

APPENDIX 4E
PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2024
Reporting period

 Full year - 51 weeks and 6 days
 (3 July 2023 to 30 June 2024)

Comparative period

 Full year - 53 weeks
 (27 June 2022 to 2 July 2023)

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Results	\$'000	% change increase/ (decrease)
Revenue from continuing operations	19,631	(18.56)
Loss after tax from continuing operations attributable to members	(20,614)	(1,738.63)
Profit after tax from discontinued operations attributable to the members	19,614	440.03
Net loss for the period attributable to members	(1,000)	(120.45)

Comments

30 June 2024 marked the end to a pivotal year for Prestal with the sale of the Consumer Products business to DuluxGroup (Australia) Pty Ltd for a price of \$60m, subject to agreed and customary adjustments, which was completed on 8 November 2023 following overwhelming support from Prestal's shareholders. The sale allowed the company to return to shareholders two special dividends and a capital return, which totalled \$0.13 and \$0.18 per ordinary share respectively.

FY24 continued to prove challenging for Hampers with Bite (HWB), with high inflation levels continuing to drive cost-of-living pressures directly impacting discretionary spending and higher freight costs squeezing margins. Management have been proactive in managing the challenging landscape, moving quickly to act which is expected to result in improvements in key metrics including increasing the average price per hamper sold and improving the freight per hamper sold.

On an underlying basis, the group delivered an EBIT from continuing operations of \$2.339 million (FY23: \$2.370 million) and a net profit after tax from continuing operations of \$2.789 million (FY23: \$1.283 million).

On a statutory basis, the group delivered a net loss after tax in FY24 of \$1.000 million (FY23: net profit after tax of \$4.890 million), which included two significant items:

- the sale of the Consumer Products business which resulted in a gain of \$15.317 million; and
- the impairment of goodwill and brand names of \$23.403 million.

The Group is well capitalised heading into FY25 and beyond with cash and cash equivalents at 30 June 2024 totalling \$21.796 million, or \$9.864 million after allowing for the special dividend paid on 22 July 2024.

Dividends	Record Date	Payment Date	Amount per Security	Franked amount per security
Final dividend – FY2023	18 September 2023	6 October 2023	1.00¢	1.00¢
Special dividend – FY2024	4 March 2024	11 March 2024	6.00¢	6.00¢
Special dividend – FY2024	15 July 2024	22 July 2024	7.00¢	7.00¢

Capital return	Record Date	Payment Date	Amount per Security
Capital return	17 May 2024	24 May 2024	18.00¢

Net tangible assets	30 June 2024	2 July 2023
Net tangible assets per ordinary security	13.93¢	21.82¢

Entities over which control has been gained or lost during the period

Not applicable.

Details of associates and joint venture entities

Not applicable.

Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements are in the process of being audited. At the date of this report, the directors are not aware of any matter that will result in a qualification of the audit report.

Attachments

Details of attachments (if any):

The preliminary financial report of Prestal Holdings Limited for the year ended 30 June 2024 is attached.

Signed

On behalf of the directors:



Mark Hardgrave, Chairman
Melbourne, 30 August 2024

PRESTAL HOLDINGS LIMITED

ACN 091 035 353

Preliminary Financial Report
for the year ended 30 June 2024

For personal use only

Consolidated statement of profit or loss and other comprehensive income for the year ended 30 June 2024

