



CONTENTS	PAGE NO.
Appendix 4D	
Results for Announcement to the Market	1
Interim Financial Report	
Directors' Report	4
Auditor's Independence Declaration	5
Consolidated Statement of Profit or Loss and Other Comprehensive Income	6
Consolidated Statement of Financial Position	7
Consolidated Statement of Changes in Equity	8
Consolidated Statement of Cash Flows	9
Notes to the Consolidated Financial Report	10
Directors' Declaration	23
Independent Auditor's Review Report	24

Results for Announcement to the Market

Summary of Financial Information:

Extracts from this report for announcement to the market:

	Six months ended 31 December 2021 \$A'000	Six months ended 31 December 2020 \$A'000	Movement \$A'000	Movement
Revenue from ordinary activities	55,615	38,622	16,993	44.0%
Profit/(loss) after tax from ordinary activities attributable to members	6,067	7,255	(1,188)	(16.4%)
Net profit/(loss) attributable to members	6,067	7,255	(1,188)	(16.4%)

Dividends:

Financial Year	Nature	Date paid/Proposed to be paid	Amount per security Cents	Franked amount per security at 30% tax
30-Jun-21	Final	Paid 29 October 2021	5.0 cents	Fully Franked
30-Jun-20	Final	Paid 30 October 2020	2.5 cents	Fully Franked
30-Jun-20	Interim	Paid 2 March 2020	2.5 cents	Fully Franked
30-Jun-19	Final	No final dividend was paid	N/A	N/A
30-Jun-19	Interim	Paid 31 May 2019	7 cents	Fully franked at 27.5% tax

NTA Backing:

	Six months ended 31 December 2021 (Cents)	Six months ended 31 December 2020 (Cents)
Net tangible asset backing per ordinary security (cents)	65	59

Details of entities over which control has been gained or lost during the period:

Nil during the period.

Details of associates and joint venture entities:

Nil

Accounting Standards used for Foreign Entities in compiling the report:

IFRS has been used in the preparation of the financial statements of all entities.

Audit/Review Status:

This report is based on accounts to which one of the following applies:

(Tick one)

The accounts have been audited

The accounts have been subject to review

√

The accounts are in the process of being audited or subject to review

The accounts have not yet been audited or reviewed

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:


n/a

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

n/a

Attachments Forming Part of Appendix 4D:

Attachment #	Details
1	Chairman's & Managing Director's Review
2	Interim Financial Report

Signed By (Managing Director)	
Print Name	Stephen Smith
Date	23 February 2022



ABN 99 098 390 991

INTERIM FINANCIAL REPORT

FOR THE HALF YEAR ENDED

31 DECEMBER 2021

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

DIRECTORS' REPORT

Your Directors present their report on the consolidated entity consisting of PTB Group Limited ("the Company") and the entities it controlled at the end of, or during, the half year ended 31 December 2021.

Directors

The names of Directors in office at any time during the half year and up to the date of this report are:

Name	Position
SG Smith	Managing Director
CL Baker	Director (non-executive), Chairman
APS Kemp	Director (non-executive)
RQ Cole	Director (non-executive)
PP Gunasekara	Director (non-executive)

Review and Results of Operations

PTB Group Limited's total revenue was up 44% at \$55.615 million (Dec 2020: \$38.622 million). In line with this, the net profit before tax, excluding FX gains/losses and profits from the sale of buildings, increased by 42% to \$6.776 million (Dec 2020: \$4.758 million).

After including the profits from the sale of the buildings, the net profit before tax, excluding FX gains/losses was \$7.401 million (Dec 2020: \$10.571 million) and net profit after tax was \$6.067 million (Dec 2020: \$7.255 million). Net foreign exchange gains were \$0.148 million (Dec 2020: \$0.327 million net loss). Net assets for the group were \$94.590 million at 31 December 2021 (June 2021: \$93.648 million).

Profit on Building Sales:

On 15 December 2020, the Group entered into a binding agreement to sell the Warriewood properties for \$9.5 million. The properties had a carrying value of \$3.5 million and the sale generated a pre-tax profit of \$5.8 million. While the sale was finalised on 30 April 2021, the profit was included in the December 2020 half year results.

