

Appendix 4D
Half Year Report
ORICA LIMITED
ABN 24 004 145 868

1. Details of the reporting period and the previous corresponding period

Reporting Period	Half year ended	31 March 2023
Previous Corresponding Period	Half year ended	31 March 2022

2. Results for announcement to the market

Consolidated:		Change			\$m
		\$m			
2.1 Consolidated revenue from operations	up	721.3	22.0%	to	3,998.4
2.2 Net profit attributable to shareholders of Orica Limited	up	207.2	>100%	to	122.6
2.3 Net profit attributable to shareholders of Orica Limited before individually significant items	up	34.3	26.5%	to	163.5
From continuing operations:					
2.4 Revenue from continuing operations	up	952.4	31.3%	to	3,998.4
2.5 Net profit from continuing operations attributable to shareholders of Orica Limited	up	121.8	>100%	to	122.6
2.6 Net profit for the period from continuing operations attributable to shareholders of Orica Limited before individually significant items	up	42.6	35.2%	to	163.5

Dividends		Amount per security	Franked amount per security at 30% tax
<i>Current period</i>			
2.7 Interim dividend - Ordinary	Cents	18.0	0.0
<i>Previous corresponding period</i>			
2.7 Interim dividend - Ordinary	Cents	13.0	0.0
2.8 Record date for determining entitlements to the dividend:			
Ordinary Shares		26-May-23	
Payment date of dividend:			
Ordinary Shares		3-Jul-23	

	31 March 2023	30 September 2022	31 March 2022
	Cents	Cents	Cents
Net tangible asset backing per ordinary security	520.0	561.6	364.0

For the profit commentary and any other significant information needed on Orica's results please refer to the accompanying Orica Limited Half Year Results Analyst Presentation.

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Income Statement

For the period ended 31 March

	Notes	Consolidated	
		2023 \$m	2022 \$m
Continuing operations			
Sales revenue	(2b)	3,998.4	3,046.0
Other income	(2d)	6.9	9.9
Raw materials and inventories		(2,207.2)	(1,611.5)
Employee benefits expense		(681.2)	(586.5)
Purchased services and other expenses		(352.4)	(250.6)
Depreciation and amortisation expense	(2b)	(182.7)	(178.8)
Outgoing freight		(174.1)	(145.3)
Repairs and maintenance		(100.7)	(73.7)
Loss on sale of Türkiye businesses	(2e)	(73.5)	-
Axis Group acquisition earnout	(2e)	(13.3)	-
Impairment expense	(2e)	-	(156.1)
Gain on sale of Nitro Consult AB	(2e)	-	19.5
Share of net profit of equity accounted investees	(6)	15.6	20.7
Total		(3,769.5)	(2,962.3)
Profit from operations		235.8	93.6
Net financing costs			
Financial income		3.7	0.5
Financial expenses		(85.8)	(43.8)
Net financing costs		(82.1)	(43.3)
Profit before income tax expense from continuing operations		153.7	50.3
Income tax expense	(9)	(71.3)	(61.6)
Profit/(loss) after tax from continuing operations		82.4	(11.3)
Discontinued operations			
Net loss on sale of Minova after tax	(2e)	-	(93.7)
Profit after tax from discontinued operations	(8)	-	9.1
Loss after tax from discontinued operations		-	(84.6)
Net profit/(loss) for the period		82.4	(95.9)
Net profit/(loss) for the period attributable to:			
Shareholders of Orica Limited		122.6	(84.6)
Non-controlling interests		(40.2)	(11.3)
Net profit/(loss) for the period		82.4	(95.9)
		cents	cents
Earnings per share attributable to ordinary shareholders of Orica Limited:			
From continuing operations:			
Basic earnings per share	(3)	27.0	0.2
Diluted earnings per share	(3)	26.8	0.2
Total attributable to ordinary shareholders of Orica Limited			
Basic earnings per share	(3)	27.0	(20.7)
Diluted earnings per share	(3)	26.8	(20.7)

The Income Statement is to be read in conjunction with the accompanying notes.

Statement of Comprehensive Income

For the period ended 31 March

	Consolidated	
	2023 \$m	2022 \$m
Net profit/(loss) for the period	82.4	(95.9)
Other comprehensive income		
Items that may be/have been reclassified subsequently to income statement:		
<i>Exchange differences on translation of foreign operations</i>		
Exchange loss on translation of foreign operations, net of tax	(33.1)	(146.0)
Net gain on hedge of net investments in foreign subsidiaries, net of tax	18.8	31.7
Currency translation on companies disposed of, transferred to the income statement	92.5	94.7
Net exchange differences on translation of foreign operations	78.2	(19.6)
<i>Sundry items:</i>		
Net (loss)/gain on cash flow hedges, net of tax	(2.1)	11.5
Changes in the fair value of financial assets through other comprehensive income	19.8	-
Items that will not be reclassified subsequently to income statement:		
Net actuarial (loss)/gain on defined benefit obligations, net of tax	(0.8)	28.0
Other comprehensive income for the period	95.1	19.9
Total comprehensive income/(loss) for the period	177.5	(76.0)
Attributable to:		
Shareholders of Orica Limited	164.5	(54.0)
Non-controlling interests	13.0	(22.0)
Total comprehensive income/(loss) for the period	177.5	(76.0)

The Statement of Comprehensive Income is to be read in conjunction with the accompanying notes.

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Balance Sheet

As at

	Notes	Consolidated	
		31 March 2023 \$m	30 September 2022 \$m
Current assets			
Cash and cash equivalents	(10)	681.1	1,255.3
Trade receivables		829.4	903.1
Other receivables		201.7	126.8
Inventories		1,026.9	872.6
Other assets		186.9	151.7
Total current assets		2,926.0	3,309.5
Non-current assets			
Other receivables		60.2	56.6
Equity accounted investees	(6)	322.9	323.8
Property, plant and equipment		3,098.1	3,082.3
Intangible assets		1,416.0	1,142.9
Deferred tax assets		395.2	395.6
Other assets		86.2	57.1
Total non-current assets		5,378.6	5,058.3
Total assets		8,304.6	8,367.8
Current liabilities			
Trade payables		1,012.3	1,091.7
Other payables		379.0	385.6
Interest bearing liabilities	(10)	64.4	713.3
Provisions		223.9	229.1
Other liabilities		69.8	60.5
Total current liabilities		1,749.4	2,480.2
Non-current liabilities			
Other payables		38.5	31.2
Interest bearing liabilities	(10)	2,236.7	1,693.7
Provisions		338.7	329.8
Deferred tax liabilities		42.9	47.2
Other liabilities		68.1	56.5
Total non-current liabilities		2,724.9	2,158.4
Total liabilities		4,474.3	4,638.6
Net assets		3,830.3	3,729.2
Equity			
Ordinary shares	(5)	3,410.6	3,389.7
Reserves		(348.2)	(397.0)
Retained earnings		715.3	693.1
Total equity attributable to ordinary shareholders of Orica Limited		3,777.7	3,685.8
Non-controlling interests		52.6	43.4
Total equity		3,830.3	3,729.2

The Balance Sheet is to be read in conjunction with the accompanying notes.

