



Ridley Corporation Limited

Appendix 4D Half year report

ABN 33 006 708 765

Results for announcement to the market

Reporting period: Half year ended 31 December 2023
Previous corresponding period: Half year ended 31 December 2022
Release date: 14 February 2024

		\$A millions
Revenue from ordinary activities	In line with pcg	637.8
EBITDA before Individually Significant Items ¹	Up 8.8% to	48.0
Consolidated EBITDA	Up 5.0% to	46.3
Net profit after tax before Individually Significant Items ¹	Up 9.1% to	22.8
Net profit after tax from ordinary activities attributable to members and Total comprehensive income	Up 2.6% to	21.4

¹ Refer Note 4 for details on Individually Significant Items

	31 December 2023	31 December 2022
Net tangible asset backing per ordinary share	\$0.78	\$0.76

Dividends

The Board has determined to pay an interim dividend of 4.4 cents per share (**cps**), fully franked and payable on 24 April 2024 for a cash outlay of approximately \$13.9 million (**m**).

	Amount per security (cents)	Franked amount per security at 30% tax rate
Final 2023 Dividend per share (Paid 26 October 2023)	4.25	4.25
Interim 2024 Dividend per share	4.40	4.40

Ex-Dividend date: 5.00 pm on 3 April 2024
Record date: 5.00 pm on 4 April 2024
Payment date: 24 April 2024

Further detail of the above figures is set out on the following pages and in the Group's separate results investor presentation.

14 February 2024

For personal use only



Delivering the Growth Plan

FY24 1H Results

The highlights of the Ridley Corporation Limited consolidated group (**Ridley or Group**) FY24 1H performance are the:

- \$48.0m Earnings before Interest, Tax, Depreciation and Amortisation (**EBITDA**) before Individually Significant Items, representing an 8.8% increase on the previous corresponding period.
- execution of Ridley's Growth Strategy demonstrated by volume increases on the previous corresponding period in the Bulk Stockfeeds segment and the announcement of an agreement to acquire Oceania Meat Processors which offers a key capability for the Packaged Feeds and Ingredients Segment.
- 4.4 cents per share fully franked dividend determination, representing a 10% increase on the previous corresponding period.

SUMMARY (\$ million unless otherwise stated)	Dec 2023	Dec 2022	Movement
EBITDA ¹ - after Individually Significant Items ("ISI's") ³	46.3	44.1	▲ 2.1
EBITDA ² - before Individually Significant Items ("ISI's") ³	48.0	44.1	▲ 3.9
NPAT before ISI's	22.8	21.0	▲ 1.8
ISI's (tax effected)	(1.4)	-	▼ 1.4
NPAT and Total comprehensive income	21.4	21.0	▲ 0.4
Operating cashflow ⁴	35.1	56.5	▼ 21.4
Consolidated cash inflow	(14.1)	(2.8)	▼ 11.3
Net debt	43.6	25.7	▲ 17.9
Leverage ratio (times) ⁵	0.5x	0.3x	▲ 0.2
Earnings Per Share – before ISI's (cents)	7.2	6.6	▲ 0.6
Earnings Per Share (cents)	6.8	6.6	▲ 0.2

¹ Calculated as NPAT of \$21.4 adjusted for Net Finance Costs (\$3.5m), Tax (\$8.8m), Depreciation and Amortisation (\$12.5m).

² Calculated as EBITDA (after ISI's) adjusted for Significant Items (\$1.7m).

³ Refer Note 4 for details on Individually Significant Items ("ISI's")

⁴ Calculated as EBITDA after significant items of \$46.3m, less net increase in Working Capital (\$11.2)

⁵ Calculated as Net debt (\$43.6m) / Last 12 months EBITDA (\$92.3m) per banking facility covenant calculations.

The Directors believe that the presentation of the unaudited non-IFRS financial summary above is useful for users of the accounts as it reflects the underlying financial performance of the business.