On 13 September 2021, the Group sold the Pinkenba property for \$4.5 million on a Sale and Lease Back agreement. The property had a carrying value of \$2.5 million and the sale generated an upfront pre-tax profit of \$0.6 million with the remaining profit to be recognised over the 15 year lease term.

Dividends

No interim dividend has been declared for the 30 June 2022 financial year. Total dividends of 5 cents per share were paid for the June 2021 year.

Auditor's Independence Declaration

A copy of the auditor's signed independence declaration as required under section 307C of the Corporations Act 2001 is attached to this report.

Rounding

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. Amounts in the Directors' Report have been rounded off in accordance with that legislative instrument to the nearest thousand dollars, or in certain cases, to the nearest dollar.

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

Stephen Smith

Managing Director

Brisbane

23 February 2022

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the Directors of PTB Group Limited

As lead auditor for the review of the financial statements of PTB Group Limited for the financial half-year ended 31 December 2021, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- ii) any applicable code of professional conduct in relation to the review.

This declaration is in respect of PTB Group Limited and the entities it controlled during the financial period.



Clive Massingham
Hall Chadwick QLD
Chartered Accountants

Signed this 23rd day of February 2022

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME**

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Note	Dec 2021 \$'000	Dec 2020 \$'000
Revenue	2	55,615	38,622
Total Revenue		55,615	38,622
Changes in inventories of finished goods and work in progress		7,718	(5,561)
Raw materials and consumables used and finished goods purchased for resale		(38,810)	(12,760)
Employee benefits		(8,936)	(8,390)
Repairs and maintenance		(227)	(246)
Bad and doubtful debts		17	779
Profit/(loss) on disposal of fixed assets		625	5,774
Other expenses		(5,730)	(4,665)
EBITDA		10,272	13,553
Depreciation and amortisation		(2,151)	(2,194)
Finance costs		(722)	(788)
Net foreign exchange gain/(loss)		148	(327)
Profit/(Loss) before income tax		7,547	10,244
Income tax (expense)/ benefit		(1,480)	(2,989)
Profit/(Loss) for the half year attributable to the owners of the parent entity		6,067	7,255
Other comprehensive income net of income tax:			
Exchange differences on translation of foreign operations		1,234	(4,365)
Total comprehensive income/(loss) for the period attributable to the owners of the parent entity		7,301	2,890
		Cents	Cents
Basic earnings per share	5	4.77	5.74
Diluted earnings per share	5	4.77	5.74

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

	Note	Dec 2021 \$'000	June 2021 \$'000
Current Assets			
Cash and cash equivalents		19,712	20,663
Trade and other receivables		20,451	23,782
Inventories		57,823	50,105
Assets Held for Sale		-	3,034
Derivative financial assets		-	1
Other current assets		2,026	1,912
Total Current Assets		100,012	99,497
Non-Current Assets			
Trade and other receivables		7,309	8,546
Inventories		1,993	2,098
Property, plant and equipment	7	25,266	24,413
Deferred tax assets		3,208	2,888
Intangible assets		12,194	11,953
Total Non-Current Assets		49,970	49,898
Total Assets		149,982	149,395
Current Liabilities			
Trade and other payables		11,585	8,299
Borrowings	3	5,860	10,290
Derivative financial liabilities		49	93
Current tax liabilities		4,825	3,580
Provisions		1,480	1,448
Other current liabilities		2,859	3,476
Total Current Liabilities		26,658	27,186
Non-Current Liabilities			
Borrowings	3	21,711	21,448
Deferred tax liabilities		5,325	5,571
Provisions		405	175
Other non-current liabilities		1,293	1,367
Total Non-Current Liabilities		28,734	28,561
Total Liabilities		55,392	55,747
Net Assets		94,590	93,648
Equity			
Contributed equity	4	82,156	82,156
Reserves		14,057	16,830
Retained profits		(1,623)	(5,338)
Total Equity		94,590	93,648

The accompanying notes form part of these financial statements.