	Note	2024 \$'000	2023 \$'000
Continuing Operations			
Revenue from the sale of goods	3	19,631	24,104
Other revenue and income		1,287	(442)
Changes in inventory of finished goods and work in progress		(1,110)	915
Raw materials, consumables used and utilities		(5,389)	(8,898)
Employee benefits expense	5	(4,323)	(4,886)
Freight out and distribution expense		(3,378)	(3,398)
Marketing expenses		(2,819)	(3,472)
Occupancy expenses		(355)	(291)
Other expenses		(870)	(834)
Significant item: impairment of brand names	15	(4,500)	-
Significant item: impairment of goodwill	15	(18,903)	-
(Loss) / earnings before finance costs, income tax, depreciation, and amortisation (EBITDA)		(20,729)	2,774
Depreciation and amortisation expense	5	(335)	(429)
(Loss) / earnings before finance costs and income tax (EBIT)		(21,064)	2,345
Finance costs	4	(117)	(367)
(Loss) / profit before income tax expense from continuing operations		(21,181)	1,978
Income tax expense		567	(720)
(Loss) / profit after income tax expense from continuing operations		(20,614)	1,258
Profit after income tax expense from discontinued operations	6	19,614	3,632
(Loss) / profit for the year		(1,000)	4,890
(Loss) / profit attributable to Members of the Parent Entity		(1,000)	4,890
Other comprehensive income			
Items that may be classified subsequently to profit or loss:			
Loss on cash flow hedges taken to equity		(200)	(140)
Income tax relating to components of other comprehensive income		60	42
Other comprehensive income/(loss) for the year (net of tax)		(140)	(98)
Total comprehensive (loss) / income for the year		(1,140)	4,792
Total comprehensive (loss) / income for the year is attributable to:			
Continuing operations		(20,614)	1,258
Discontinued operations		19,474	3,534
Equity holders of the Parent Entity		(1,140)	4,792

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

**Consolidated statement of profit or loss and other comprehensive income
for the year ended 30 June 2024**

Note	2024 Cents	2023 Cents
Earnings per share for profit from continuing operations attributable to the owners of the Parent Entity		
Basic (cents per share)	(12.09)	0.74
Diluted (cents per share)	(12.09)	0.71
Earnings per share for profit from discontinued operations attributable to the owners of the Parent Entity		
Basic (cents per share)	11.51	2.13
Diluted (cents per share)	11.40	2.06
Earnings per share for profit attributable to the owners of the Parent Entity		
Basic (cents per share)	(0.59)	2.87
Diluted (cents per share)	(0.59)	2.77

For personal use only

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Consolidated statement of financial position as at 30 June 2024

	Note	30 June 2024 \$'000	2 July 2023 \$'000
Current assets			
Cash and cash equivalents	7	21,796	1,784
Trade and other receivables	8	287	15,469
Inventories	9	1,965	18,647
Other financial assets	10	-	201
Current tax receivable		-	523
Other assets	11	163	940
Total current assets		24,211	37,564
Non-current assets			
Property, plant and equipment	13	203	17,451
Right-of-use assets	14	32	2,105
Intangible assets	15	5,817	41,350
Total non-current assets		6,052	60,906
Total assets		30,263	98,470
Current liabilities			
Trade and other payables	16	1,698	13,132
Other financial liabilities	17	-	54
Borrowings	18	-	1,700
Lease liabilities	19	25	751
Provisions	20	208	2,730
Total current liabilities		1,931	18,367
Non-current liabilities			
Borrowings	18	-	425
Deferred tax liabilities		492	6,347
Lease liabilities	19	-	1,368
Provisions	20	-	84
Total non-current liabilities		492	8,224
Total liabilities		2,423	26,591
Net assets		27,840	71,879
Equity			
Issued capital	21	73,147	103,830
Reserves		-	681
Accumulated losses		(45,307)	(32,632)
Total equity		27,840	71,879

The above consolidated statement of financial position should be read in conjunction with the accompanying notes

Consolidated statement of changes in equity for the year ended 30 June 2024

		Issued capital \$'000	Hedging reserve \$'000	Equity settled employee benefits reserve \$'000	Accumulated losses \$'000	Total \$'000
	Note					
Balance at 26 June 2022		103,830	16	374	(32,408)	71,812
Profit for the year		-	-	-	4,890	4,890
Gain on cash flow hedges		-	178	-	-	178
Deferred tax arising on hedges		-	(54)	-	-	(54)
Total comprehensive income for the year		-	124	-	4,890	5,014
Transactions with shareholders						
Recognition of share-based payments		-	-	167	-	167
Dividend payment	22	-	-	-	(5,114)	(5,114)
Total transactions with shareholders		-	-	167	(5,114)	(4,947)
Balance at 2 July 2023		103,830	140	541	(32,632)	71,879
Balance at 2 July 2023		103,830	140	541	(32,632)	71,879
Profit for the year		-	-	-	(1,000)	(1,000)
Gain on cash flow hedges		-	(200)	-	-	(200)
Deferred tax arising on hedges		-	60	-	-	60
Total comprehensive income for the year		-	(140)	-	(1,000)	(1,140)
Transactions with shareholders						
Capital return		(30,683)	-	-	-	(30,683)
Recognition of share-based payments		-	-	(541)	257	(284)
Dividend payment	22	-	-	-	(11,932)	(11,932)
Total transactions with shareholders		(30,683)	-	(541)	(11,675)	(42,899)
Balance at 30 June 2024		73,147	-	-	(45,307)	27,840