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Statement of Changes in Equity

For the period ended 31 March

	Ordinary shares \$m	Retained earnings \$m	Foreign currency translation reserve \$m	Cash flow hedge reserve \$m	Other reserves \$m	Total \$m	Non- controlling interests \$m	Total equity \$m
2022								
Balance at 1 October 2021	2,686.1	687.4	(519.3)	(16.6)	(111.3)	2,726.3	66.1	2,792.4
Net loss for the period	-	(84.6)	-	-	-	(84.6)	(11.3)	(95.9)
Other comprehensive income/(loss)	-	28.0	(8.9)	11.5	-	30.6	(10.7)	19.9
Total comprehensive (loss)/income for the period	-	(56.6)	(8.9)	11.5	-	(54.0)	(22.0)	(76.0)
Transactions with owners, recorded directly in equity								
Total changes in contributed equity (note 5)	11.1	-	-	-	(3.3)	7.8	(3.4)	4.4
Share-based payments expense	-	-	-	-	2.8	2.8	-	2.8
Share-based payments settlement	-	-	-	-	(0.7)	(0.7)	-	(0.7)
Dividends/distributions (note 4)	-	(67.2)	-	-	-	(67.2)	-	(67.2)
Dividends declared/paid to non-controlling interests	-	-	-	-	-	-	(4.4)	(4.4)
Balance at the end of the period	2,697.2	563.6	(528.2)	(5.1)	(112.5)	2,615.0	36.3	2,651.3
2023								
Balance at 1 October 2022	3,389.7	693.1	(285.2)	(4.5)	(107.3)	3,685.8	43.4	3,729.2
Net profit/(loss) for the period	-	122.6	-	-	-	122.6	(40.2)	82.4
Other comprehensive (loss)/income	-	(0.8)	25.0	(2.1)	19.8	41.9	53.2	95.1
Total comprehensive income/(loss) for the period	-	121.8	25.0	(2.1)	19.8	164.5	13.0	177.5
Transactions with owners, recorded directly in equity								
Total changes in contributed equity (note 5)	20.9	-	-	-	-	20.9	(2.8)	18.1
Share-based payments expense	-	-	-	-	7.2	7.2	-	7.2
Share-based payments settlement	-	-	-	-	(1.1)	(1.1)	-	(1.1)
Dividends/distributions (note 4)	-	(99.6)	-	-	-	(99.6)	-	(99.6)
Dividends declared/paid to non-controlling interests	-	-	-	-	-	-	(1.0)	(1.0)
Balance at the end of the period	3,410.6	715.3	(260.2)	(6.6)	(81.4)	3,777.7	52.6	3,830.3

The Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

Statement of Cash Flows

For the period ended 31 March

	Notes	Consolidated	
		2023 \$m Inflows/ (Outflows)	2022 \$m Inflows/ (Outflows)
Cash flows from operating activities			
Receipts from customers		4,515.1	3,543.6
Payments to suppliers and employees		(4,357.5)	(3,611.7)
Interest received		3.7	0.5
Borrowing costs		(81.2)	(49.9)
Dividends received		9.1	12.2
Other operating income received		7.2	8.8
Net income taxes paid		(94.9)	(60.2)
Net cash flows from/(used in) operating activities		1.5	(156.7)
Cash flows from investing activities			
Payments for property, plant and equipment		(148.0)	(135.0)
Payments for intangibles		(5.8)	(16.5)
Payments for purchase of investments		(19.8)	-
Proceeds from sale of property, plant and equipment		7.4	8.5
Proceeds from other advances in relation to property		50.0	-
Payments for purchase of businesses/controlled entities	(7)	(255.8)	(12.5)
Proceeds from sale of businesses, net of cash disposed and disposal costs	(8)	3.7	123.6
Proceeds from sale of business to non-controlling interests		-	0.5
Net cash flows used in investing activities		(368.3)	(31.4)
Cash flows from financing activities			
Proceeds from borrowings		1,215.7	939.5
Repayment of borrowings		(1,308.8)	(739.0)
Dividends paid - Orica ordinary shares	(4)	(79.7)	(48.2)
Dividends paid - non-controlling interests		(1.0)	(4.4)
Principal portion of lease payments		(28.9)	(29.3)
Payment for purchase of ordinary shares, net of costs	(5)	(2.7)	(7.8)
Net cash flows (used in)/from financing activities		(205.4)	110.8
Net decrease in cash held			
Cash at the beginning of the period		1,255.3	593.7
Effects of exchange rate changes on cash		(2.0)	(22.3)
Cash at the end of the period	(10)	681.1	494.1

The Statement of Cash Flows is to be read in conjunction with the accompanying notes.

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1. Accounting policies

The significant accounting policies adopted in preparing the financial report of Orica Limited ('the Company' or 'Orica') and of its controlled entities (collectively 'the Group') are stated below to assist in a general understanding of this Half Year Financial Report.

(i) Basis of preparation

This general purpose financial report for the half year reporting period ended 31 March 2023 has been prepared in accordance with the requirements of AASB 134 Interim Financial Reporting, the Corporations Act 2001 and other mandatory professional reporting requirements. It has been prepared on a historical cost basis, except for derivative financial instruments, superannuation commitments and investments in financial assets which have been measured at fair value as per the applicable standards. It is presented in Australian dollars which is the Group's presentation currency.

It is recommended that the Half Year Financial Report is read in conjunction with the Annual Financial Report of Orica Limited as at 30 September 2022.

The amounts shown have been rounded off, except where otherwise stated, to the nearest tenth of a million dollars, in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 dated 24 March 2016.

(ii) Changes in accounting policies

The accounting policies applied by the Group in the Half Year Financial Report are the same as those applied by the Group in its consolidated financial report for the year ended 30 September 2022.

New and amended accounting standards and interpretations issued but not yet effective

There are no new standards or interpretations that are not yet effective and that would be expected to have a material impact on the Group in the current or future reporting periods and on foreseeable future transactions.

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2. Segment report

(a) Identification and description of segments

Orica's reportable segments are based on the internal management structure as reported to the Group's Chief Operating Decision Maker (the Group's Managing Director and Chief Executive Officer).

Effective 1 October 2022, Orica made changes to its segment reporting to provide transparency of the growing Digital Solutions vertical, in line with Orica's refreshed strategy.