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Issued Capital	Other Equity Securities	Total Contributed Equity	Dividend Appropriation Reserve	Foreign Currency Translation Reserve	Retained Earnings	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2020	80,855	183	81,038	13,720	(206)	(8,240)	86,312
Total comprehensive income:							
Profit/(loss) for the half year	-	-	-	-	-	7,255	7,255
Other comprehensive income	-	-	-	-	(4,365)	-	(4,365)
Total comprehensive income for the half year	-	-	-	-	(4,365)	7,255	2,890
Contributions of equity net of transaction cost	1,590	-	1,590	-	-	-	1,590
Transfer to reserves	-	-	-	6,359	-	(6,359)	-
Dividends recognised in year	-	-	-	(3,137)	-	-	(3,137)
Balance at 31 December 2020	82,445	183	82,628	16,942	(4,571)	(7,344)	87,655
Balance at 1 July 2021	81,973	183	82,156	20,483	(3,653)	(5,338)	93,648
Total comprehensive income:							
Profit/(loss) for the half year	-	-	-	-	-	6,067	6,067
Other comprehensive income	-	-	-	-	1,234	-	1,234
Total comprehensive income for the half year	-	-	-	-	1,234	6,067	7,301
Contributions of equity net of transaction cost	-	-	-	-	-	-	-
Transfer to reserves	-	-	-	2,353	-	(2,353)	-
Dividends recognised in year	-	-	-	(6,359)	-	-	(6,359)
Balance at 31 December 2021	81,973	183	82,156	16,477	(2,419)	(1,624)	94,590

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Dec 2021	Dec 2020
	\$'000	\$'000
Cash Flows from Operating Activities		
Cash receipts from customers	61,251	36,361
Cash payments to suppliers and employees	(47,961)	(33,871)
Interest received	196	286
Finance costs	(723)	(788)
Income tax (paid)/refund	(846)	(34)
Net cash provided by/(used in) operating activities	11,917	1,954
Cash Flows From Investing Activities		
Payments for property, plant and equipment	(3,116)	(819)
Proceeds on disposal of property, plant and equipment	4,500	-
Net cash provided by/(used in) investing activities	1,384	(819)
Cash Flows From Financing Activities		
Proceeds from borrowings raised	2,691	700
Repayment of borrowings	(9,975)	(4,216)
Repayment of lease liabilities	(608)	(483)
Payment of dividend	(6,360)	(1,547)
Net cash provided by/(used in) financing activities	(14,252)	(5,546)
Net increase/(decrease) in cash and cash equivalents held	(951)	(4,411)
Cash and cash equivalents at the beginning of the half year	20,663	15,207
Cash and cash equivalents at the end of the half year	19,712	10,796

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

1. Basis of Preparation of Half Year Report

This general purpose consolidated interim financial report for the half year reporting period ended 31 December 2021 has been prepared in accordance with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Act 2001.

This interim financial report is intended to provide users with an update on the latest annual financial statements of PTB Group Limited and its controlled entities (referred to as the “Consolidated Group” or “Group”). As such, it does not contain information that represents relatively insignificant changes occurring during the half year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2021, together with any public announcements made during the half year.

The interim financial report was authorised for issue on 23 February 2022.

The financial report is presented in Australian dollars and all values are rounded to the nearest thousand dollars (\$000) unless otherwise stated under the option available in ASIC Corporations (Rounding in Financial/Directors’ Reports) Instrument 2016/191.

Significant accounting policies adopted in the preparation of these financial statements are consistent with those applied in the 30 June 2021 Annual Financial Report.

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

2. Revenue	Dec 2021	Dec 2020
	\$'000	\$'000
Revenue from contracts with customers		
Sale of goods	18,468	13,617
Services	24,893	16,117
Maintenance contract revenue	9,093	4,500
Rental of engines/aircraft	877	1,088
Interest on extended credit receivables (hire purchase agreements)	192	277
	53,523	35,599
Other revenue ¹	2,092	3,023
Total revenue	55,615	38,622

(a) Disaggregation of revenue from contracts with customers

In the following table, revenue from contracts with customers is disaggregated by primary geographical market, major business activities and timing of revenue recognition. The table also includes a reconciliation of the disaggregated revenue with the Group's reportable segments (see Note 6).

