipment	(19)	(74)
Gain on revaluation of investment in associate to fair value	-	(4,106)
Share of results of associate	(227)	(187)
Effect of exchange rate changes	(41)	(40)
Operating cash flows before changes in working capital	625	(487)
<u>Changes in working capital:</u>		
Trade and other receivables	(2,842)	(3,475)
Prepaid operating expenses	(54)	94
Trade and other payables	(741)	2,136
Other liabilities	459	(86)
Cash used in operations	(2,553)	(1,818)
Interest received	3	5
Income tax paid	-	(31)
Net cash flows used in operating activities	(2,550)	(1,844)
Cash flows from investing activities		
Purchase of property, plant and equipment	(30,468)	(1,480)
Prepayments relating to acquisition of property, plant and equipment	(5,842)	-
Net cash inflow on disposal of subsidiaries ⁽²⁾	-	6,936
Capital contribution from non-controlling interests	1,824	-
Proceeds from disposal of property, plant and equipment	45	92
Net cash flows (used in)/ generated from investing activities	(34,441)	5,548
Cash flows from financing activities		
Proceeds from loans and borrowings	41,881	-
Repayments of loans and borrowings	(2,358)	-
Interest paid	(143)	-
Repayment of obligation under finance leases	(261)	(38)
Net cash generated from/ (used in) financing activities	39,119	(38)
Net increase in cash and cash equivalents	2,128	3,666
Cash and cash equivalents at the beginning of financial period ⁽¹⁾	10,924	15,374
Effect of exchange rate changes on cash and cash equivalents	109	(4)
Cash and cash equivalents at the end of financial period ⁽¹⁾	13,161	19,036



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Explanatory Notes:

(1) Cash and cash equivalents in the cash flow statement comprise of the following:-

	The Group	
	31.08.2013	31.08.2013
	S\$'000	S\$'000
Cash and bank balances		
- Continuing operations	13,161	19,036
- Discontinued operation	-	-
Cash and cash equivalents	13,161	19,036

	The Group	
	01.06.2013	01.06.2012
	S\$'000	S\$'000
Cash and bank balances		
- Continuing operations	10,924	7,964
- Discontinued operation	-	7,410
Cash and cash equivalents	10,924	15,374

(2) In the financial period ended 31 August 2012, the Group disposed its 51% shareholding interest in its wholly-owned subsidiary, GKE Metal Logistics Pte Ltd ("GKEML") and its entire 52% shareholding interest in Liaoning China Starzyme Co., Ltd ("LCS"). The effects of the disposal on the cash flows of the Group were:

Carrying amounts of assets and liabilities disposed of

	Total
	S\$'000
Property, plant and equipment	4,255
Trade and other receivables	5,329
Cash and bank balances	2,059
Total assets	11,643
Trade and other Payables	7,544
Income tax payable	673
Deferred tax liabilities	1,069
Total liabilities	9,286
Net assets derecognised	2,357
Less: Non controlling interests	(27)
Net assets disposed of	2,330
Less: 49% of net assets of GKEMLPL retained by the Group	(1,447)
Add: Reclassification of translation reserves	174
Gain on disposal	6,943
Cash proceeds from disposal	8,000
Less: Cash and cash equivalents in subsidiaries disposed of	(1,064)
Net cash inflow on disposal of subsidiaries	6,936



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1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Changes in Equity for the year ended 31 August 2013

The Group	Share capital S\$'000	Treasury shares S\$'000	Accumulated losses S\$'000	Other reserves S\$'000	Reserves of disposal groups classified as held for sale S\$'000	Total attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Balance as at 1 June 2012	62,215	-	(12,878)	4,278	1,055	54,670	2,292	56,962
Profit for the period	-	-	9,990	-	-	9,990	5	9,995
<u>Other comprehensive income:</u>								
Fair value loss on available-for-sale investments	-	-	-	(90)	-	(90)	-	(90)
Foreign currency translation	-	-	-	(20)	(3)	(23)	(25)	(48)
Other comprehensive income for the period, net of tax	-	-	-	(110)	(3)	(113)	(25)	(138)
Total comprehensive income for the period	-	-	9,990	(110)	(3)	9,877	(20)	9,857
<u>Contributions by and distributions to owners:</u>								
Dividend paid on ordinary shares	-	-	-	-	-	-	(326)	(326)
Reserves attributable to disposal groups classified as held for sale	-	-	1,031	-	(1,052)	(21)	(27)	(48)
Total contributions by and distributions to owners, representing total transactions with owners in their capacity as owners	-	-	1,031	-	(1,052)	(21)	(353)	(374)
Balance as at 31 August 2012	62,215	-	(1,857)	4,168	-	64,526	1,919	66,445