The new Digital Solutions segment includes:

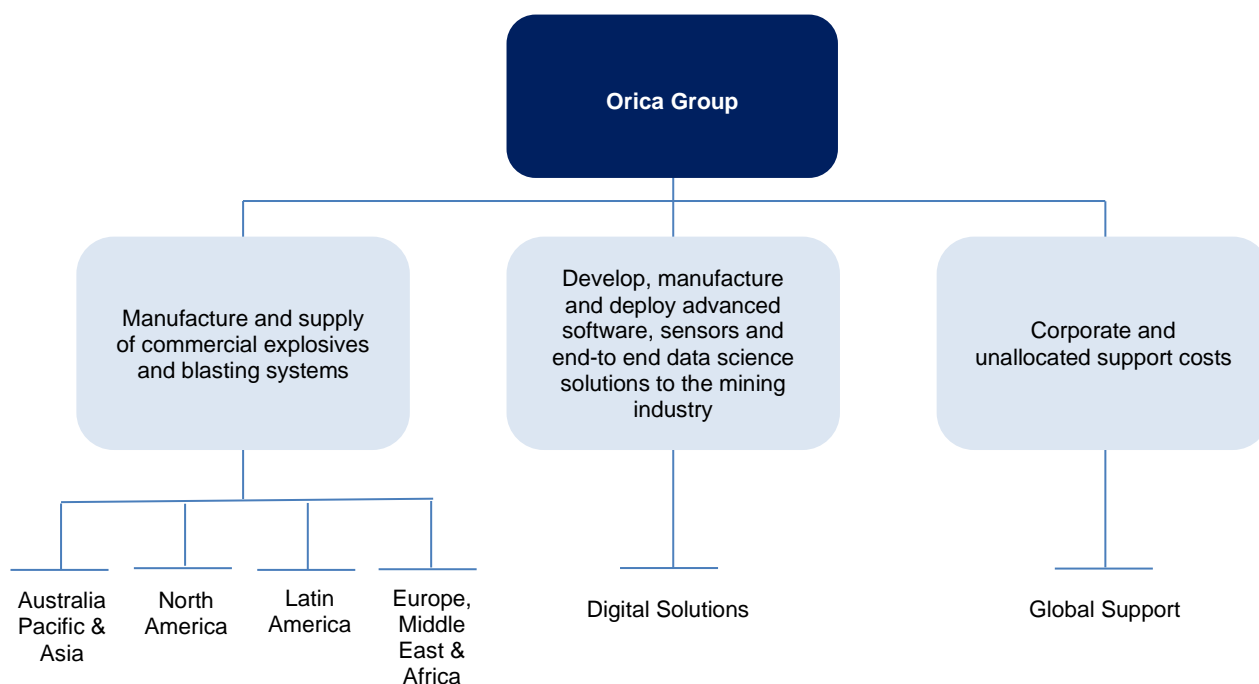
- Orebody Intelligence (OBI) businesses (Axis Mining Technology, HIG and RIG);
- Blast Design and Execution (BDE) solutions; and
- GroundProbe (previously reported within the Orica Monitor segment).

HIG and RIG were previously reported in Australia, Pacific & Asia, while BDE was reported across Australia, Pacific & Asia, North America, Latin America, Europe, Middle East and Africa and Global Support.

The 2022 financial year segments have been restated to reflect the new segment reporting structure. Orebody Intelligence and BDE results prior to the 2022 financial year are considered to be immaterial and have not been restated.

There is no change to the Orica Group earnings and balance sheet as previously reported to the market.

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Condensed notes to the consolidated Half Year Financial Report

2. Segment report (continued)

(b) Reportable segments 2023 \$m	Australia Pacific & Asia	North America	Latin America	Europe, Middle East & Africa	Digital Solutions	Global Support	Eliminations	Total Continuing Operations	Discontinued Operations	Eliminations	Consolidated
Revenue											
External sales	1,560.6	888.0	898.2	551.9	99.7	-	-	3,998.4	-	-	3,998.4
Inter-segment sales	70.7	63.5	15.8	13.9	0.3	-	(164.2)	-	-	-	-
Total sales revenue	1,631.3	951.5	914.0	565.8	100.0	-	(164.2)	3,998.4	-	-	3,998.4
Other income/(loss) (refer to note 2d) ⁽¹⁾	0.4	(0.8)	(5.2)	9.2	-	3.3	-	6.9	-	-	6.9
Total revenue and other income	1,631.7	950.7	908.8	575.0	100.0	3.3	(164.2)	4,005.3	-	-	4,005.3
Results before individually significant items											
Profit/(loss) before financing costs and income tax	222.1	59.2	28.4	26.9	26.9	(40.9)	-	322.6	-	-	322.6
Financial income											3.7
Financial expenses											(85.8)
Profit before income tax expense											240.5
Income tax expense											(72.1)
Profit after income tax expense											168.4
Less: Profit attributable to non-controlling interests											(4.9)
Profit after income tax expense before individually significant items attributable to shareholders of Orica Limited											163.5
Individually significant items (refer to note 2e)											
Gross individually significant items	-	-	-	(73.5)	(13.3)	-	-	(86.8)	-	-	(86.8)
Tax on individually significant items	-	-	-	0.8	-	-	-	0.8	-	-	0.8
Net individually significant items attributable to non-controlling interests	-	-	-	45.1	-	-	-	45.1	-	-	45.1
Individually significant items attributable to shareholders of Orica Limited	-	-	-	(27.6)	(13.3)	-	-	(40.9)	-	-	(40.9)
Profit for the period attributable to shareholders of Orica Limited											122.6
Segment assets	3,539.4	1,534.9	1,331.3	779.9	692.9	426.2	-	8,304.6	-	-	8,304.6
Segment liabilities	1,039.8	358.7	401.4	237.5	97.3	2,339.6	-	4,474.3	-	-	4,474.3
Equity accounted investees	88.2	232.8	-	0.5	-	1.4	-	322.9	-	-	322.9
Acquisitions of PPE and intangibles (excluding right of use assets)	79.1	22.5	17.7	18.4	14.2	1.9	-	153.8	-	-	153.8
Depreciation and amortisation	85.8	35.1	24.5	12.7	12.7	11.9	-	182.7	-	-	182.7
Share of net (loss)/profit of equity accounted investees (note 6)	(1.8)	17.4	-	-	-	-	-	15.6	-	-	15.6

⁽¹⁾ Includes foreign currency gains/(losses) in various reportable segments.