	PTB		PT USA		PT Leasing		IAP		Total	
	2021	2020	2021	2020	2021	2020	2021	2020	2021	2020
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Geographical markets										
AUS, PNG, NZ	4,811	4,525	9	-	784	845	528	702	6,132	6,072
Pacific	2,144	2,057	12	201	71	10	35	29	2,262	2,297
America	316	971	28,366	16,016	-	-	2,332	2,066	31,014	19,053
Asia	10,067	4,715	76	28	67	1,656	137	659	10,347	7,058
Africa	428	1	728	567	-	(8)	-	64	1,156	624
Europe	86	65	2,420	366	-	-	106	64	2,612	495
Total	17,852	12,334	31,611	17,178	922	2,503	3,138	3,584	53,523	35,599
Major business activities										
Sale of goods	4,874	4,215	10,456	4,270	-	1,548	3,138	3,584	18,468	13,617
Services	3,769	3,491	21,124	12,626	-	-	-	-	24,893	16,117
Maintenance contract revenue	9,093	4,500	-	-	-	-	-	-	9,093	4,500
Rental of engines/aircraft	-	-	31	282	846	806	-	-	877	1,088
Interest on hire purchase agreements	116	128	-	-	76	149	-	-	192	277
Total	17,852	12,334	31,611	17,178	922	2,503	3,138	3,584	53,523	35,599
Timing of recognition										
Point in time	17,736	12,206	31,611	17,178	846	2,354	3,138	3,584	53,331	35,322
Over-time	116	128	-	-	76	149	-	-	192	277
Total	17,852	12,334	31,611	17,178	922	2,503	3,138	3,584	53,523	35,599
Other revenue ¹	6	756	1,961	2,049	3	3	122	215	2,092	3,023
External revenue as reported in Note 6	17,858	13,090	33,572	19,227	925	2,506	3,260	3,799	55,615	38,622

¹ Other revenue for 2021 includes \$1,766,000 (2020: \$1,848,000) of Paycheck Protection Program loans forgiven in the US businesses and \$115,000 of Job Saver payments in IAP. The Australian businesses received no Job Keeper payments in 2021 (2020: \$947,000).

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

3. Borrowings

	Dec 2021	June 2021
	\$'000	\$'000
Current		
Secured		
Bank loans	1,503	3,297
Test cell loans	286	2,769
Inventory loan	2,043	1,940
Lease liabilities	2,028	2,284
	5,860	10,290
Non-Current		
Secured		
Bank loans	5,909	6,376
Test cell loans	2,001	2,080
Inventory loan	8,469	9,208
Lease liabilities	5,332	3,784
	21,711	21,448

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

4. Contributed Equity

Share Capital

127,203,057 ordinary shares fully paid

(30 June 2021: 127,203,057 ordinary shares fully paid)

Dec 2021	June 2021
\$'000	\$'000
82,156	82,156
82,156	82,156

Movements in ordinary share capital

Opening balance 1 January 2021

Shares cancelled through buy-back

Closing balance 30 June 2021

No of Shares	\$'000
127,885,404	82,628
(682,347)	(472)
127,203,057	82,156

Movements in ordinary share capital

Opening balance 1 July 2021

Share issues:

Shares cancelled:

Closing balance 31 December 2021

127,203,057	82,156
-	-
-	-
127,203,057	82,156

Options

As at balance date there are no outstanding options to purchase ordinary shares in the parent entity.

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

5. Earnings Per Share

	Dec 2021	Dec 2020
	cents	cents
Basic earnings per share	4.77	5.74
Diluted earnings per share	4.77	5.74
Weighted average number of shares used in calculating basic earnings per share	127,203,057	126,287,684
Effect of dilutive securities:		
• Options	-	-
Weighted average number of ordinary shares and potential ordinary shares used in calculating diluted earnings per share	127,203,057	126,287,684

6. Segment Information

a) Description of Segments

The Group has four reportable segments:

- PTB: Covering the operations of the holding company PTB Group Limited, specialising in PT6 and TPE331 Turboprop engines. The business repairs and sells PT6 and TPE331 engines, maintains related engines under contract, and trades in related engine and airframe parts.
- PT USA: This covers the operations of Prime Turbines LLC, Pacific Turbine USA, LLC, PTB USA Holdings, LLC and Pacific Turbine USA Pty Ltd specialising in PT6 and T53 turboprop engines. The businesses repair and sell PT6 and T53 engines, maintain related engines under contract, and trade in related engine parts.
- PT Leasing: Covers the operation of Pacific Turbine Leasing Pty Ltd. This business is an aircraft and engine owner and leases aircraft and engines to operators under both operating and finance leases.
- IAP: Covering the operations of IAP Group Australia Pty Ltd, trading in aircraft, jet aircraft engines, airframes and related parts.

b) Geographical Segments (Secondary Reporting)

The Group's management and operations are based in Brisbane and Sydney, Australia. The company also operates facilities in the USA in Florida, Arizona, Texas and Pennsylvania. Its customers, however, are located in six main geographical markets – Australia/PNG/New Zealand, Pacific Islands, America, Asia, Africa and Europe.

