

# Appendix 4E

## Preliminary Final Report to the Australian Securities Exchange

### Part 1 – Details of entity, reporting period

<b>Name of Entity</b>	Australian Agricultural Projects Limited
<b>ABN</b>	19 104 555 455
<b>Financial Period</b>	Year ended 30 June 2024
<b>Previous Corresponding Reporting Period</b>	Year ended 30 June 2023

### Part 2 – Results for Announcement to the Market

	<b>\$'000</b>	<b>Percentage increase /(decrease) over previous corresponding period</b>
<b>Revenue from ordinary activities</b>	4,728	41%
<b>Profit from ordinary activities after tax attributable to members</b>	1,255	135%
<b>Net profit attributable to members</b>	1,255	135%

<b>Dividends (distributions)</b>	<b>Amount per security</b>	<b>Franked amount per security</b>
<b>Final Dividend</b>	Nil	Nil
<b>Interim Dividend</b>	Nil	Nil
<b>Record date for determining entitlements to the dividends (if any)</b>	Not Applicable	

**Brief explanation of any of the figures reported above necessary to enable the figures to be understood:**

Refer to the Operations Review for commentary on the results for the year.

---

## Part 3 – Contents of ASX Appendix 4E

<b>Section</b>	<b>Contents</b>
Part 1	Details of entity, reporting period
Part 2	Results for announcement to the market
Part 3	Contents of ASX Appendix 4E
Part 4	Consolidated Statement of Profit or Loss and Other Comprehensive Income
Part 5	Consolidated Statement of Financial Position
Part 6	Consolidated Statement of Cash Flows
Part 7	Consolidated Statement of Changes in Equity
Part 8	Revenue and income
Part 9	Expenses
Part 10	Bearer plants
Part 11	Investment property
Part 12	Loans and borrowings
Part 13	Contributed equity
Part 14	Details relating to dividends
Part 15	Earnings per share
Part 16	Net tangible assets per security
Part 17	Segment information
Part 18	Audit status

---

## Part 4 – Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Part	2024 \$	2023 \$
Revenue	8(a)	4,728,014	3,351,899
Cost of sales		(2,248,902)	(1,913,839)
Gross profit		<u>2,479,112</u>	<u>1,438,060</u>
Other revenue	8(b)	105,088	4,821
Corporate and administrative expenses		(442,365)	(393,204)
Depreciation and amortisation		(667,550)	(639,862)
Borrowing costs		(506,903)	(452,124)
Revaluation of investment property		-	301,710
<b>Profit before income tax</b>		<u><b>967,382</b></u>	<u><b>259,401</b></u>
Income tax benefit		287,448	275,252
<b>Net profit after income tax</b>		<u><b>1,254,830</b></u>	<u><b>534,653</b></u>
Other Comprehensive Income			
Revaluation of bearer plants – net of tax		862,344	825,755
<b>Total Comprehensive Income</b>		<u><u><b>2,117,174</b></u></u>	<u><u><b>1,360,408</b></u></u>
Basic earnings per share (cents)	15	0.37	0.18
Diluted earnings per share (cents)	15	<u>0.34</u>	<u>0.17</u>

## Part 5 – Consolidated Statement of Financial Position

	Part	2024 \$	2023 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		458,115	229,340
Trade and other receivables		4,283,255	3,110,205
Inventories		559,246	421,527
Other		66,030	29,250
<b>Total Current Assets</b>		<b>5,366,646</b>	<b>3,790,322</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant & equipment		955,620	732,324
Right of use asset		35,694	48,924
Bearer plants	10	13,711,106	13,017,952
Investment property	11	2,313,860	2,313,860
<b>Total Non-Current Assets</b>		<b>17,016,280</b>	<b>16,113,060</b>
<b>TOTAL ASSETS</b>		<b>22,382,926</b>	<b>19,903,382</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		2,569,143	3,116,203
Lease liability		17,387	14,568
Provisions		347,056	333,962
Loans and borrowings	12	558,209	1,489,000
<b>Total Current Liabilities</b>		<b>3,491,795</b>	<b>4,953,733</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liability		18,951	33,188
Loans and borrowings	12	6,210,999	5,319,500
<b>Total Non-Current Liabilities</b>		<b>6,229,950</b>	<b>5,352,688</b>
<b>TOTAL LIABILITIES</b>		<b>9,721,745</b>	<b>10,306,421</b>
<b>NET ASSETS</b>		<b>12,661,181</b>	<b>9,596,961</b>
<b>EQUITY</b>			
Contributed equity	13	25,285,850	24,338,804
Reserves		5,038,435	4,176,091
Accumulated losses		(17,663,104)	(18,917,934)
<b>TOTAL EQUITY</b>		<b>12,661,181</b>	<b>9,596,961</b>