2. Segment report (continued)

(b) Reportable segments Restated ⁽¹⁾ 2022 \$m	Australia Pacific & Asia	North America	Latin America	Europe, Middle East & Africa	Digital Solutions	Global Support	Eliminations	Total Continuing Operations	Discontinued Operations	Eliminations	Consolidated
Revenue											
External sales	1,186.5	705.2	664.9	420.3	69.1	-	-	3,046.0	231.1	-	3,277.1
Inter-segment sales	68.1	51.2	15.8	13.2	0.2	-	(148.5)	-	-	-	-
Total sales revenue	1,254.6	756.4	680.7	433.5	69.3	-	(148.5)	3,046.0	231.1	-	3,277.1
Other income/(loss) (refer to note 2d) ⁽²⁾	3.7	1.9	1.9	(4.3)	(0.6)	7.3	-	9.9	(0.8)	-	9.1
Total revenue and other income	1,258.3	758.3	682.6	429.2	68.7	7.3	(148.5)	3,055.9	230.3	-	3,286.2
Results before individually significant items											
Profit/(loss) before financing costs and income tax	156.2	56.3	25.0	11.2	11.3	(29.8)	-	230.2	14.7	-	244.9
Financial income											0.6
Financial expenses											(43.9)
Profit before income tax expense											201.6
Income tax expense											(65.4)
Profit after income tax expense											136.2
Less: Profit attributable to non-controlling interests											(7.0)
Profit after income tax expense before individually significant items attributable to shareholders of Orica Limited											129.2
Individually significant items (refer to note 2e)											
Gross individually significant items	-	-	-	(136.6)	-	-	-	(136.6)	(85.0)	-	(221.6)
Tax on individually significant items	-	-	-	(1.8)	-	-	-	(1.8)	(8.7)	-	(10.5)
Net individually significant items attributable to non-controlling interests	-	-	-	18.3	-	-	-	18.3	-	-	18.3
Individually significant items attributable to shareholders of Orica Limited	-	-	-	(120.1)	-	-	-	(120.1)	(93.7)	-	(213.8)
Net loss for the period attributable to shareholders of Orica											(84.6)
Segment assets	3,289.8	1,272.4	1,219.2	580.2	341.6	387.9	-	7,091.1	-	-	7,091.1
Segment liabilities	1,024.3	288.4	358.4	213.0	30.0	2,525.7	-	4,439.8	-	-	4,439.8
Equity accounted investees	87.1	197.5	-	0.5	-	1.4	-	286.5	-	-	286.5
Acquisitions of PPE and intangibles (excluding right of use assets)	51.0	35.6	9.5	12.9	21.4	12.9	-	143.3	8.2	-	151.5
Depreciation and amortisation	87.8	28.3	22.3	15.2	10.0	15.2	-	178.8	-	-	178.8
Share of net profit of equity accounted investees (note 6)	3.1	17.2	-	0.4	-	-	-	20.7	-	-	20.7

⁽¹⁾ Restated for change of segment reporting, refer to note 2(a) for details.

⁽²⁾ Includes foreign currency gains/(losses) in various reportable segments.

Condensed notes to the consolidated Half Year Financial Report

2. Segment report (continued)

	Consolidated	
	2023 \$m	2022 \$m
(c) Disaggregation of revenue (by commodity/industry)		
Copper	991.8	700.7
Gold	832.0	653.4
Thermal Coal	568.2	478.9
Quarry and Construction	499.1	419.6
Iron Ore	353.5	262.8
Coking Coal	298.5	174.5
Digital Solutions ⁽¹⁾	99.7	69.1
Other ⁽¹⁾	355.6	287.0
Minova (Discontinued operations)	-	231.1
Total disaggregated revenue	3,998.4	3,277.1

⁽¹⁾ 2022 revenue restated for change of segment reporting, refer to note 2(a) for details.

	Consolidated					
	2023			2022		
	Continuing \$m	Dis- continued \$m	Con- solidated \$m	Continuing \$m	Dis- continued \$m	Con- solidated \$m
(d) Other income						
Other income	10.4	-	10.4	8.6	0.2	8.8
Net foreign currency losses	(5.9)	-	(5.9)	(6.4)	(1.1)	(7.5)
Net gain on sale of property, plant and equipment	2.4	-	2.4	7.7	0.1	7.8
Total other income/(loss)	6.9	-	6.9	9.9	(0.8)	9.1

	Consolidated					
	2023			2022		
	Gross \$m	Tax \$m	Net \$m	Gross \$m	Tax \$m	Net \$m
(e) Individually significant items						
Profit after income tax includes the following individually significant items of expense:						
Individually significant items from continuing operations						
Loss on sale of Türkiye businesses ⁽¹⁾	(73.5)	0.8	(72.7)	-	-	-
Axis Group acquisition earnout ⁽²⁾	(13.3)	-	(13.3)	-	-	-
Impairment expense	-	-	-	(156.1)	(1.8)	(157.9)
Gain on sale of Nitro Consult AB ⁽¹⁾	-	-	-	19.5	-	19.5
Individually significant items from continuing operations	(86.8)	0.8	(86.0)	(136.6)	(1.8)	(138.4)
Non-controlling interests in individually significant items	45.5	(0.4)	45.1	18.3	-	18.3
Individually significant items attributable to shareholders of Orica from continuing operations	(41.3)	0.4	(40.9)	(118.3)	(1.8)	(120.1)
Individually significant items from discontinued operations						
Loss on sale of Minova ⁽¹⁾	-	-	-	(85.0)	(8.7)	(93.7)
Individually significant items from discontinued operations	-	-	-	(85.0)	(8.7)	(93.7)
Individually significant items attributable to shareholders of Orica	(41.3)	0.4	(40.9)	(203.3)	(10.5)	(213.8)

⁽¹⁾ Refer to note 8.

⁽²⁾ Refer to note 7.

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Condensed notes to the consolidated Half Year Financial Report

2. Segment report (continued)

(f) Geographical segments

The presentation of geographical revenue is based on the geographical location of customers. Segment assets are based on the geographical location of assets.

	Consolidated			
	External revenue		Non-current assets ⁽¹⁾	
	31 March	31 March	31 March	30 September
	2023	2022	2023	2022
	\$m	\$m	\$m	\$m
Australia	1,121.6	889.5	2,911.1	2,586.9
Peru	544.7	369.3	297.8	310.0
Other ⁽²⁾	2,332.1	2,018.3	1,737.7	1,723.6
Consolidated	3,998.4	3,277.1	4,946.6	4,620.5

⁽¹⁾ Excludes financial derivatives (included within other assets and other liabilities), deferred tax assets and post-employment benefit assets.

⁽²⁾ Other than Australia and Peru, sales to other countries are individually less than 10% of the Group's total revenues.