Segment assets include rental engines and aircraft which are attributed either to the geographic market in which the customer who rents the engine or aircraft at year-end is based or, for non-rented engines and aircraft, where they are physically located.

The following tables outline the distribution of the Group's sales, EBITDA, assets and liabilities by those geographical markets by business segment.

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

6. Segment Information (continued)

Half year 31 December 2021	Australia PNG & NZ \$'000	Pacific \$'000	America North & South \$'000	Asia \$'000	Africa \$'000	Europe \$'000	Unallocated \$'000	Total \$'000
i) Revenue								
PTB								
Total Segment Revenue	9,827	2,146	1,134	10,063	428	86	-	23,684
Inter-segment Revenue	(5,012)	-	(814)	-	-	-	-	(5,826)
Revenue from External customers	4,815	2,146	320	10,063	428	86	-	17,858
PT USA								
Total Segment Revenue	9,863	12	36,928	75	728	2,443	-	50,049
Inter-segment Revenue	(9,855)	-	(6,622)	-	-	-	-	(16,477)
Revenue from External customers	8	12	30,306	75	728	2,443	-	33,572
PT Leasing								
Total Segment Revenue	1,255	71	-	67	-	-	-	1,393
Inter-segment Revenue	(468)	-	-	-	-	-	-	(468)
Revenue from External customers	787	71	-	67	-	-	-	925
IAP								
Total Segment Revenue	816	36	2,337	137	-	106	-	3,432
Inter-segment Revenue	(172)	-	-	-	-	-	-	(172)
Revenue from external customers	644	36	2,337	137	-	106	-	3,260
Unallocated								
Total Unallocated Revenue	-	-	-	-	-	-	-	-
Total Revenue from External Customers	6,254	2,265	32,963	10,342	1,156	2,635	-	55,615
ii) Adjusted EBITDA								
PTB	712	319	48	1,496	64	13	-	2,652
PT USA	1	3	5,347	14	124	533	-	6,022
PT Leasing	639	51	-	48	-	-	-	738
IAP	199	9	590	35	-	27	-	860
Unallocated	-	-	-	-	-	-	-	-
Adjusted EBITDA	1,551	382	5,985	1,593	188	573	-	10,272
iii) Segment Disclosure Items								
Depreciation & Amortisation								
PTB	212	-	-	-	-	-	-	212
PT USA	-	-	1,352	-	-	-	-	1,352
PT Leasing	442	13	-	18	-	-	-	473
IAP	114	-	-	-	-	-	-	114
Total	768	13	1,352	18	-	-	-	2,151
(Gain)/Loss on Foreign Currency								
PTB	-	2	1	9	-	-	-	12
PT USA	-	-	-	-	-	-	-	-
PT Leasing	-	(7)	-	(6)	-	-	-	(13)
IAP	-	(2)	(131)	(8)	-	(6)	-	(147)
Total	-	(7)	(130)	(5)	-	(6)	-	(148)

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

6. Segment Information (continued)

31 December 2021	Australia PNG & NZ \$'000	Pacific \$'000	America North & South \$'000	Asia \$'000	Africa \$'000	Europe \$'000	Unallocated \$'000	Total \$'000
Total Segment Assets								
PTB	42,436	4,961	1,327	8,281	-	2	-	57,007
PT USA	-	-	62,993	24	13	93	-	63,123
PT Leasing	8,716	185	-	1,428	228	-	-	10,557
IAP	15,070	35	342	632	4	4	-	16,087
Unallocated	-	-	-	-	-	-	-	-
Total	66,222	5,181	64,662	10,365	245	99	-	146,774
Total Assets includes:								
Non-current Assets (other than financial assets and deferred tax)								
PTB	9,121	1,296	-	3,311	-	-	-	13,728
PT USA	-	-	16,183	-	-	-	-	16,183
PT Leasing	7,417	90	-	766	228	-	-	8,501
IAP	8,350	-	-	-	-	-	-	8,350
Total	24,888	1,386	16,183	4,077	228	-	-	46,762
Total Segment Liabilities								
PTB	3,081	336	832	568	-	296	(38,142)	(33,028)
PT USA	2	1,812	8,784	4	126	80	33,175	43,983
PT Leasing	666	-	20	8	-	-	1,436	2,130
IAP	506	-	304	162	-	34	3,531	4,537
Total	4,255	2,148	9,940	743	126	410	-	17,622