The Group	Share capital S\$'000	Treasury shares S\$'000	Accumulated losses S\$'000	Other reserves S\$'000	Reserves of disposal groups classified as held for sale S\$'000	Total attributable to owners of the Company S\$'000	Non-controlling interests S\$'000	Total equity S\$'000
Balance as at 1 June 2013	62,215	(848)	(2,911)	15,769	-	74,225	3,688	77,913
Loss for the period	-	-	(699)	-	-	(699)	(85)	(784)
<u>Other comprehensive income:</u>								
Fair value gain on available-for-sale investments	-	-	-	13	-	13	-	13
Foreign currency translation	-	-	-	158	-	158	43	201
Share of other comprehensive income of associate	-	-	-	(28)	-	(28)	-	(28)
Other comprehensive income for the period, net of tax	-	-	-	143	-	143	43	186
Total comprehensive income for the period	-	-	(699)	143	-	(556)	(42)	(598)
<u>Contributions by and distributions to owners:</u>								
Capital contribution from non-controlling interests that do not result in a loss of control, representing total changes in ownership interests in subsidiaries	-	-	-	-	-	-	1,824	1,824
Total transactions with owners in their capacity as owners	-	-	-	-	-	-	1,824	1,824
Balance as at 31 August 2013	62,215	(848)	(3,610)	15,912	-	73,669	5,470	79,139



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1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Statement of Changes in Equity for the year ended 31 August 2013

The Company	Share capital S\$'000	Treasury shares S\$'000	Accumulated losses S\$'000	Other reserves S\$'000	Total equity S\$'000
Balance as at 1 June 2012	62,215	-	(16,975)	(379)	44,861
Profit for the period	-	-	11,552	-	11,552
<u>Other comprehensive income:</u> Fair value loss on available-for-sale investments, representing other comprehensive income for the period, net of tax	-	-	-	(90)	(90)
Total comprehensive income for the period	-	-	11,552	(90)	11,462
Balance as at 31 August 2012	<u>62,215</u>	<u>-</u>	<u>(5,423)</u>	<u>(469)</u>	<u>56,323</u>
Balance as at 1 June 2013	62,215	(848)	(6,299)	13	55,081
Loss for the period	-	-	(251)	-	(251)
<u>Other comprehensive income:</u> Fair value gain on available-for-sale investments, representing other comprehensive income for the period, net of tax	-	-	-	13	13
Total comprehensive income for the period	-	-	(251)	13	(238)
Balance as at 31 August 2013	<u>62,215</u>	<u>(848)</u>	<u>(6,550)</u>	<u>26</u>	<u>54,843</u>



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1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, 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 purposes since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares 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.

Details of any changes in the Company's issued share capital

	31.08.2013	31.05.2013	31.08.2012	31.05.2012
Total number of issued shares (excluding treasury shares)	457,946,636	457,946,636	463,363,636	463,363,636
Total number of treasury shares	5,417,000	5,417,000	-	-

1(d)(iii) 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.

Please refer to 1(d)(ii).

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or used of treasury shares as at end of the current financial period reported on.

Treasury shares relate to ordinary shares of the Company that are bought-back and held by the Company.

There are no sale, transfer, disposal, cancellation and/or use of treasury shares as at 31 August 2013.

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

The figures have not been reviewed nor audited.

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

Not Applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial year as those used in the most recently audited financial statements for the year ended 31 May 2013, except for the adoption of new/revised Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") applicable to the Group for the financial period beginning 1 June 2013.

The adoption of new/revised FRS and INT FRS have no material financial impact on the financial statements.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Not Applicable.



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6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

	The Group	
	Period ended 31 August	
	2013	2012
Earnings per share (in SGD cents)		
- Basic ⁽¹⁾	(0.15)	2.16
- Fully diluted ⁽²⁾	(0.15)	2.16

Notes:

(1) The calculation of basic earnings per share is based on the loss for the period of S\$699,000 (2013: profit of S\$9,990,000) divided by the weighted number of ordinary shares in issue during the period of 457,946,636 (2013: 463,363,636).

(2) The calculation of fully diluted earnings per share is based on the loss for the period of S\$699,000 (2013: profit of S\$9,990,000) divided by the weighted number of ordinary shares in issue during the period of 457,946,636 (2013: 463,363,636). Diluted earnings per share for financial period ended 31 August 2013 is the same as basic earnings per share as the Group does not have any dilutive potential ordinary shares.

7. Net asset value (for the issuer and group) per ordinary share based on total number of issued shares excluding treasury shares of the issuer at the end of the:- (a) current financial period reported on; and (b) immediately preceding financial year.