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

Consolidated statement of cash flows for the year ended 30 June 2024

	Note	2024 \$'000	2023 \$'000
Cash flows from operating activities			
Receipts from customers		81,970	131,240
Payments to suppliers and employees		(71,010)	(122,435)
Interest received		691	-
Interest on lease liabilities		(90)	(48)
Interest and other costs of finance paid		(26)	(319)
Income tax paid		(1,345)	(2,057)
Income tax refunds received		1,339	-
Net cash provided by/(used in) operating activities		11,529	6,381
Cash flows from investing activities			
Proceeds from sale of business	6	53,944	-
Payments for plant and equipment		(237)	(1,387)
Payment for acquisitions (net of cash acquired)		-	(3,537)
Payments for intangible assets		(41)	(96)
Net cash used in investing activities		53,666	(5,020)
Cash flows from financing activities			
Repayment of borrowings	18	(2,125)	(1,700)
Repayment of lease liabilities		(389)	(860)
Utilisation/(repayment) of supplier payment facility		(54)	(35)
Capital return paid		(30,683)	
Dividends paid	22	(11,932)	(5,114)
Net cash used in financing activities		(45,183)	(7,709)
Net increase/(decrease) in cash and cash equivalents		20,012	(6,348)
Cash and cash equivalents at the beginning of the financial year		1,784	8,132
Cash and cash equivalents at the end of the financial year	7	21,796	1,784

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

1. General Information

Prestal Holdings Limited, incorporated and domiciled in Australia, is a publicly listed company on the Australian Stock Exchange, limited by shares.

Company Secretary

Mr Oliver Carton

Principal Registered office

Prestal Holdings Limited
55 Victoria Street
Fitzroy VIC 3065
Telephone: (03) 9251 2311
Facsimile: (03) 9645 3001
www.prestal.com.au

Share Registry

Automic Group
Suite 5, Level 12/530 Collins St, Melbourne VIC 3000
Telephone: 1300 288 664
www.automicgroup.com.au

2. Material accounting policies

Basis of preparation

This preliminary final report has been prepared in accordance with ASX Listing Rule 4.3A and the disclosure requirements of ASX Appendix 4E.

This report is to be read in conjunction with any public announcements made by Prestal Holdings Limited during the reporting period in accordance with the continuous disclosure requirements of Corporations Act 2001 and the Australian Securities Exchange Listing Rules.

The preliminary financial report, comprising the financial statements and notes of Prestal Holdings Limited and its controlled entities, complies with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Where necessary, comparative figures have been adjusted to comply with the changes in presentation in the current period. The principal accounting policies adopted in the preparation of the preliminary financial report are consistent with those of the previous financial year.

3. Revenue

The Group generates revenue from the sale of goods on a point in time basis as follows:

	2024 \$'000	2023 \$'000
Revenue from the sale of goods	19,631	24,104
	19,631	24,104

All revenue from the sale of goods is derived from customers in Australia.

4. Finance costs

	2024 \$'000	2023 \$'000
Interest on borrowings	91	280
Interest on leases	26	48
Other borrowing costs	-	39
	117	367

For personal use only

5. Profit for the year

(a) Profit for the year has been arrived at after charging the following expenses:

	2024	2023
	\$'000	\$'000
Expenses		
Cost of goods sold	7,911	9,780
Depreciation and amortisation expense		
Depreciation: Property, plant and equipment	67	67
Depreciation: Right-of-use assets	268	362
	335	429
Employee benefits expense		
Post-employment benefits – defined contribution plans	351	386
Other employee benefits	3,972	4,500
	4,323	4,886

Cost of goods sold includes cost of products or raw materials, including inbound freight, direct labour costs for production and factory overhead expenses where applicable.