For personal use only



Segment Performance

The Packaged Feeds and Ingredients segment contributed EBITDA¹ of \$ 31.5m, a 4.6% decrease on the previous corresponding period (pcp).

As foreshadowed, this was primarily due to lower sales prices in the Ingredient Recovery business (particularly tallow prices when compared to the historical highs of the pcp) and the underperformance of our Aquafeed sales. This was partially offset by increased volumes in Ingredient Recovery, improved margins in Packaged Products and lower NovaqPro® production costs.

The Bulk Stockfeeds segment contributed EBITDA¹ of \$23.0m, a 28.5% increase on the pcp.

The key drivers of this performance were increased ruminant volumes and improved procurement margins. The ruminant volumes reflect a market share increase in the dairy sector enabled by the debottlenecking capacity projects and an increase in supplementary beef and sheep feeding during the dry conditions of the first quarter. The procurement margins result from more favourable harvest conditions than in the pcp and the implementation of a strategy to acquire more grains from regional distributors and farms.

Corporate costs of \$6.5m represented a decrease over the corresponding period of \$0.2m (2.8%). This reflects cost control and efficiency gains, which have resulted in a small reduction in costs despite the inflationary challenges.

The business reported individually significant costs of \$1.7m which comprised of \$1.4m in acquisition costs and \$0.3m in land management costs. The acquisition costs relate primarily to the Oceania Meat Processing (OMP) transaction which is expected to complete on 28 March 2024. The total of these costs are forecast to be approximately \$2.0m. The land management costs relate to a leased property, the rights to which failed to transfer with the sale of the adjacent Moolap land which was reported as an individually significant gain in FY21. Further land management costs of approximately \$0.1m are expected in the second half before the land is transferred back to the government on 30 June 2024.

There was a \$1.7m increase in finance costs in the period, to \$3.8m, which reflects higher interest rates and the higher level of debt.¹

¹ Refer Note 6 for further information.

Cashflows and debt

The net operating cash inflow of \$35.1m for FY24 1H (FY23 1H: \$ 56.5m) was primarily impacted by short-term working capital movements.

The Bulk Stockfeeds segment increased its working capital at 31 December 2023 on the back of increased sales volumes and a raw material procurement strategy that accumulated higher inventory on shorter payment terms to support better margins. This was partially offset by reduced working capital in the Packaged Feeds and Ingredients segment which had lower carrying values in tallow and meals and reduced inventory levels. The inventory balance for the Group for at 31 December 2023 was \$102.4m (30 June 2023: \$107.0m)

Net Debt was \$43.6m at 31 December 2023 (30 June 2023 \$29.5m). With capex and dividends funded through operating cashflow, the increase related primarily to the \$11.2m increase in working capital, discussed above. The Gearing and Leverage ratios at 31 December 2023 were 13.6% and 0.47x respectively, which supports the intended debt funding of the OMP acquisition.



Outlook

Macro-economic conditions are likely to be challenging in the short-term, and the business is taking steps to reduce the adverse impact of inflationary pressures and changes in commodity cycles.

Ridley expects ongoing earnings growth in the second half from premiumisation in the Packaged Feeds and Ingredients segment, including a contribution from the planned acquisition of OMP, and leveraging the flywheel effects of scale in the Bulk Stockfeeds segment.

For further information please contact:

Richard Betts Chief Financial Officer Ridley Corporation Limited +61 401 506 882

For personal use only

RIDLEY CORPORATION LIMITED

Directors' Report for the half year ended 31 December 2023

The Directors present their report on the consolidated entity consisting of Ridley Corporation Limited and the entities it controlled at the end of, or during, the half year ended 31 December 2023.

Directors

The Directors of Ridley Corporation Limited at any time during or since the end of the half year and up to the date of this report are as follows:

M McMahon	Q L Hildebrand	J E Raffe
E Knudsen	R Jones	M Laing (appointed 1 Sep 2023)
P M Mann (resigned 20 Nov 2023)	R J van Barneveld (resigned 20 Nov 2023)	

Review of Operations

The review of operations is set out on pages 2 and 3.