	The Group		The Company	
	31.08.2013	31.05.2013	31.08.2013	31.05.2013
Net assets (S\$'000)	73,669	74,225	54,843	55,081
Net asset value per share (in SGD cents)	16.09	16.21	11.98	12.03
Number of shares used in calculating NAV	457,946,636	457,946,636	457,946,636	457,946,636

8. 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 cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

8 (a) REVIEW OF THE PERFORMANCE OF THE GROUP

Revenue increased by 21.6% from S\$6 million to S\$7.3 million mainly contributed by the increase in volume handled from our local transportation services as well as the increase storage revenue generated from our existing and the new warehouses during the financial period.

The Group's gross profit increase by 23.8% from S\$1.5 million to S\$1.8 million which is in tandem with the increase in revenue.

The significant decrease in other income from S\$11.1 million to S\$0.1 million is mainly due to the one time gain on revaluation of investment in associate to fair value and gain on disposal subsidiaries in the last financial period.

The increase in marketing and distribution costs is mainly due to expenses incurred on acquiring our new warehouse located at No. 6 Pioneer Walk during the financial period.

Administrative expenses decreased by 7.6% from S\$2.9 million to S\$2.7 million mainly relates to the allowance for doubtful debts recorded in the last financial period. The decrease in administrative expenses was partly offset with the increase in staff cost during the financial period.

Finance cost increased from S\$2,000 to S\$153,000 mainly due to finance lease liabilities drawdown by the Group at the end of last financial year.

Other credits represents gain on foreign exchange resulted from the appreciation of Renminbi as most of the cash and cash equivalents of the Group were in Renminbi.

The share of results of associates represent the share of profit from investment in associate, GKE Metal Logistics Pte Ltd.



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8 (b) REVIEW OF THE FINANCIAL POSITION OF THE GROUP

The increase in property, plant and equipment from S\$56.4 million to S\$90.8 million mainly relates to acquisition of warehouse located at No. 6 Pioneer Walk and preliminary construction of the warehouse in Yangshan Shanghai, China.

Investment in associate represents the investment of 49% interest in GKE Metal Logistics Pte Ltd.

Available-for-sale investments decreased from S\$1.2 million to S\$1 million due to impairment of quoted investments during the financial period.

Non-current prepayments represents prepayments relating to acquisition of No. 39 Benoi Road, acquisition of warehouse in Waigaoqiao Shanghai, China and construction of the warehouse in Yangshan Shanghai, China.

Increase in trade and other receivables from S\$6.1 million to S\$9.0 million mainly due to Goods and Services Tax receivable arises from acquisition No. 6 Pioneer Walk.

Cash and cash equivalents increased mainly due to drawdown of loan to finance the construction of warehouse in Yangshan Shanghai, China.

Non-current borrowings represents the loan drawdown by the Group's subsidiary, Van der Horst (Shanghai) Logistics Co., Ltd ("VDHS") to finance the construction of the warehouse in Yangshan Shanghai, China and GKE Private Limited ("GKEPL") to finance the acquisition of warehouse located No. 6 Pioneer Walk. While the current borrowings mainly represents short-term loan drawdown by the Group to used as working capital.

Loan from non-controlling interests represents interest-bearing loan given by non-controlling interests to VDHS to finance the construction of the warehouse in Yangshan Shanghai, China.

Increase in trade and other payables from S\$1.4 million to S\$1.8 million is in line with the increase in business volume during the financial period.

Finance lease liabilities increased from S\$3.3 million to S\$4.1 million mainly due to acquisition of forklift and heavy equipment under finance lease arrangements during the financial period.

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

No forecast or prospect statement was previously announced.

10. 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 reporting period and the next 12 months

The Group expects its overall performance to decline owing to the warehouse acquisitions initiated in the current and last financial year. The acquisition expenses incurred are expected to impact the Group's performance for the financial year 2014 as the Group has just commenced building its customer portfolio for these newly acquired warehouses.

Inflationary cost pressures and difficulties with recruiting manpower may not ease in the immediate term. The Group will continue to monitor and enhance its operational efficiency.

The Group remains cautious of the global economy which may impact the local logistics industry and will continue to manage its business prudently.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial year

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

(c) Date Payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared (recommended), a statement to that effect.

Not Applicable.



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13. 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.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$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 \$100,000)
Chippel Overseas Supplies	Rental income - \$726	NIL

14. Negative confirmation by the Board pursuant to Rule 705(5)

The Board of Directors confirms that, to the best of their knowledge, nothing has come to their attention which may render the first quarter financial results of the Company and of the Group for the period ended 31 August 2013 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Neo Cheow Hui
Executive Director and Chief Executive Officer
14 October 2013

This announcement has been reviewed by the Company's Sponsor, RHT Capital Pte. Ltd. ("Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

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

The details of the contact person for the Sponsor is:-

*Name: Mr Wong Chee Meng Lawrence (Registered Professional, RHT Capital Pte. Ltd.)
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Tel: 6381 6757*