3. Earnings per share (EPS)

	Consolidated	
	2023	2022
	\$m	\$m
(i) As reported in the income statement		
Earnings used in the calculation of basic EPS attributable to ordinary shareholders of Orica Limited		
Net profit/(loss) from continuing operations	82.4	(11.3)
Net loss from discontinued operations	-	(84.6)
Less: Net loss for the period attributable to non-controlling interests from continuing operations	(40.2)	(12.1)
Less: Net profit for the period attributable to non-controlling interests from discontinued operations	-	0.8
Total	122.6	(84.6)
Number of shares		
Weighted average number of shares used in the calculation:		
Number for basic earnings per share	453,539,960	408,237,214
Effect of dilutive share options and rights	4,031,899	2,599,457
Number for diluted earnings per share	457,571,859	410,836,671
The weighted average number of options and rights that have not been included in the calculation of diluted earnings per share	815,459	1,528,951
Cents per share		
Earnings per share attributable to ordinary shareholders of Orica Limited:		
From continuing operations		
Basic earnings per share	27.0	0.2
Diluted earnings per share	26.8	0.2
Total attributable to ordinary shareholders of Orica Limited		
Basic earnings per share	27.0	(20.7)
Diluted earnings per share	26.8	(20.7)

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3. Earnings per share (EPS) (continued)

	Consolidated	
	2023	2022
	\$m	\$m
(ii) Adjusted for individually significant items		
Earnings used in the calculation of basic EPS adjusted for individually significant items attributable to ordinary shareholders of Orica Limited		
Net profit/(loss) from continuing operations	82.4	(11.3)
Net loss from discontinued operations	-	(84.6)
Less: Net loss for the period attributable to non-controlling interests from continuing operations	(40.2)	(12.1)
Less: Net profit for the period attributable to non-controlling interests from discontinued operations	-	0.8
Adjusted for individually significant items from continuing operations (refer to note 2e)	40.9	138.4
Adjusted for individually significant items from discontinued operations (refer to note 2e)	-	93.7
Total adjusted	163.5	147.5

	Cents	Cents
	per share	per share
Earnings per share attributable to ordinary shareholders of Orica Limited:		
From continuing operations		
Basic earnings per share	36.0	34.1
Diluted earnings per share	35.7	33.9
Total attributable to ordinary shareholders of Orica Limited before individually significant items		
Basic earnings per share ⁽¹⁾	36.0	36.1
Diluted earnings per share ⁽¹⁾	35.7	35.9

⁽¹⁾ Earnings per share before individually significant items is a non-IFRS measure. Management excludes individually significant items from the calculation in order to enhance the comparability from period-to-period and provide investors with further clarity in order to assess the underlying performance of operations.

4. Dividends and distributions

	Consolidated	
	2023	2022
	\$m	\$m
Dividends paid or declared in respect of the half year ended 31 March were:		
Ordinary shares		
final dividend of 16.5 cents per share, unfranked, paid 22 December 2021		67.2
final dividend of 22.0 cents per share, unfranked, paid 22 December 2022	99.6	
Dividends paid in cash or satisfied by the issue of shares under the Dividend Reinvestment Plan (DRP) during the half year were as follows:		
paid in cash	79.7	48.3
DRP - satisfied by issue of shares	19.9	18.9

Subsequent events

Since the end of the half year, the directors declared the following dividend:
Interim dividend on ordinary shares of 18.0 cents per share, unfranked, payable 3 July 2023.

The DRP continues to be available to eligible shareholders. For the interim dividend, shares will be allocated based on the arithmetic average of the daily volume weighted average market price of all shares sold through a normal trade on the ASX for a period of 7 days from 31 May to 8 June 2023 inclusive. The last date for receipt of election notices for participation in the interim dividend under the DRP is Monday 29 May 2023. Shares issued pursuant to the DRP will rank equal to all other ordinary shares. No discount applies to the DRP.

Conduit foreign income (CFI) component:

Interim dividend:		Interim dividend:	
Current period - Ordinary	18.0 cents	Previous period - Ordinary	13.0 cents

Condensed notes to the consolidated Half Year Financial Report

5. Contributed equity

Movements in issued and fully paid shares of Orica since 1 October 2021 were as follows:

Details	Date	Number of shares	Issue price \$	\$m
Ordinary shares				
Opening balance of shares issued	1-Oct-21	407,513,063		2,686.1
On market share repurchase	31-Oct-21			(8.4)
Shares issued under the Orica dividend reinvestment plan	22-Dec-21	1,317,955	14.40	18.9
Shares issued under the Orica GEESP plan ⁽¹⁾				0.6
Balance at the end of the period	31-Mar-22	408,831,018		2,697.2
Balance at the beginning of the period	1-Oct-22	452,807,885		3,389.7
Shares issued under the Orica dividend reinvestment plan	22-Dec-22	1,332,377	14.97	19.9
On market share repurchase				(3.3)
Deferred shares issued to settle Short-Term Incentive				3.7
Shares issued under the Orica GEESP plan ⁽¹⁾				0.6
Balance at the end of the period	31-Mar-23	454,140,262		3,410.6

⁽¹⁾ General Employee Exempt Share Plan (GEESP)

Rights over unissued shares - 2022:

Vesting date	Balance 30 Sep 21	Issued during the period	Exercised during the period	Lapsed during the period	Balance 31 Mar 22
30 Nov 24	-	1,781,426	-	(2,676)	1,778,750
30 Nov 23	1,543,222	-	-	(160,663)	1,382,559
30 Nov 22	1,021,872	-	-	(58,070)	963,802
30 Nov 21	1,318,942	-	(402,357)	(916,585)	-
Various	85,887	38,217	(73,110)	-	50,994
Total	3,969,923	1,819,643	(475,467)	(1,137,994)	4,176,105

Rights over unissued shares - 2023:

Vesting date	Balance 30 Sep 22	Issued during the period	Exercised during the period	Lapsed during the period	Balance 31 Mar 23
30 Nov 25	-	1,969,977	-	(13,439)	1,956,538
30 Nov 24	1,765,862	-	-	(126,946)	1,638,916
30 Nov 23	1,358,763	-	-	(106,859)	1,251,904
30 Nov 22	956,865	-	(297,686)	(659,179)	-
Various	79,790	252,614	(282,177)	-	50,227
Total	4,161,280	2,222,591	(579,863)	(906,423)	4,897,585

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Condensed notes to the consolidated Half Year Financial Report

6. Equity accounted investees

The table below shows material investments (based on carrying values). All other investments are included in “Individually immaterial”.

Name	Principal activity	Balance date	Ownership		Profit/(Loss) for the period		Consolidated Carrying value	
			2023 Mar %	2022 Sep %	2023 Mar \$m	2022 Mar \$m	2023 Mar \$m	2022 Sep \$m
Nelson Brothers, LLC ⁽¹⁾	Manufacture and sale of explosives	30-Sep	50.0	50.0	6.9	4.6	43.2	43.2
Nelson Brothers Mining Services LLC ⁽¹⁾	Sale of explosives	30-Sep	50.0	50.0	3.7	5.3	37.7	37.2
Poly Orica Management Co., Ltd ⁽²⁾	Manufacture and sale of explosives	31-Dec	49.0	49.0	(1.3)	1.6	77.0	78.3
Southwest Energy LLC ⁽¹⁾	Sale of explosives	30-Sep	50.0	50.0	6.8	7.3	151.5	151.0
Individually immaterial	Various				(0.5)	1.9	13.5	14.1
					15.6	20.7	322.9	323.8

⁽¹⁾ Entities are incorporated in the USA

⁽²⁾ Entity is incorporated in China

All equity accounted investees disclosed in the table above are classified as joint ventures.