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

6. Segment Information (continued)

31 December 2020	Australia PNG & NZ \$'000	Pacific \$'000	America North & South \$'000	Asia \$'000	Africa \$'000	Europe \$'000	Unallocated \$'000	Total \$'000
i) Revenue								
PTB								
Total Segment Revenue	7,142	2,057	1,754	4,716	1	65	-	15,735
Inter-segment Revenue	(1,864)	-	(781)	-	-	-	-	(2,645)
Revenue from External customers	5,278	2,057	973	4,716	1	65	-	13,090
PT USA								
Total Segment Revenue	7,444	214	21,959	28	606	381	-	30,632
Inter-segment Revenue	(7,444)	-	(3,961)	-	-	-	-	(11,405)
Revenue from External customers	-	214	17,998	28	606	381	-	19,227
PT Leasing								
Total Segment Revenue	1,437	10	-	1,655	(12)	-	-	3,090
Inter-segment Revenue	(584)	-	-	-	-	-	-	(584)
Revenue from External customers	853	10	-	1,655	(12)	-	-	2,506
IAP								
Total Segment Revenue	904	29	2,076	661	64	65	-	3,799
Inter-segment Revenue	-	-	-	-	-	-	-	-
Revenue from external customers	904	29	2,076	661	64	65	-	3,799
Unallocated								
Total Unallocated Revenue	-	-	-	-	-	-	-	-
Total Revenue from External Customers	7,035	2,310	21,047	7,060	659	511	-	38,622
ii) Adjusted EBITDA								
PTB	732	324	153	744	-	10	-	1,963
PT USA	-	50	2,708	5	143	86	-	2,992
PT Leasing	574	5	-	903	(7)	-	-	1,475
IAP	1,602	56	3,959	1,261	122	123	-	7,123
Unallocated	-	-	-	-	-	-	-	-
Adjusted EBITDA	2,908	435	6,820	2,913	258	219	-	13,553
iii) Segment Disclosure Items								
Depreciation & Amortisation								
PTB	219	-	-	-	-	-	-	219
PT USA	-	-	1,475	-	-	-	-	1,475
PT Leasing	470	3	-	-	-	-	-	473
IAP	27	-	-	-	-	-	-	27
Total	716	3	1,475	-	-	-	-	2,194
(Gain)/Loss on Foreign Currency								
PTB	-	(39)	(18)	(90)	-	(1)	-	(148)
PT USA	-	-	-	-	-	-	-	-
PT Leasing	-	1	-	212	(1)	-	-	212
IAP	-	(4)	(280)	(89)	(9)	(9)	-	(391)
Total	-	(42)	(298)	33	(10)	(10)	-	(327)

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

6. Segment Information (continued)

31 December 2020	Australia PNG & NZ \$'000	Pacific \$'000	America North & South \$'000	Asia \$'000	Africa \$'000	Europe \$'000	Unallocated \$'000	Total \$'000
Total Segment Assets								
PTB	33,642	4,038	1,025	16,038	1	25	38,318	93,087
PT USA	-	35	52,975	(3)	563	(66)	(36,743)	16,761
PT Leasing	9,888	320	-	1,482	228	-	1,321	13,239
IAP	20,981	22	549	969	-	7	(2,896)	19,632
Unallocated	-	-	-	-	-	-	-	-
Total	64,151	4,415	54,549	18,486	792	(34)	-	142,719
Total Assets includes:								
Non-current Assets (other than financial assets and deferred tax)								
PTB	9,706	98	-	6,460	-	-	38,318	54,582
PT USA	-	-	19,877	-	-	-	(36,743)	(16,866)
PT Leasing	6,760	317	-	793	228	-	1,321	9,419
IAP	6,812	-	-	-	-	-	(2,896)	3,916
Total	23,276	415	19,877	7,253	228	-	-	51,051
Total Segment Liabilities								
PTB	2,295	1,136	676	634	-	17	-	4,758
PT USA	14	1,809	5,554	2	-	27	-	7,406
PT Leasing	889	-	-	1	8	-	-	898
IAP	1,179	-	107	40	-	26	-	1,352
Total	4,377	2,945	6,337	677	8	70	-	14,414