Rounding of Amounts to Nearest Thousand Dollars

The Company is of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 issued by the Australian Securities and Investments Commission relating to the "rounding off" of amounts in the directors' report and financial statements. Amounts in the directors' report and the consolidated financial statements have been rounded off to the nearest thousand dollars in accordance with that legislative instrument, unless otherwise indicated.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is on page 6 and forms part of the Directors' report.

Signed and lodged from Melbourne on 14 February 2024 in accordance with a resolution of the Directors.



M McMahon
CHAIR



Q L Hildebrand
MANAGING DIRECTOR AND CHIEF
EXECUTIVE OFFICER

For personal use only



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

To the Directors of Ridley Corporation Limited

I declare that, to the best of my knowledge and belief, in relation to the audit of Ridley Corporation Limited for the half-year ended 31 December 2023 there have been:

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

KPMG

KPMG

J. Carey

Partner

Melbourne

14 February 2024

For personal use only

**CONSOLIDATED CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

	Note	December 2023 \$'000	December 2022 \$'000
Revenue	2	637,786	637,869
Cost of sales		(576,708)	(581,245)
Gross profit		61,078	56,624
Finance income	2	364	144
Other income	2	179	240
Expenses:			
Selling and distribution		(7,671)	(7,184)
General and administrative		(19,825)	(18,349)
Finance costs	3	(3,834)	(2,059)
Profit before income tax		30,291	29,416
Income tax expense		(8,847)	(8,460)
Net profit after tax attributable to members of Ridley Corporation Limited		21,444	20,956
Other comprehensive income			
Other comprehensive income for the period, net of tax		-	-
Total comprehensive income for the period		21,444	20,956
Total comprehensive income for the period attributable to members of Ridley Corporation Limited		21,444	20,956
Earnings per share			
Basic / Diluted earnings per share		6.8c / 6.6c	6.6c / 6.4c

The above consolidated condensed statement of comprehensive income should be read in conjunction with the accompanying notes.

CONSOLIDATED CONDENSED BALANCE SHEET AS AT 31 DECEMBER 2023

	Note	December 2023 \$'000	June 2023 \$'000
Current assets			
Cash and cash equivalents		38,896	43,023
Trade and other receivables		142,335	133,010
Inventories		102,425	107,049
Tax asset		-	705
Total current assets		283,656	283,787
Non-current assets			
Property, plant and equipment	7	268,089	258,617
Intangible assets	8	75,138	73,988
Deferred tax asset		1,374	1,309
Total non-current assets		344,601	333,914
Total assets		628,257	617,701
Current liabilities			
Trade and other payables		195,975	205,189
Lease liabilities		7,000	4,160
Provisions		15,855	15,636
Tax liability		954	-
Total current liabilities		219,784	224,985
Non-current liabilities			
Lease liabilities		4,496	4,505
Borrowings		82,500	72,500
Provisions		332	325
Total non-current liabilities		87,328	77,330
Total liabilities		307,112	302,315
Net assets		321,145	315,386
Equity			
Share capital		218,090	218,090
Share based payment reserves		2,809	(1,889)
Retained earnings		100,246	99,185
Total equity		321,145	315,386

The above consolidated condensed balance sheet should be read in conjunction with the accompanying notes.

**CONSOLIDATED CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

	Share Capital \$'000	Share Based Payments Reserve \$'000	Treasury Shares \$'000	Retained Earnings \$'000	Total \$'000
Opening balance at 1 July 2023	218,090	4,227	(6,115)	99,185	315,386
Profit for the year	-	-	-	21,444	21,444
Other Comprehensive (Loss) / Income	-	-	-	-	-
Total Comprehensive (Loss) / Income for the year	-	-	-	21,444	21,444
Transactions with owners recognised directly in equity:					
Dividends paid / declared	-	133	-	(13,423)	(13,290)
Treasury share buyback	-	-	(3,525)	-	(3,525)
Treasury shares cancelled	-	-	-	-	-
Treasury shares buyback and release of LTIP	-	-	9,000	(9,000)	-
Transfer from Retained Earnings	-	(2,040)	-	2,040	-
Share based payment transactions	-	1,130	-	-	1,130
Total transactions with owners recognised directly in equity	-	(777)	5,474	(20,383)	(15,685)
Balance at 31 December 2023	218,090	3,450	(641)	100,246	321,145