7. Businesses acquired

Consolidated - 2023

On 3 October 2022, the Group acquired 100% of the shares of Axis Mining Technology Pty Ltd and DV8 Technology Ltd, who design, develop and manufacture specialised geospatial tools and instruments for the mining industry. The purchase price comprises \$255.8 million paid on completion and potential earn out payments of up to \$90.0 million based on the achievement of cumulative EBITDA generated from 1 October 2022 to 31 December 2024, and contingent on certain key management remaining employed by Orica during the earn-out period. An accrual of \$13.3 million has been recognised in the profit and loss as an Individually Significant Item for the first half of 2023.

	AXIS Group 2023 \$m
Consideration cash paid	255.8
Total consideration	255.8
Fair value of net assets of businesses acquired	
intangibles	100.0
property, plant and equipment	2.4
deferred tax liability	(30.0)
other assets	6.6
Total fair value of net assets of businesses/controlled entities acquired	79.0
Goodwill on acquisition	176.8

Goodwill on the purchase is attributable mainly to the skills and technical talent of the acquired business' work forces and the synergies expected to be achieved from integrating this business. None of the goodwill recognised is expected to be deductible for income tax purposes.

Acquisition-related costs of \$6.5 million that were not directly attributable to the issue of shares are included in the statement of profit and loss and in operating cash flows in the statement of cash flows.

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Condensed notes to the consolidated Half Year Financial Report

8. Businesses disposed and discontinued operations

Businesses disposed – 2023

On 10 November 2022 Orica completed the sale of Orica Nitro Patlayıcı Maddeler Sanayi ve Ticaret Anonim Sirketi and GeoNitro Limited (“Türkiye Businesses”), for a consideration of \$19.0 million. Orica recorded a loss on sale before tax of \$73.5 million which included a loss of \$92.5 million relating to the release of the foreign currency translation reserve as required by Australian Accounting Standards. \$45.1 million of net loss on sale was attributable to non-controlling interests.

	Türkiye Businesses 2023 \$m
Summary	
Cash received ⁽¹⁾	11.2
Deferred cash consideration	7.8
Net consideration	19.0
Carrying value of net assets of businesses disposed	-
Profit on sale of businesses before release of foreign currency translation reserve (FCTR)	19.0
Release of FCTR	(92.5)
Loss on sale of businesses before tax	(73.5)
Income tax expense	0.8
Net loss on sale of businesses	(72.7)
Less: Net loss on sale of businesses attributable to non-controlling interests	45.1
Net loss on sale of businesses attributable to shareholders of Orica Limited	(27.6)

⁽¹⁾ Included in this amount is a deposit of \$7.5 million which was received in September 2022.

Businesses disposed – 2022

The Group disposed of the Minova business on 28 February 2022 and Nitro Consult AB on 7 March 2022.

	Minova	Nitro Consult AB
	2022 \$m	2022 \$m
Summary		
Cash received	149.4	25.6
Cash disposed	(26.6)	(11.1)
Net cash received	122.8	14.5
Deferred cash consideration	28.2	-
Less disposal costs	(12.0)	(1.7)
Net consideration	139.0	12.8
Carrying value of net assets of businesses disposed		
Trade and other receivables	76.7	2.4
Inventories	68.7	1.6
Other assets	5.3	7.6
Property, plant and equipment	68.2	2.5
Right of use assets	-	0.6
Intangibles	16.1	0.5
Deferred tax asset	23.3	1.6
Trade and other payables	(76.9)	(1.2)
Interest-bearing liabilities	(10.4)	(0.7)
Provisions	(34.9)	(20.6)
	136.1	(5.7)
Less: Non-controlling interests at date of disposal	(7.8)	-
Profit on sale of businesses before release of foreign currency translation reserve (FCTR)	10.7	18.5
Release of FCTR	(95.7)	1.0
(Loss)/profit on sale of businesses before tax	(85.0)	19.5
Income tax expense	(8.7)	-
Net (loss)/profit on sale of businesses	(93.7)	19.5

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Condensed notes to the consolidated Half Year Financial Report

8. Businesses disposed and discontinued operations (continued)

Discontinued operations – 2022

The Minova business is considered a discontinued operation. The results of the business up until completion date of the sale are presented below.

	Continuing 2022 \$m	Dis- continued 2022 \$m	Consol- idated 2022 \$m
Sales revenue	3,046.0	231.1	3,277.1
Other income ⁽¹⁾	9.9	(0.8)	9.1
Raw materials and inventories	(1,611.5)	(150.4)	(1,761.9)
Employee benefits expense	(586.5)	(41.3)	(627.8)
Purchased services and other expenses	(250.6)	(14.9)	(265.5)
Depreciation and amortisation expense	(178.8)	-	(178.8)
Outgoing freight	(145.3)	(5.6)	(150.9)
Repairs and maintenance	(73.7)	(3.4)	(77.1)
Impairment expense	(156.1)	-	(156.1)
Gain on sale of Nitro Consult AB	19.5	-	19.5
Loss on sale of Minova	-	(85.0)	(85.0)
Share of net profit of equity accounted investees	20.7	-	20.7
Total	(2,962.3)	(300.6)	(3,262.9)
Profit/(loss) from operations	93.6	(70.3)	23.3
Net financing costs			
Financial income	0.5	0.1	0.6
Financial expenses	(43.8)	(0.1)	(43.9)
Net financing costs	(43.3)	-	(43.3)
Profit/(loss) before income tax expense	50.3	(70.3)	(20.0)
Income tax expense	(61.6)	(14.3)	(75.9)
Loss after tax	(11.3)	(84.6)	(95.9)
Net profit/(loss) for the period attributable to:			
Shareholders of Orica Limited	0.8	(85.4)	(84.6)
Non-controlling interests	(12.1)	0.8	(11.3)
Net loss for the period	(11.3)	(84.6)	(95.9)
	Continuing 2022 cents	Dis- continued 2022 cents	Consol- idated 2022 cents
Earnings per share attributable to ordinary shareholders of Orica Limited:			
Basic earnings per share	0.2	(20.9)	(20.7)
Diluted earnings per share	0.2	(20.9)	(20.7)

⁽¹⁾ Discontinued operations other income includes foreign exchange loss of \$1.1 million.