## Part 6 – Consolidated Statement of Cash Flows

	Part	2024 \$	2023 \$
<b>Cash flows from operating activities</b>			
Cash receipts in the course of operations including GST		4,671,676	3,343,202
Cash payments in the course of operations including GST		(4,451,061)	(2,905,634)
Interest received		5,498	4,821
Interest paid		(538,696)	(399,866)
<b>Net cash (used in) / provided by operating activities</b>		<b>(312,583)</b>	<b>42,523</b>
<b>Cash flows from investing activities</b>			
Proceeds from the sale of assets		66,000	-
Payments for property, plant and equipment		(417,000)	-
<b>Net cash (used in) investing activities</b>		<b>(351,000)</b>	<b>-</b>
<b>Cash flows from financing activities</b>			
Proceeds from issue of securities	13	952,564	-
Share issue transaction costs		(5,518)	-
Proceeds from loan facilities		-	325,000
Repayment of loan facilities		(489,000)	(175,000)
Proceeds from equipment finance facilities		458,700	-
Repayment of equipment finance liabilities		(8,992)	(17,859)
Repayment of lease liability		(15,396)	(13,364)
<b>Net cash provided by financing activities</b>		<b>892,358</b>	<b>118,777</b>
<b>Net increase in cash and cash equivalents</b>		<b>228,775</b>	<b>161,300</b>
<b>Cash and cash equivalents at the beginning of the year</b>		<b>229,340</b>	<b>68,040</b>
<b>Cash and cash equivalents at the end of the year</b>		<b>458,115</b>	<b>229,340</b>
<b>Cash and cash equivalents represented by:</b>			
Cash at bank and in deposits		458,115	229,340
Cash and cash equivalents in the statement of cash flows		<b>458,115</b>	<b>229,340</b>

## Part 7 – Consolidated Statement of Changes in Equity

	Contributed equity \$	Reserves \$	Accumulated losses \$	Total \$
<b>Balance as at 1 July 2022</b>	<b>24,338,804</b>	<b>3,350,336</b>	<b>(19,452,587)</b>	<b>8,236,553</b>
Profit for the year after income tax	-	-	534,653	534,653
Other comprehensive income for the year	-	825,755	-	825,755
Total comprehensive income for the year	-	825,755	534,653	1,360,408
<b>Balance as at 30 June 2023</b>	<b>24,338,804</b>	<b>4,176,091</b>	<b>(18,917,934)</b>	<b>9,596,961</b>
<b>Balance as at 1 July 2023</b>	<b>24,338,804</b>	<b>4,176,091</b>	<b>(18,917,934)</b>	<b>9,596,961</b>
Profit for the year after income tax	-	-	1,254,830	1,254,830
Other comprehensive income for the year	-	862,344	-	862,344
Total comprehensive income for the year	-	862,344	1,254,830	2,117,174
<i>Transactions with owners in their capacity as owners</i>				
Contributions of equity (net of costs)	947,046	-	-	947,046
<b>Balance as at 30 June 2024</b>	<b>25,285,850</b>	<b>5,038,435</b>	<b>(17,663,104)</b>	<b>12,661,181</b>

**2024**                      **2023**  
\$                                      \$

## Part 8 – Revenue and income

### (a) Revenue from continuing operations

Management fees	2,137,553	1,131,026
Lease fees from the investment property	813,699	771,716
Production sharing	1,776,762	1,449,157
	4,728,014	3,351,899
	4,728,014	3,351,899

### (b) Other revenue

Interest received	5,498	4,821
Proceeds of insurance claim	33,590	-
Gain on sale of assets	66,000	-
	105,088	4,821
	105,088	4,821

## Part 9 – Expenses

### (a) Personnel expenses

Wages and salaries cost	693,999	617,488
Superannuation costs	91,556	74,090
Change in liability for annual and long service leave	13,093	22,192
Non-executive directors' fees	24,000	12,000
	822,648	725,770
	822,648	725,770

In 2024, \$716,968 (2023: \$626,920) of personnel expenses were included in cost of sales and the balance, \$105,680 (2023: \$98,850), was included in corporate and administrative expenses.