**CONSOLIDATED CONDENSED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR
ENDED 30 JUNE 2023**

	Share Capital \$'000	Share Based Payments Reserve \$'000	Treasury Shares \$'000	Retained Earnings \$'000	Total \$'000
Opening balance at 1 July 2022	225,144	3,146	-	87,770	316,030
Profit for the year	-	-	-	41,825	41,825
Other Comprehensive (Loss) / Income	-	-	-	-	-
Total Comprehensive (Loss) / Income for the year	-	-	-	41,825	41,825
Transactions with owners recognised directly in equity:					
Dividends paid / declared	-	261	-	(25,500)	(25,239)
Treasury share buyback	-	-	(20,314)	-	(20,314)
Treasury shares cancelled	(7,024)	-	7,024	-	-
Treasury shares buyback and release of LTIP	-	-	7,175	(7,175)	-
Transfer from Retained Earnings	-	(2,264)	-	2,264	-
Share based payment transactions	-	3,084	-	-	3,084
Total transactions with owners recognised directly in equity	(7,024)	1,081	(6,115)	(30,410)	(42,468)
Balance at 30 June 2023	218,090	4,227	(6,115)	99,185	315,386

The above consolidated condensed statement of changes in equity should be read in conjunction with the accompanying notes.

**CONSOLIDATED CONDENSED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2023**

	December 2023 \$'000	December 2022 \$'000
Cash flows from operating activities		
Receipts from customers	690,004	693,670
Payments to suppliers and employees	(655,183)	(636,901)
Other revenue received	179	174
Net interest and other finance costs paid	(3,191)	(1,852)
Income taxes paid	(7,254)	(17,080)
Net cash from operating activities	24,555	38,011
Cash flows from investing activities		
Payments for property, plant and equipment	(17,566)	(15,247)
Payments for intangible assets	(1,277)	(105)
Net cash from / (used in) investing activities	(18,843)	(15,352)
Cash flows from financing activities		
Share based payment transactions	(646)	(206)
Share purchases - LTIP	(3,525)	(7,176)
Share buyback	-	(2,866)
Increase in / (Repayment of) borrowings	10,000	15,021
Dividends paid	(13,290)	(12,780)
Payments for lease liabilities	(2,378)	(2,458)
Net cash used in financing activities	(9,839)	(10,465)
Net movement in cash held	(4,127)	12,194
Cash at the beginning of the period	43,023	27,078
Cash at the end of the half year	38,896	39,272

The above consolidated condensed statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the financial statements
For the half year ended 31 December 2023

Note 1 – Basis of preparation of interim financial report

These condensed consolidated interim financial statements, comprising parent entity Ridley Corporation Limited, its subsidiaries and the Group's interest in equity accounted investments, as at, and for the six months ended 31 December 2023, have been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*. It also complies with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*. This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2023.

These interim financial statements were approved by the Board of Directors on 14 February 2024.

The principal accounting policies adopted in the preparation of these interim financial statements are consistent with those applied by the Group in its consolidated financial statements as at, and for the year ended, 30 June 2023. There are no new accounting standards having material impact.

New accounting standards and interpretations

The Group has adopted all of the new and revised standards and interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current half year.

The Group has adopted International Tax Reform – Pillar Two Model Rules (Amendments to AASB 12) upon their release on June 2023. The Group does not expect that this legislation will have material impact on financial statements, when its substantively enacted.