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Condensed notes to the consolidated Half Year Financial Report

8. Businesses disposed and discontinued operations (continued)

Reconciliation of net profit for the period - 2022

	Continuing 2022 \$m	Dis- continued 2022 \$m	Consol- idated 2022 \$m
Before individually significant items			
Profit from operations	230.2	14.7	244.9
Net financing costs	(43.3)	-	(43.3)
Profit before income tax expense	186.9	14.7	201.6
Income tax expense	(59.8)	(5.6)	(65.4)
Profit after tax before non-controlling interests	127.1	9.1	136.2
Non-controlling interests	(6.2)	(0.8)	(7.0)
Profit after tax before individually significant items	120.9	8.3	129.2
Individually significant items			
Loss before income tax expense	(136.6)	(85.0)	(221.6)
Income tax (expense)/benefit	(1.8)	(8.7)	(10.5)
Loss after tax before non-controlling interests	(138.4)	(93.7)	(232.1)
Non-controlling interests	18.3	-	18.3
Loss after tax from individually significant items	(120.1)	(93.7)	(213.8)
Net profit/(loss) after tax			
Net profit/(loss) before income tax expense	50.3	(70.3)	(20.0)
Income tax expense	(61.6)	(14.3)	(75.9)
Loss after tax before non-controlling interests	(11.3)	(84.6)	(95.9)
Non-controlling interests	12.1	(0.8)	11.3
Net profit/(loss) after tax	0.8	(85.4)	(84.6)
Net profit/(loss) for the period attributable to:			
Shareholders of Orica Limited	0.8	(85.4)	(84.6)
Non-controlling interests	(12.1)	0.8	(11.3)
Net loss for the period:	(11.3)	(84.6)	(95.9)

Minova

2022

\$m

Cash flows from/(used in) discontinued operations

Net cash used in operating activities	(4.7)
Net cash used in investing activities	(8.2)
Net cash used in financing activities	(3.2)
Net cash outflows for the period	(16.1)

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Condensed notes to the consolidated Half Year Financial Report

9. Taxation

(a) Income tax expense recognised in the income statement

	2023			2022		
	Continuing \$m	Dis- continued \$m	Con- solidated \$m	Continuing \$m	Dis- continued \$m	Con- solidated \$m
Current tax expense						
Current year	87.4	-	87.4	72.8	7.4	80.2
Deferred tax	(10.3)	-	(10.3)	(6.0)	6.9	0.9
Over provided in prior years	(5.8)	-	(5.8)	(5.2)	-	(5.2)
Total income tax expense in income statement	71.3	-	71.3	61.6	14.3	75.9

(b) Reconciliation of income tax expense to prima facie tax payable

Income tax expense/(benefit) attributable to profit before individually significant items

Profit from operations before individually significant items	240.5	-	240.5	186.9	14.7	201.6
Prima facie income tax expense calculated at 30% on profit	72.2	-	72.2	56.1	4.4	60.5
Tax effect of items which decrease/(increase) tax expense:						
variations in tax rates of foreign controlled entities	(0.8)	-	(0.8)	1.7	-	1.7
tax overprovided in prior years	(5.8)	-	(5.8)	(5.2)	-	(5.2)
non allow able share based payments	3.0	-	3.0	0.6	-	0.6
non allow able interest deductions	2.7	-	2.7	4.2	-	4.2
non creditable w ithholding taxes	2.3	-	2.3	4.2	-	4.2
sundry items	(1.5)	-	(1.5)	(1.8)	1.2	(0.6)
Income tax expense attributable to profit before individually significant items	72.1	-	72.1	59.8	5.6	65.4
Income tax (benefit)/expense attributable to individually significant items						
Loss from individually significant items	(86.8)	-	(86.8)	(136.6)	(85.0)	(221.6)
Prima facie income tax expense calculated at 30% on individually significant items	(26.0)	-	(26.0)	(41.0)	(25.5)	(66.5)
Tax effect of items which (decrease)/increase tax expense:						
impairment expense	-	-	-	48.7	-	48.7
loss on sale of Türkiye businesses	21.2	-	21.2	-	-	-
Axis Mining Technology acquisition earn out	4.0	-	4.0	-	-	-
loss on sale of Minova	-	-	-	-	34.2	34.2
non taxable gain on sale of Nitro Consult AB	-	-	-	(5.9)	-	(5.9)
Income tax expense/(benefit) attributable to loss on individually significant items	(0.8)	-	(0.8)	1.8	8.7	10.5
Income tax expense reported in the income statement	71.3	-	71.3	61.6	14.3	75.9

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Condensed notes to the consolidated Half Year Financial Report

10. Financial instruments

(a) Standby arrangements and credit facilities

Reconciliation of net debt:

	Consolidated	
	31 March 2023 \$m	30 September 2022 \$m
Current borrowings	0.2	655.8
Current lease liability	64.2	57.5
Non-current borrowings	2,041.9	1,511.7
Non-current lease liability	194.8	182.0
Less cash and cash equivalents	(681.1)	(1,255.3)
Net debt	1,620.0	1,151.7
Less lease liabilities	(259.0)	(239.5)
Net debt – excluding lease liabilities	1,361.0	912.2

Credit facilities:

Unsecured bank overdraft facilities available	55.5	57.1
Amount of facilities undrawn	55.5	57.1
Committed standby and loan facilities available	3,490.2	3,596.6
Amount of facilities unused	1,439.2	1,422.8

The bank overdrafts are payable on demand and are subject to an annual review. The maturity dates of the committed standby and loan facilities range from 27 May 2024 to 16 October 2032 (2022: 25 October 2022 to 25 October 2030).

(b) Fair value measurement

The balance sheet includes financial assets and financial liabilities that are measured at fair value. These fair values are categorised into hierarchy levels that are representative of the inputs used in measuring the fair values.

Valuation method	Level 1 - uses quoted prices for identical instruments in active markets at the end of the reporting period. The quoted market price used for financial assets held by the group is the last traded price.
	Level 2 - uses inputs for the asset or liability other than quoted prices that are observable either directly or indirectly.
	Level 3 - uses valuation techniques where one or more significant inputs are based on unobservable market data.

At reporting date, other assets and other liabilities on the balance sheet included an equity investment in the ASX listed company Alpha HPA (2023: \$39.6m, 2022: nil) valued at the quoted market price and categorised as level 1, derivatives (2023: \$30.6 million net liability, 2022: \$10.4 million net asset) carried at fair value and categorised as Level 2 as the inputs are observable, and a renewable electricity Power Purchase Agreement (PPA) categorised as Level 3.

Valuation techniques include, where applicable, reference to prices quoted in active markets, discounted cash flow analysis, fair value of recent arm's length transactions involving the same instruments or other instruments that are substantially the same, and option pricing models. Changes in default probabilities are included in the valuation of derivatives using credit and debit valuation adjustments.