## Part 10 – Bearer plants

Olive trees	13,711,106	13,017,952
Movement consists of:		
Opening balance	13,017,952	12,351,787
Depreciation	(456,638)	(434,842)
Revaluation of olive trees	1,149,792	1,101,007
Closing balance	13,711,106	13,017,952

	<b>2024</b>	<b>2023</b>
	<b>\$</b>	<b>\$</b>
<b>Part 11 – Investment property</b>		
Investment property	2,313,860	2,313,860
Movement consists of:		
Opening balance	2,313,860	2,012,150
Revaluation	-	301,710
Closing balance	2,313,860	2,313,860

## Part 12 – Loans and Borrowings

### Current

Equipment finance liabilities	56,209	-
Unsecured loan facilities from shareholders	127,000	489,000
Secured loan facility	375,000	1,000,000
Total current loans and borrowings	558,209	1,489,000

### Non-current

Equipment finance liabilities	393,499	-
Unsecured loan facilities from shareholders	1,000,000	1,127,000
Secured bank facility	4,817,500	4,192,500
Total non-current loans and borrowings	6,210,999	5,319,500

### Total loans and borrowings

	6,769,208	6,808,500
--	-----------	-----------

Loans and borrowings facilities comprise:

- National Australia Bank facilities
  - Secured term loan of \$5,192,500;
  - Equipment financing facility of \$500,000 drawn to 449,708 as at 30 June 2024; and
  - Corporate credit card facilities.

The details of the term loan include:

  - Facility expiry 30 April 2028 with principal reductions to commence November 2024;
  - An interest rate of 2.35% above BBSY;
  - A facility fee of 0.95% per annum; and
  - No covenants other than quarterly financial and compliance reporting.

The interest rate on the drawn portion of the equipment finance facility is 7.02%.
- Loans from shareholders
  - Unsecured loan facility of \$1,127,000 which was fully drawn at 30 June 2024.

The details of the shareholder loans include:

  - Facility expires 31 October 2025 with principal reductions commencing 31 October 2024;
  - Variable interest rate being the greater of the RBA cash rate plus 5% or a set rate being either 7.5% or 8.0%; and
  - No lending covenants.



	2024 \$	2023 \$
<b>Part 13 – Contributed equity</b>		
<b>(a) Issued capital</b>		
368,603,712 (2023: 305,099,476) fully paid ordinary shares	<u>25,285,850</u>	<u>24,338,804</u>

*Movements in ordinary share capital*

	Date	No of shares	Issue price	\$
Balance	30 June 2022	305,099,476		24,338,804
Issue of new shares		-		-
Balance	30 June 2023	<u>305,099,476</u>		<u>24,338,804</u>
Issue of shares on exercise of options	28 December 2023	63,504,236	0.015	952,564
Share issue transaction costs	28 December 2023	-	0.00	(5,518)
Balance	30 June 2024	<u>368,603,712</u>		<u>25,285,850</u>

**(b) Options**

As at 30 June 2023, the Company had 75,796,477 options on issue. These options had the following terms:

- Exercise price 1.5 cents
- Expiry date 22 December 2023

These options were not quoted on the ASX.

During the year ended 30 June 2024, 63,504,236 of these options were exercised. The remaining 12,292,241 of these options expired on 22 December 2023.

The Company has no options on issue as at 30 June 2024.

**Part 14 – Details Relating to Dividends**

No dividends have been paid or declared by the Company since the beginning of the current reporting period. No dividends were paid for the previous reporting period.

## Part 15 – Earnings per Share

### (a) Basic earnings per share

The calculation of basic earnings per share at 30 June 2024 was based on the net profit after tax of \$1,254,830 (2023: \$534,653) and a weighted average number of ordinary shares outstanding during the financial year ended 30 June 2024 of 338,156,476 (2023: 305,099,476).

### (b) Diluted earnings per share

The calculation of diluted earnings per share at 30 June 2024 was based on the profit attributable to ordinary shareholders of \$1,254,830 (2023: \$534,653) and the number of fully diluted ordinary shares calculated as follows:

	2024 \$	2023 \$
Ordinary shares issued at 30 June	368,603,712	305,099,476
Options on issue	-	75,796,477
Total diluted shares on issue	<u>368,603,712</u>	<u>380,895,953</u>

## Part 16 – Net Tangible Assets per Security

	2024	2023
Net tangible asset backing per ordinary security 368,603,712 (2023: 305,099,476) shares used for NTAS calculation	<u>3.43 cents</u>	<u>3.15 cents</u>

## Part 17 – Segment Information

The Company operates in one segment, being the operation of an olive orchard located in Boort, Victoria.

**Part 18 – Audit Status**

<b>This report is based on accounts to which one of the following applies:</b> (Tick one)			
The accounts have been audited	<input type="checkbox"/>	The accounts have been subject to review	<input type="checkbox"/>
The accounts are in the process of being audited or subject to review	<input checked="" type="checkbox"/>	The accounts have not yet been audited or reviewed	<input type="checkbox"/>

**If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, a description of the likely dispute or qualification:**

Not Applicable

**If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification:**

Not Applicable