Note 2 – Revenue and other income

	December 2023 \$'000	December 2022 \$'000
Revenue from continuing operations		
Sale of goods	637,786	637,869
Finance income	364	144
Other income		
Rental income	37	28
Other	142	212
	179	240

Note 3 – Finance Costs

	December 2023 \$'000	December 2022 \$'000
Interest expense	3,555	1,799
Interest expense on lease liabilities	179	201
Amortisation of borrowing costs	100	59
	3,834	2,059

**Notes to the financial statements
For the half year ended 31 December 2023**

Note 4 – Individually Significant Items

Individually Significant Items before income tax and related disclosure in Consolidated Condensed Statement of Comprehensive Income:

	December 2023 \$'000	December 2022 \$'000
Acquisition Costs	1,409	-
Land Management Costs	258	-
Total Individually Significant Items gain / (loss) before income tax	1,667	-

Acquisition of Oceania Meat Processors

The Group has entered into a sale and purchase agreement to acquire OMP for a purchase price of NZ\$57.0m (~A\$52.8m). The sale is subject to a number of conditions and is due to be completed on 28 March 2024.

Land Management Costs of Crown Land

The Group has incurred additional costs in FY23 associated with the FY21 sale of Moolap land, the net gain was reported as an individual significant item.

There were no individually significant items in the half year ended 31 December 2022.

Note 5 - Dividends

Dividends paid during the half year:

Half year ended 31 December 2023	\$'000
An FY23 Final Dividend of 4.25 cents per share, franked to 100%, was paid on 26 October 2023, comprising cash payment of \$13,290,000 and employee loan application of \$133,000.	13,423
	13,423
Half year ended 31 December 2022	\$'000
An FY22 Final Dividend of 4 cents per share, franked to 100%, was paid on 27 October 2022, comprising cash payment of \$12,645,000 and employee loan application of \$135,000.	12,780
	12,780

For personal use only

Note 6 – Segment reporting

Operating Segments

The Group determines and presents operating segments based on information that internally is provided to and used by the Managing Director, who is the Group's Chief Operating Decision Maker (**CODM**).

Segment results reported to the Managing Director include items directly attributable to a segment, as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly corporate assets, head office expenses, cash and borrowings and income tax assets and liabilities. Segment capital expenditure is the total cost incurred during the period to acquire property, plant and equipment and intangible assets other than goodwill.

Consistent with the prior period, Ridley is reporting segment information for:

- Bulk Stockfeeds – comprising the Group's premium quality, high performance animal nutrition stockfeed solutions delivered in bulk.
- Packaged Feeds and Ingredients – comprising the Group's premium quality, high performance animal nutrition feed and ingredient solutions delivered in packaged form ranging from 1 tonne down to 3kg bags. This reporting segment includes the Aquafeed Business Unit.

	BULK STOCKFEEDS	PACKAGED FEEDS & INGREDIENTS	CORPORATE	TOTAL
31 December 2023 in \$'000				
Total sales revenue	444,119	193,667	-	637,786
EBITDA before individually significant items ¹	22,993	31,477	(6,510)	47,960
Depreciation & Amortisation (DA)	(8,066)	(4,458)	(8)	(12,532)
Finance costs	-	-	(3,471)	(3,471)
Reportable segment profit before income tax and before individually significant items	14,928	27,019	(9,989)	31,958
Individually significant items	-	(1,409)	(258)	(1,667)
Reportable segment profit before income tax	14,928	25,610	(10,247)	30,291
31 December 2023 in \$'000				
Segment assets	316,920	248,968	62,370	628,258
Segment liabilities	(167,120)	(54,619)	(85,373)	(307,112)

Notes to the financial statements
For the half year ended 31 December 2023

Note 6 – Segment reporting (continued)