For personal use only

6. Discontinued operations

On 13 September 2023, the Group announced divestment of its consumer products business through sale of assets to DuluxGroup (Australia) Pty Ltd for a total purchase consideration of \$60,000,000 subject to customary and agreed adjustments. The Group completed the sale of consumer products business on 8 November 2023.

Details of the proceeds of the sale, net identifiable assets and liabilities disposed on a provisional basis are as follows:

Consideration	\$'000
Cash received for land and buildings	15,000
Add: cash received for business assets and liabilities	45,000
Less: agreed adjustment for growth capital expenditure	(3,000)
Less: completion adjustment in relation to working capital and leave liabilities	(3,007)
Gross proceeds from the sale of assets	53,993
Less: costs attributable to sale of assets	(1,178)
Net proceeds from sale of assets	52,815

The disposed identifiable assets and liabilities recognised as a result of the divestment are as follows:

Assets and liabilities disposed	\$'000
Inventories	10,691
Plant & equipment	10,411
Right-of-use assets	1,629
Land and buildings	6,167
Intangibles – software	152
Prepayments	247
Intangibles – brand names	12,006
Leave liabilities	(2,071)
Provisions	(30)
Lease liabilities	(1,705)
Gain on sale of assets before tax	15,317
Net taxes	2,931
Gain on sale of assets after tax	18,248

For personal use only

6. Discontinued operations (continued)

Financial performance information:

	2024 \$'000	2023 \$'000
Discontinued Operations		
Revenue from the sale of goods	38,103	91,156
Other revenue and income	16,895	665
Other gains and losses	114	(90)
Changes in inventory of finished goods and work in progress	(15,602)	(66)
Raw materials, consumables used and utilities	(8,612)	(53,996)
Employee benefits expense	(7,865)	(13,279)
Freight out and distribution expense	(2,802)	(8,671)
Marketing expenses	(447)	(1,189)
Occupancy expenses	(462)	(1,141)
Selling expenses	(471)	(1,245)
Repairs and maintenance expense	(445)	(1,039)
Other expenses	(2,484)	(2,659)
Profit before finance costs, income tax, depreciation and amortisation (EBITDA)	15,922	8,446
Depreciation and amortisation expense	(1,031)	(3,378)
Profit before finance costs and income tax (EBIT)	14,891	5,068
Finance costs	-	-
Profit before tax	14,891	5,068
Income tax expense	4,723	(1,436)
Profit after income tax from discontinued operations	19,614	3,632

7. Current assets – Cash and cash equivalents

	2024 \$'000	2023 \$'000
Cash on hand and at bank	21,796	4,836
Overdraft / trade advance facility utilised	-	(3,052)
	21,796	1,784

8. Current assets – Trade and other receivables

	2024 \$'000	2023 \$'000
Trade and other receivables	703	15,723
Allowance for expected credit losses	(416)	(254)
	287	15,469

The ageing of the receivables are as follows:

	2024 \$'000	2023 \$'000
Overdue 31 to 60 days	5	132
Overdue 61 to 90 days	-	33
Overdue 91 days and beyond	258	399
	263	564

8. Current assets – Trade and other receivables (continued)

Movements in the allowance for expected credit losses are as follows:

	2024 \$'000	2023 \$'000
Balance at the beginning of the year	254	240
Re-measurement of loss allowance	162	14
Balance at the end of the year	416	254

9. Current assets – Inventories

	2024 \$'000	2023 \$'000
Raw materials	1,838	5,310
Work in progress	-	7
Goods in transit	75	1,196
Finished goods	52	12,134
	1,965	18,647

10. Current assets – Other financial assets

	2024 \$'000	2023 \$'000
Foreign currency forward contracts	-	201

11. Current assets – Other assets

	2024 \$'000	2023 \$'000
Prepayments	163	940

12. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following wholly owned subsidiaries..