Other segment information

(i) Segment revenue

Sales between segments are carried out at cost and are eliminated on consolidation. The revenue from external parties reported to the Board is measured in a manner consistent with that in the statement of profit or loss and other comprehensive income.

Revenues from external customers of PTB and PT USA are derived from repairing, selling and maintaining PT6 and TPE331 turbo prop aircraft engines under contract and trading in related engine and airframe parts. For IAP, revenue is derived from trading in aircraft, aircraft engines, airframes and related parts. PT Leasing's revenue is from operating and finance leases for aircraft and aircraft engines.

A breakdown of revenue and results for the half year is provided in the preceding tables.

	Dec 2021 \$'000	Dec 2020 \$'000
Total Segment revenue	78,366	52,979
Intersegment eliminations	(22,943)	(14,634)
Interest revenue	192	277
Total revenue from continuing operations (note 2)	55,615	38,622

The Group is primarily domiciled in Australia. The amount of its revenue from external customers in Australia is \$6.254 million (Dec 2020: \$7.035 million) and the total revenue from external customers in other countries is \$49.361 million (Dec 2020: \$31.587 million). Segment revenues are allocated based on the country in which the customer is located.

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

6. Segment Information (continued)

(ii) Adjusted EBITDA

This measurement basis excludes the effects of non-recurring expenditure from the operating segments such as gains / (losses) on foreign currency movements, impairments of aircraft, inventory and extended credit receivables. Interest income and interest income on long term HP receivables is allocated to segments whereas finance costs and depreciation and amortisation expenses are not allocated to segments.

A reconciliation of adjusted EBITDA to operating profit before income tax for the half year is provided as follows:

	Dec 2021 \$'000	Dec 2020 \$'000
Adjusted EBITDA	10,272	13,553
Gain/(loss) on foreign Currency	148	(327)
Depreciation and amortisation	(2,151)	(2,194)
Finance Costs	(722)	(788)
Profit / (loss) before income tax from continuing operations	7,547	10,244

(iii) Segment assets

The amounts provided to the Board with respect to total assets are measured in a manner consistent with that of the financial statements. These assets are allocated based on the operations of the segment and the physical location of the asset.

Reportable segments' assets are reconciled to total assets as follows:

	Dec 2021 \$'000	June 2021 \$'000
Segment Assets	146,774	146,507
Unallocated:		
Deferred tax assets	3,208	2,888
Total assets as per the statement of financial position	149,982	149,395

The total of non-current assets other than financial instruments and deferred tax assets located in Australia is \$24.888 million (June 2021: \$18.815 million), and the total of these non-current assets located in other countries is \$21.874 million (June 2021: \$28.195 million). Segment assets are allocated to countries based on where the assets are located.

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

6. Segment Information (continued)

(iv) Segment liabilities

The amounts provided to the board with respect to total liabilities are measured in a manner consistent with that of the financial statements. These liabilities are allocated based on the operations of the segment.

The Group's borrowings and derivative financial instruments are not considered to be segment liabilities but rather managed by the treasury function. Reportable segments' liabilities are reconciled to total liabilities as follows:

	Dec 2021 \$'000	June 2021 \$'000
Segment Liabilities	17,622	14,765
Unallocated:		
Current tax liabilities	4,825	3,580
Deferred tax liabilities	5,325	5,571
Derivative financial liabilities	49	93
Current borrowings	5,860	10,290
Non-current borrowings	21,711	21,448
Total liabilities as per the statement of financial position	55,392	55,747