	BULK STOCKFEEDS	PACKAGED FEEDS & INGREDIENTS	CORPORATE	TOTAL
31 December 2022 in \$'000				
Total sales revenue	434,439	203,430	-	637,869
EBITDA before individually significant items ¹	17,855	33,018	(6,749)	44,124
Depreciation & Amortisation (DA)	(7,592)	(5,049)	(8)	(12,649)
Finance costs	-	-	(2,059)	(2,059)
Reportable segment profit before income tax and before individually significant items	10,263	27,969	(8,816)	29,416
Individually significant items	-	-	-	-
Reportable segment profit before income tax	10,263	27,969	(8,816)	29,416
31 December 2022 in \$'000				
Segment assets	284,406	271,153	69,236	624,795
Segment liabilities	(175,694)	(63,733)	(69,415)	(308,842)

¹ Non-IFRS measures, including EBITDA before individually significant items, are financial measures used by management and the Directors as the primary measures of assessing the financial performance of the Group and individual segments. The Directors also believe that these non-IFRS measures assist in providing additional meaningful information for stakeholders and provide them with the ability to compare against prior periods in a consistent manner).

Note that all tax assets and liabilities, and all cash and borrowings, have been disclosed within Corporate based on the parent entity responsibilities for the tax consolidated group and banking facilities and consistent with the central treasury function operation for the Ridley consolidated group.

For personal use only

Notes to the financial statements
For the half year ended 31 December 2023

Note 7 – Property, plant and equipment

31 December 2023 in \$'000	Land and Buildings	Plant and Equipment	Capital work in progress	Right of use assets	Total
Cost at 1 July 2023	89,504	337,287	44,077	27,444	498,312
Accumulated depreciation	(17,545)	(203,312)	-	(18,839)	(239,695)
Carrying amount at 1 July 2023	71,959	133,975	44,077	8,606	258,617
Additions	-	-	17,973	5,285	23,258
Transfers from plant under construction	2,056	10,201	(14,172)	-	(1,915)
Disposals	-	-	-	-	-
Depreciation	(1,151)	(8,341)	-	(2,378)	(11,871)
Carrying amount at 31 Dec 2023	72,864	135,835	47,878	11,512	268,089
At 31 December 2023					
Cost	91,560	347,488	47,878	32,729	519,655
Accumulated depreciation	(18,696)	(211,653)	-	(21,217)	(251,566)
Carrying amount at 31 Dec 2023	72,864	135,835	47,878	11,512	268,089

30 June 2023 in \$'000	Land and Buildings	Plant and Equipment	Capital work in progress	Right of use assets	Total
Cost at 1 July 2022	85,804	319,617	31,177	25,968	462,566
Accumulated depreciation	(15,424)	(185,988)	-	(14,251)	(215,663)
Carrying amount at 1 July 2022	70,380	133,629	31,177	11,717	246,902
Additions	-	-	34,451	1,476	35,927
Transfers from plant under construction	3,703	17,849	(21,551)	-	-
Disposals	(3)	(178)	-	-	(181)
Depreciation	(2,121)	(17,324)	-	(4,588)	(24,032)
Carrying amount at 30 June 2023	71,959	133,975	44,077	8,606	258,617
At 30 June 2023					
Cost	89,504	337,287	44,077	27,444	498,312
Accumulated depreciation	(17,545)	(203,312)	-	(18,839)	(239,695)
Carrying amount at 30 June 2023	71,959	133,975	44,077	8,606	258,617

For personal use only

Notes to the financial statements
For the half year ended 31 December 2023

Note 8 – Intangibles

31 December 2023 in \$'000

	Software	Goodwill	Contracts	Assets under development	Total
Cost at 1 July 2023	18,627	69,904	2,685	5,000	96,216
Accumulated depreciation	(17,784)	(953)	(2,505)	(987)	(22,228)
Carrying amount at 1 July 2023	843	68,951	180	4,013	73,988
Additions	1,526	-	-	389	1,915
Amortisation	(464)	-	(180)	(120)	(764)
Carrying amount at 31 Dec 2023	1,905	68,951	-	4,282	75,138