There has been no movement between levels in the period to 31 March 2023.

The fair values of forward foreign exchange contracts are calculated by reference to forward exchange market rates for contracts with similar maturity profiles at the time of valuation.

The fair values of cross currency interest rate swaps and interest rate swaps are determined using valuation techniques which utilise data from observable markets. Assumptions are based on market conditions existing at each balance date. The fair value is calculated as the present value of the estimated future cash flows using an appropriate market-based yield curve, which is independently derived and representative of Orica's cost of borrowings.

The fair value of the PPA is determined using an electricity forecasting model and key inputs used include the contract strike price, forecast electricity volumes, forward NSW electricity spot prices and the credit worthiness of the service provider.

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Condensed notes to the consolidated Half Year Financial Report

10. Financial instruments (continued)

The following table presents the changes in the PPA (level 3 instrument) for 2023:

	Level 3 Instruments
	31 March 2023
	\$m
Opening balance at 1 October 2022	-
Loss recognised in the profit and loss	(12.6)
Closing balance at 31 March 2023	(12.6)

(c) Financial assets and liabilities carried at amortised cost

The fair value of cash, cash equivalents, trade and other receivables and trade and other payables approximates their carrying amount due to their short maturity.

Interest bearing liabilities excluding lease liabilities have a carrying amount of \$2,042.1 million (2022: \$2,167.5 million). The carrying amount of bank and other loans which are primarily short-term in nature approximates fair value. Private Placement debt which is primarily long-term in nature has a carrying amount of \$2,001.5 million (2022: \$2,160.7 million) and a fair value of \$1,962.5 million (2022: \$2,068.0 million). Fair value of Private Placement debt is determined as the present value of future contracted cash flows discounted using standard valuation techniques at applicable market yields having regard to timing of cash flows.

11. Critical accounting judgements and 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 the year ended 30 September 2022.

12. Contingent liabilities

There have been no significant developments with respect to the contingent liabilities, primarily relating to environmental and taxation matters, disclosed in the Annual Report for the year ended 30 September 2022.

13. Events subsequent to balance date

On 10 May 2023, the directors declared an interim dividend of 18.0 cents per ordinary share payable on 3 July 2023. The financial effect of this dividend is not included in the financial statements for the period ended 31 March 2023 and will be recognised in the 30 September 2023 financial statements.

The directors have not become aware of any other significant matter or circumstance that has arisen since 31 March 2023, that has affected or may affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent years, which has not been covered in this report.

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Orica Limited and its Controlled Entities
Directors' Declaration on the Financial Report

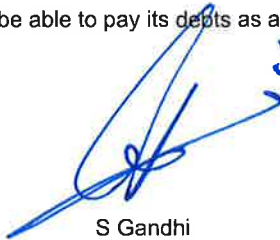
In accordance with a resolution of the Directors of Orica Limited, we state that:

In the Directors' opinion:

- (a) the financial statements and notes, set out on pages 3 to 22, are in accordance with the *Corporations Act 2001*, including:
- (i) giving a true and fair view of the financial position of the Group as at 31 March 2023 and of its performance for the half year ended on that date; and
 - (ii) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*; and
- (b) there are reasonable grounds to believe the Company will be able to pay its debts as and when they become due and payable.



M W Broomhead
Chairman



S Gandhi
Managing Director and Chief Executive Officer

Dated at Melbourne this 10th day of May 2023.

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Orica Limited and its Controlled Entities

Directors' Report

The directors of Orica Limited (Orica) present the consolidated financial report in the form of Appendix 4D of the Australian Securities Exchange (ASX) Listing Rules, for the period ended 31 March 2023 and the auditor's review report thereon.

Directors

The directors of the Company during the period and up to the date of this report are:

M W Broomhead, Chairman

S Gandhi, Managing Director and Chief Executive Officer

D W Gibson

K A Moses

G T Tilbrook

J R Beevers

G Naylor

M N Brenner (resigned on 14 December 2022)

Boon S F (resigned on 14 December 2022)

M Garrett (appointed on 15 January 2023)

V A Guthrie (appointed on 1 February 2023)

E O'Connor and K Anderson Llewellyn are each Company Secretary of Orica Limited.

Review and results of operations

A review of the operations of the Group during the period and of the results of those operations is contained in the accompanying Orica Limited Half Year Results Analyst Presentation.

Events subsequent to balance date

The directors have not become aware of any significant matter or circumstance (other than as referred to in note 13) that has arisen since 31 March 2023, that has affected or may affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent years, which has not been covered in this report.

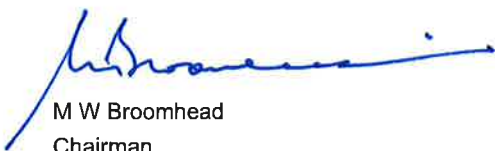
Lead Auditor's Independence Declaration

A copy of the lead auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 25.

Rounding

The amounts shown in this report and in the financial statements have been rounded off, except where otherwise stated, to the nearest tenth of a million dollars, the Company being in a class specified in the *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191* dated 24 March 2016.

Signed on behalf of the board in accordance with a resolution of the directors of Orica Limited.



M W Broomhead
Chairman



S Gandhi
Managing Director and Chief Executive Officer

Dated at Melbourne this 10th day of May 2023.



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Orica Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Orica Limited for the half-year ended 31 March 2023 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Gordon Sangster

Partner

Melbourne

10 May 2023

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Independent Auditor's Review Report

To the shareholders of Orica Limited

Report on the Half Year Financial Report

Conclusion

We have reviewed the accompanying **Half Year Financial Report** of Orica Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Half Year Financial Report of Orica Limited does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the **Group's** financial position as at 31 March 2023 and of its performance for the half year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Half Year Financial Report** comprises:

- Consolidated balance sheet as at 31 March 2023
- Consolidated income statement, Consolidated statement of comprehensive income, Consolidated statement of changes in equity and Consolidated statement of cash flows for the half year ended on that date
- Notes 1 to 13 comprising a summary of significant accounting policies and other explanatory information
- The Directors' Declaration.

The **Group** comprises Orica Limited (the Company) and the entities it controlled at the half year's end or from time to time during the half year.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the *Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.

Responsibilities of the Directors for the Half Year Financial Report

The Directors of the Company are responsible for:

- the preparation of the Half Year Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Half Year Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Half Year Financial Report

Our responsibility is to express a conclusion on the Half Year Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Half Year Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 March 2023 and its performance for the half year ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a Half Year Financial Report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with *Australian Auditing Standards* and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



KPMG



Gordon Sangster
Partner
Melbourne
10 May 2023



Chris Sargent
Partner
Melbourne
10 May 2023