Name of subsidiary	Country of incorporation	Ownership interest	
		2024 %	2023 %
Parent Entity			
Prestal Holdings Limited (i)	Australia		
Controlled Entities			
Prestal Products Pty Ltd (ii) (iii)	Australia	100%	100%
Hampers with Bite Pty Ltd (ii) (iii)	Australia	100%	100%

(i) Prestal Holdings Limited is the head entity within the tax-consolidated group.

(ii) These companies are members of the tax-consolidated group.

(iii) The wholly owned subsidiaries have entered a deed of cross guarantee with Prestal Holdings Limited and it is relieved from the requirement to prepare and lodge an audited financial report.

13. Non-current assets – Property, plant and equipment

	2024 \$'000	2023 \$'000
Land	-	1,732
	-	1,732
Buildings – at cost	-	5,628
Less: Accumulated depreciation	-	(1,127)
	-	4,501
Plant and equipment – at cost	343	40,315
Less: Accumulated depreciation	(140)	(29,327)
	203	10,988
Construction in progress – at cost	-	230
Less: Accumulated depreciation	-	-
	-	230
Total property, plant and equipment	203	17,451

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

Consolidated	Land \$'000	Buildings \$'000	Plant and equipment \$'000	Construction in progress \$'000	Total \$'000
Balance at 26 Jun 2022	1,732	4,692	10,677	1,787	18,888
Additions	-	-	1,157	230	1,387
Transfer from /(to) capital works	-	-	1,787	(1,787)	-
Depreciation expense	-	(191)	(2,633)	-	(2,824)
Balance at 2 July 2023	1,732	4,501	10,988	230	17,451
Additions	-	-	46	287	333
Depreciation expense	-	-	(67)	-	(67)
Depreciation expense – discontinued operations	-	(66)	(870)	-	(936)
Disposals	(1,732)	(4,435)	(9,894)	(517)	(16,578)
Balance at 30 June 2024	-	-	203	-	203

Refer to note 6 for further information on assets disposed as part of discontinued operations.

For personal use only

14. Right-of-use assets

	2024	2023
	\$'000	\$'000
Property – right-of-use	271	2,799
Less: Accumulated depreciation	(239)	(1,339)
	32	1,460
Plant and equipment – right-of-use	-	1,273
Less: Accumulated depreciation	-	(628)
	-	645
	32	2,105

Refer to note 6 for further information on assets disposed as part of discontinued operations.

15. Non-current assets – Intangible assets

	2024	2023
	\$'000	\$'000
Goodwill	93,681	93,681
Less: Impairment	(93,681)	(74,778)
	-	18,903
Brand names – at cost	10,240	22,246
Less: Accumulated impairment	(4,500)	-
	5,740	22,246
Software – at cost	78	1,630
Less: Accumulated amortisation	(1)	(1,429)
	77	201
Total intangible assets	5,817	41,350

For personal use only

15. Non-current assets – Intangible assets (continued)

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

Consolidated	Goodwill \$'000	Brand names \$'000	Software \$'000	Total \$'000
Balance at 26 Jun 2022	18,903	22,246	217	41,366
Additions	-	-	96	96
Amortisation expense	-	-	(112)	(112)
Balance at 2 July 2023	18,903	22,246	201	41,350
Additions	-	-	70	70
Impairment of assets	(18,903)	(4,500)	-	(23,403)
Amortisation expense	-	-	(42)	(42)
Disposal through divestment	-	(12,006)	(152)	(12,158)
Balance at 30 June 2024	-	5,740	77	5,817

Allocation of goodwill to cash-generating units and key assumptions

The carrying amount of goodwill as at 2 July 2023 was allocated to the Hampers with Bite Cash Generating Unit (CGU) for impairment testing purposes.

As originally announced to the market in the June 2023 annual report, the Group experienced challenging market conditions in the current financial year, which have impacted its financial performance.