As at 31 December 2023

Cost	20,153	69,904	2,685	5,389	98,131
Accumulated depreciation and amortisation	(18,248)	(953)	(2,685)	(1,107)	(22,993)
Carrying amount at 31 Dec 2023	1,905	68,951	-	4,282	75,138

30 June 2023 in \$'000

	Software	Goodwill	Contracts	Assets under development	Total
Carrying amount at 1 July 2022	818	68,951	952	4,250	74,972
Additions	534	-	-	3	537
Amortisation	(509)	-	(772)	(240)	(1,521)
Carrying amount at 30 June 2023	843	68,951	180	4,013	73,988

As at 30 June 2023

Cost	18,627	69,904	2,685	5,000	96,216
Accumulated depreciation and amortisation	(17,784)	(953)	(2,505)	(987)	(22,228)
Carrying amount at 30 June 2023	843	68,951	180	4,013	73,988

For personal use only

Notes to the financial statements
For the half year ended 31 December 2023

Note 9 – Contingent liabilities

In the ordinary course of business the Group may be subject to legal proceedings or claims. Where there is significant uncertainty as to whether a future liability will arise in respect of these items, or the amount of liability (if any) which may arise cannot be reliably measured, these items are accounted for as contingent liabilities. Based on information available as of the date of this report, the Group does not expect any of these items to result in a material loss.

Note 10 – Fair values

Fair values versus carrying amounts

The carrying amount of financial assets and liabilities approximates their fair value. For financial assets and liabilities carried at fair value, the Group uses the following to categorise the method used:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices). Valuation inputs include forward curves, discount curves and underlying spot and futures prices.
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Note 11 – Events occurring after the balance sheet date

The Board has determined to pay an interim dividend of 4.40 cents per share (cps), fully franked and payable on 24 April 2024.

There are no other matters or circumstances that have arisen since 31 December 2023 that have significantly affected, or may significantly affect:

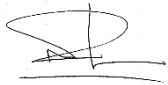
- (i) the consolidated entity's operations in future financial periods; or
- (ii) the results of those operations in future financial periods; or
- (iii) the consolidated entity's state of affairs in future financial periods.

Directors' Declaration

In the opinion of the Directors of Ridley Corporation Limited:

- a. the financial statements and notes set out on pages 7 to 17 are in accordance with the Corporations Act 2001 including:
 - i. complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001; and
 - ii. giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the six month period ended on that date; and
- b. there are reasonable grounds to believe that Ridley Corporation Limited will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.



M McMahon
CHAIR



Q L Hildebrand
MANAGING DIRECTOR AND CHIEF
EXECUTIVE OFFICER

Melbourne
14 February 2024

For personal use only



Independent Auditor's Review Report

To the shareholders of Ridley Corporation Limited

Report on the Condensed Half-year Financial Report

Conclusion

We have reviewed the accompanying **Condensed Half-year Financial Report** of Ridley Corporation Limited (the Company).

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 Ridley Corporation 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 December 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 **Condensed Half-year Financial Report** comprises:

- Consolidated condensed balance sheet as at 31 December 2023;
- Consolidated condensed statement of comprehensive income, Consolidated condensed statement of changes in equity and Consolidated condensed statement of cash flows for the Half-year ended on that date;
- Notes 1 to 11 comprising material accounting policies and other explanatory information; and
- The Directors' Declaration.

The **Group** comprises the Company and the entities it controlled at the Half year's end or from time to time during the Half-year.

The **Half-year Period** is the six months ended on 31 December 2023.

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 Company 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 Condensed Half-year Financial Report

The Directors of the Company are responsible for:

- the preparation of the Condensed Half-year Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*; and
- such internal control as the Directors determine is necessary to enable the preparation of the Condensed 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 Condensed Half-year Financial Report

Our responsibility is to express a conclusion on the Condensed 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 Condensed Half-year Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Company's financial position as at 31 December 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 Condensed 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

J. Carey

Partner

Melbourne

14 February 2024

For personal use only