

# Appendix 4E

## Preliminary Final Report

### Ricegrowers Limited (ASX – SGLLV)

**ABN:**  
55 007 481 156

**Financial Year Ended:**  
30 April 2021

**Lodgment Date:**  
24 June 2021

This financial report does not include all of the notes of the type normally included in the full year statutory accounts. Accordingly, it is recommended that this report be read in conjunction with the Annual Report for the year ended 30 April 2021 and any public announcements made by Ricegrowers Limited (“SunRice” or ‘Group’) during the year ended 30 April 2021, in accordance with the continuous disclosure requirements of the Listing Rules of the Australian Securities Exchange.

### Reporting Period and Reported Information

The current reporting period is the year ended 30 April 2021 (FY2021 or CY20) and the previous corresponding period is the year ended 30 April 2020 (FY2020 or CY19). The information in this report is based on accounts which have been audited.

### Results for Announcement to the Market

	2021 \$'000	2020 \$'000	Change \$'000	Change %	Up/Down
<b>Consolidated Group</b>					
Revenue from ordinary activities	1,026,219	1,134,818	108,599	9.6	Down
Profit after tax	18,283	22,680	4,397	19.4	Down
Profit after tax attributable to B Class shareholders	20,767	27,013	6,246	23.1	Down

### Dividends

	Current period	Previous corresponding period
Franking rate applicable:	100%	100%
<b>Final dividend</b>		
Amount per security	33.0 cents	33.0 cents
Franked amount per security	33.0 cents	33.0 cents
<b>Interim dividend</b>		
Amount per security	n/a	n/a
Franked amount per security	n/a	n/a

<b>Date the dividend is payable:</b>	<b>30 July 2021</b>
Record date to determine entitlements to the dividend	7 July 2021
If it is a final dividend, has it been declared?	Yes

**The dividend or distribution plans shown below are in operation.**

Ricegrowers Limited Dividend Reinvestment Plan (DRP).

## NTA Backing and Earnings per B Class Share (EPS)

	Current period	Previous corresponding period
Net tangible asset backing per ordinary security (\$) – NTA	6.62	7.82
Basic and diluted earnings per B Class Share (cents) – EPS	34.6	45.8

The decrease in the NTA backing has been primarily driven by the following factors:

- Goodwill and Brands of \$44m acquired under business combinations (which are excluded from net tangible assets) while these acquisitions have been funded exclusively from existing cash reserves and available financing facilities (which are included in net tangible assets)
- The significant swing in foreign currency exchange rates (primarily the AUD:USD and AUD:PGK) between 30 April 2020 and 30 April 2021 which has had an unfavourable impact on the translation of the results and financial position of the Group's foreign operations (reducing the foreign currency translation reserve in equity by \$25m) and consequently on the net asset position of the Group.

## Commentary on results for the period

Financial results were driven by a combination of several factors that included:

- Continued impacts of COVID-19, including disruptions to the international shipping industry; and increasingly deteriorating conditions in key Pacific markets
- Critically low rice production in the Riverina, which resulted in the Rice Pool being unable to absorb all its overheads, leading to a pre-tax loss of \$22.1 million in that segment
- Further expansion of the Group's international sourcing capabilities to meet global demand given only 5% of total supply was available from the Riverina
- Resulting performance of the International Rice segment more than offsetting deteriorating results of the Rice Pool and Corporate segments
- Ongoing shortage, and significantly increased cost, of the Australian crop due to record fixed price contracts offered in CY20 of \$750-\$1,500, which reduced performance of the CopRice and Rice Food segments, whose results in part rely on inputs and by-products from the Rice Pool business
- Improved seasonal conditions in eastern Australia, which led to high pasture availability, in turn reducing demand for supplementary feed products across multiple CopRice product categories
- Unexpected negative step change in commodity prices due to international trade conditions, which further reduced CopRice performance
- Adverse foreign exchange fluctuations
- Improved performance driven by a range of factors in the Riviana Foods segment.

Further details of the FY2021 financial position, performance and cash flows are set out in the 2021 Annual Report, which is provided together with this Appendix 4E - Preliminary Final Report (in a separate announcement).

## Details of associates and joint venture entities

Trukai Industries Limited, which is 66.23% owned by Ricegrowers Limited, has the following associate:

### Name of associate or joint venture

Pagini Transport (incorporated in Papua New Guinea). Principal activity: Transport

### Reporting entities percentage holding

Pagini Transport: 30.44% (30 April 2020: 30.44%)

## Controlled entities

On 22 December 2020, SunRice's subsidiary, Riviana Foods Pty Ltd, completed the acquisition of 100 per cent of KJ&Co Brands Pty Ltd.

On 9 March 2021, SunRice Trading (Shanghai) Co Ltd, a wholly owned subsidiary of Ricegrowers Singapore Pte Ltd (being a wholly owned subsidiary of Ricegrowers Limited) was incorporated in China.

There have been no other changes in controlled entities in the year ended 30 April 2021 but on 16 May 2021, Silica Resources Pty Ltd, a wholly owned dormant subsidiary of Ricegrowers Limited was voluntarily deregistered.

## **About SunRice's structure**

The structure of Ricegrowers Limited (SunRice) contains non-standard elements including its dual class share structure comprising A Class Shares and B Class Shares.

A Class Shares confer on their holders the right to vote at general meetings but no right to dividends. A Class Shares are not quoted on the ASX and may only be held by Active Growers. The right to vote is based on one member, one vote and no person may hold more than 5 A Class Shares. In practical terms the voting rights held by A Class Shareholders give those shareholders the right to control the election of directors and any changes to SunRice's constitution.

B Class Shares are quoted on the ASX and confer on their holders the right to receive dividends, as determined by the directors from time to time. Holders of B Class Shares do not have the right to vote at general meetings of SunRice and may only vote on proposals involving a variation to their class rights or if required for the purposes of the ASX Listing Rules. This means B Class Shareholders have no right to vote on the election of directors of SunRice. No person may hold more than 10% of the total number of B Class Shares on issue.

For more details of the non-standard elements of SunRice's structure see <https://corporate.sunrice.com.au/investors/>.

## **Other information required**

Please refer to the attached 2021 Annual Report including the full year statutory accounts for the year ended 30 April 2021 for other information required.