The Directors have since concluded that, as a result of the sustained change in the consumer market environment, the goodwill associated with the Hampers with Bite CGU of \$18.903 million is impaired. This conclusion was reached with reference to management's best estimate of the discounted future cash flows for the Group (value in use), taking into account the risks and uncertainties present in the market. As a result, the Group has recognised a non-cash impairment of \$18.903 million in the statement of profit or loss, which represents the carrying value of goodwill allocated to the Hampers with Bite CGU.

The recoverable amount of the Hampers with Bite CGU is determined based on a value in use calculation, which uses cash flow projections based on a financial budget (Target EBITDA) approved by the Board, covering a five-year period. A pre-tax cash flow effect has been taken using a post-tax discount rate (WACC) of 14.5% (2023 13.5%). The cash flow has been extrapolated using a 3% (2023: 3%) growth rate and a terminal value of 5 times of free cash flow in year 5.

Brand names - Useful life assessment

The Group assesses its brand names as having indefinite useful lives. This assessment has reflected management's intention to continue to utilise the brand names within its portfolio for the foreseeable future.

Each period, the useful lives of the Group's brand names are reviewed to determine whether events and circumstances continue to support an indefinite useful life assessment for the assets.

The Group continue to believe that its remaining brand names have indefinite useful lives, as there is no foreseeable limit to the period over which they intend to utilise the brand names.

For personal use only

15. Non-current assets – Intangible assets (continued)

Allocation of brand names to cash generating units

	2024 \$'000	2023 \$'000
Gross carrying amount of brand names		
Allocated to consumer products CGU	-	19,000
Allocated to Hampers with bite CGU	10,240	10,240
Balance at end of financial year	10,240	29,240
Accumulated Impairment on brand names		
Allocated to consumer products CGU	-	(6,994)
Allocated to Hampers with bite CGU	(4,500)	-
Balance at end of financial year	(4,500)	(6,994)
Carrying value of brand names at end of financial year		
Allocated to consumer products CGU	-	12,006
Allocated to Hampers with bite CGU	5,740	10,240
Balance at end of financial year	5,740	22,246

Impairment testing - Indefinite life brand names

Indefinite life brand names are not subject to amortisation and are tested annually for impairment, or more frequently if events or changes in circumstances indicate that they might be impaired. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's value in use and fair value less costs to sell. Brand names that have incurred an impairment in previous periods are reviewed for possible reversal of the impairment at the end of each reporting period.

The Group used 'relief from royalty' method for the purposes of estimating the fair value less costs to sell as at 30 June 2024.

The key assumptions used were as follows:

- An estimate of maintainable revenue with reference to the FY25 budget and historic financial performance.
- Royalty rates ranging between 5% (2023: 2% - 5%)
- Discount rate of 14.5% post-tax (2023: 10%)
- Long term growth rates of 2.5% (2023: 2.5%)
- An estimate of costs to sell equivalent to 2% of the estimated recoverable amount for each brand name.

The Group believes that the assumptions adopted in the 'relief from royalty' calculations reflect an appropriate balance between the Group's experience to date and expected future performance.

16. Current liabilities – Trade and other payables

	2024 \$'000	2023 \$'000
Trade payables	373	9,855
Trade spend liabilities	-	84
Sundry payables and accruals	1,325	3,193
	1,698	13,132

The average credit period on the purchases of goods ranges from 7 to 60 days. No interest is charged on the trade payables. The Group has financial risk management policies in place to ensure that, as often as possible, all payables are paid within a reasonable timeframe.

17. Current liabilities – Other financial liabilities

	2024 \$'000	2023 \$'000
Current		
Supplier payment facility	-	54
	-	54

18. Current and non-current liabilities – Borrowings

	2024 \$'000	2023 \$'000
Current		
Loan facility	-	1,700
	-	1,700
Non-current		
Loan facility	-	425
	-	425
	-	2,125

Market rate loan facility

As at the reporting date, the Group does not have any banking facility given its strong cash holdings following the sale of Consumer Products business.

In the previous reporting period, the Group had a 3-year market rate loan facility with CBA which was established to facilitate the acquisition of Hampers with Bite. At the reporting date, the loan has been repaid in full after the group made principal repayments of \$2,125,000 during the reported period.

