

Silk Logistics Holdings Limited (ABN 45 165 867 372)

Appendix 4D – Half Year Report for the period ended 26 December 2021 as required by ASX listing rule 4.3A

Reporting Periods

Current reporting period
Previous reporting period

For the half-year ended 26 December 2021
For the half-year ended 27 December 2020

Results for announcement to the market

		26 December 2021 \$000
Revenue from ordinary activities	Up 18.5% to	182,371
Profit from ordinary activities after tax attributable to the owners of Silk Logistics Holdings Limited	Down 18.3% to	3,481
Net profit for the half-year attributable to the owners of Silk Logistics Holdings Limited	Down 18.3% to	3,481
Underlying net profit after tax (UNPAT) attributable to the owners of Silk Logistics Holdings Limited	Up 50.9% to	7,432

Dividends

	26 December 2021 Cents
Interim dividend for the half-year ended 26 December 2021	2.19

Current period

On 24 February 2021 the directors declared an interim dividend for the half-year ended 26 December 2021 of 2.19 cents per ordinary share with a record date of 4 March 2022 to be paid on 1 April 2022.

Previous period

A pre-initial public offering (IPO or offer) dividend of \$10.0 million was recommended in the previous financial period. The recommended dividend was contingent on the Company's initial public offering. Silk Logistics Holdings Limited commenced trading on the Australian Securities Exchange on 9 July 2021, and accordingly, the recommended dividend became payable to shareholders (based on shareholdings prior to the offer share allocation) on that date and was paid.

Explanation of results

Underlying net profit after tax (UNPAT), being net profit after tax but before significant items (refer following table) has been used to measure the financial performance of the Group. The Group believes this measure of performance best represents the underlying operating results of the Group. For the half-year ended 26 December 2021, Group UNPAT of \$7.4 million (1HFY21: \$4.9 million) was 50.9% higher than the previous corresponding period (pcp).

	Half-year 26 Dec 2021 \$'000	Half-year 27 Dec 2020 \$'000
Profit from ordinary activities after tax attributable to the owners of Silk Logistics Holdings Limited	3,481	4,259
<i>Significant items:</i>		
IPO-related costs ¹	2,182	-
Pre-IPO share-based payments	1,550	-
Acquisition and related expenses	219	667
Group UNPAT	7,432	4,926

¹ Includes change in measurement of financial instrument.

Significant items are costs or income associated with mergers and acquisitions activity, capital restructures or certain one-off costs or income incurred in reporting periods that are not reflective of underlying business activities.

Basic earnings per share (EPS) as set out in the interim financial report, using statutory NPAT, was 4.61 cents per share (cps) (1HFY21: 18.92 cps) and on a diluted basis was 4.56 cps (1HFY21: 6.28 cps).

Diluted UNPAT EPS is 9.72 cps (1HFY21: 7.27 cps).

The dilutive impact in the previous corresponding period is due to the preference shares on issue at that time which were subsequently converted to ordinary shares in readiness for the Company's IPO.

Net tangible assets per security

	26 December 2021 Cents	27 December 2020 Cents
Net tangible assets per ordinary security	26.99	43.45

Net tangible assets are net assets less goodwill. Preference shares on issue at the previous reporting date were converted to ordinary shares in the current period (refer attached Interim Financial Report).

Details of entities over which control has been gained or lost during the period

Not applicable.

Subsequent to reporting date, the Company acquired 101Warehousing Pty Ltd on 2 February 2022. Refer attached interim financial report.

Details of associates and joint venture entities

Not applicable.

Audit qualification or review

The financial statements have been audited and an unmodified opinion has been issued