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

7. Property, Plant and Equipment

	Land & Buildings		Leasehold Improvements		Plant & Equipment		Rental Engines/ Aircraft		Assets Under Construction	Total
	Owned	Under Lease	Owned	Under Lease	Owned	Under Lease	Owned	Under Lease	Owned	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Period end 31 December 2020										
Opening net book value	6,502	3,764	371	-	10,756	-	7,020	109	-	28,522
Additions	-	-	-	-	62	-	678	-	78	818
Transfers ¹	-	-	-	-	-	-	3,082	-	-	3,082
Disposals	(3,526)	-	-	-	(32)	-	-	-	-	(3,558)
Depreciation/ amortisation	(62)	(540)	(12)	-	(916)	-	(639)	(25)	-	(2,194)
FX translation	-	(369)	(39)	-	(669)	-	11	-	-	(1,066)
Closing net book value	2,914	2,855	320	-	9,201	-	10,152	84	78	25,604
At 31 December 2020										
Cost	3,705	3,744	340	-	12,387	-	17,343	263	78	37,860
Accumulated depreciation	(791)	(889)	(20)	-	(3,186)	-	(7,191)	(179)	-	(12,256)
Net book value	2,914	2,855	320	-	9,201	-	10,152	84	78	25,604
Period end 31 December 2021										
Opening net book value	-	4,147	627	-	8,851	-	10,693	84	11	24,413
Additions	-	1,922	25	-	2,327	-	696	-	67	5,037
Transfers ¹	-	-	479	-	31	-	(2,815)	-	(27)	(2,332)
Disposals	-	-	-	-	-	-	-	-	-	-
Depreciation/ amortisation	-	(661)	(41)	-	(976)	-	(473)	-	-	(2,151)
FX translation	-	72	9	-	172	-	45	-	1	299
Closing net book value	-	5,480	1,099	-	10,405	-	8,146	84	52	25,266
At 31 December 2021										
Cost	-	7,678	1,428	-	15,024	-	15,875	263	52	40,320
Accumulated depreciation	-	(2,198)	(329)	-	(4,619)	-	(7,729)	(179)	-	(15,054)
Net book value	-	5,480	1,099	-	10,405	-	8,146	84	52	25,266

¹ Represents transfer of engine cores and aircraft frames (to)/from inventory.

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

NOTES TO THE CONSOLIDATED FINANCIAL REPORT (Continued)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

8. Dividends

Dividends paid are as follows:

Financial Year	Nature	Date paid/Proposed to be paid	Amount per security Cents	Franked amount per security at 30% tax
30-Jun-21	Final	Paid 29 October 2021	5.0 cents	Fully Franked
30-Jun-20	Final	Paid 30 October 2020	2.5 cents	Fully Franked
30-Jun-20	Interim	Paid 2 March 2020	2.5 cents	Fully Franked

No dividends have been declared or paid for the current financial year as at 31 December 2021. A full year dividend is expected to be announced in line with the release of the full year results in August 2022.

9. Events after the Balance Date

There are no matters or circumstances that have arisen since the end of the interim reporting period which have significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future years.

PTB GROUP LIMITED AND ITS CONTROLLED ENTITIES

DIRECTORS' DECLARATION

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

In the opinion of the directors:

(a) the attached financial report and notes are in accordance with the Corporations Act 2001, including:

(i) complying with Accounting Standard AASB134 Interim Financial Reporting; and

(ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its performance for the half year ended on that date; and

(b) there are reasonable grounds to believe that PTB Group 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 Board of Directors.



Stephen Smith
Managing Director

Brisbane
23 February 2022

Independent Auditor's Review Report

To the members of PTB Group Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of PTB Group Ltd which comprises the statement of financial position as at 31 December 2021, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of PTB Group Ltd does not comply with the Corporations Act 2001 including:

(a) giving a true and fair view of the Group's financial position as at 31 December 2021 and of its performance for the half-year ended on that date; and

(b) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

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 the Code.

We confirm that the independence declaration required by the Corporations Act 2001 which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the Directors for the Financial Report

The directors of the Group 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 and for 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 Responsibility for the Review of the 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 is not in accordance with the Corporations Act 2001 including giving a true and fair view of the Company's financial position as at 31 December 2021 and its performance for the half-year ended on that date, and complying with 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.



HALL CHADWICK QLD

Clive Massingham
Hall Chadwick QLD
Chartered Accountants

Signed this 23rd day of February 2022