Unsecured supplier payment facility

As at the reporting date, the Group has alternative unsecured financing facilities with a limit of \$3 million to draw upon through American Express, if and when required. There are no restrictions of use associated with the supplier finance facility.

Financing arrangements

	2024 \$'000	2023 \$'000
Facilities utilised at reporting date:		
Multi option loan facility		
- Bank guarantee	-	326
- Trade advance facility	-	3,052
- Market rate loan	-	2,125
	-	5,503
Facilities not utilised at reporting date:		
Multi option loan facility		
- Bank overdraft	-	4,500
- Trade advance facility	-	122
	-	4,622
	-	10,125

For personal use only

19. Current liabilities – Lease liabilities

	2024 \$'000	2023 \$'000
Current		
Lease liability	25	751
	25	751
Non-current		
Lease liability	-	1,368
	-	1,368
	25	2,119

20. Current and non-current liabilities – Provisions

	2024 \$'000	2023 \$'000
Current		
Employee benefits	158	2,553
Make good provision on leases	50	177
	208	2,730
Non-current		
Employee benefits	-	84
	-	84
	208	2,841

The current provision for employee benefits includes all unconditional entitlements where employees have completed the required period of service and also those where employees are entitled to pro-rata payments in certain circumstances. The entire amount is presented as current, since the Group does not have an unconditional right to defer settlement. However, based on past experience, the Group does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months.

Lease make good

The provision represents the estimated costs to make good the premises leased by the Group at the end of the respective lease term.

Movements in provisions

Movements in each class of provision during the current financial year, other than employee benefits, are set out below:

	Lease make good \$'000
Carrying amount at the start of the year	177
Additional provisions recognised	3
Amounts derecognised	(100)
Amounts derecognised on disposal of Pental Products business	(30)
Carrying amount at the end of the year	50

21. Equity – Issued capital

(a) Fully paid ordinary shares

Date	Share Capital	Number of shares	Issue price	\$'000
27 June 2022	Opening balance of ordinary shares, fully paid	170,459,500	-	103,830
2 July 2023	Balance at end of reporting period	170,459,500	-	103,830
24 May 2024	Capital return	-	\$0.18	(30,683)
30 June 2024	Balance at end of reporting period	170,459,500		73,147

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

On 24 May 2024, the Company paid a capital return to shareholders of \$0.18 per ordinary share. The capital return was approved by at the 2023 Annual General Meeting.

(a) Options

As at 2 July 2023, the Company had 1,625,000 Options on issue as a result of Performance Rights issued on 1 July 2019 vesting on 1 July 2023, exercisable on a 1:1 basis for entitled ordinary shareholders at nil exercise price. These Options were cancelled effective 30 November 2023 by mutual agreement between the Group and the executives.

The Company had no other outstanding Options as at the end of the current reporting period.

22. Equity – Dividends

(a) Recognised Amounts

	2024		2023	
	Cents per Share	Total \$'000	Cents per Share	Total \$'000
<u>Fully paid ordinary shares</u>				
Final dividend: Fully franked at 30% tax rate	1.00	1,705	1.70	2,898
Interim dividend: Fully franked at 30% tax rate	-	-	1.30	2,216
Special dividend: Fully franked at 30% tax rate	6.00	10,227	-	-
	7.00	11,932	3.00	5,114

(b) Unrecognised Amounts

	2024		2023	
	Cents per Share	Total \$'000	Cents per Share	Total \$'000
<u>Fully paid ordinary shares</u>				
Final dividend: Fully franked at 30% tax rate	-	-	1.00	1,705
Special dividend: Fully franked at 30% tax rate	7.00	11,932	-	-
	7.00	11,932	1.00	1,705

22. Equity – Dividends (continued)

Franking credits

	2024 \$'000	2023 \$'000
Franking credits available for subsequent financial years based on a tax rate of 30%	16,090	22,498

The above amounts represent the balance of the franking account as at the end of the financial year, adjusted for:

- Franking credits that will arise from the payment of the amount of the provision for income tax at the reporting date
- Franking debits that will arise from the payment of the unrecognised amounts above.

For personal use only