

Appendix 4E

Preliminary Final Report

Ricegrowers Limited (ASX – SGLLV)

ABN:
55 007 481 156

Financial Year Ended:
30 April 2022

Lodgment Date:
23 June 2022

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 2022 and any public announcements made by Ricegrowers Limited (“SunRice” or ‘Group’) during the year ended 30 April 2022 and up to the date of this report, 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 2022 (FY2022 or CY21) and the previous corresponding period is the year ended 30 April 2021 (FY2021 or CY20). The information in this report is based on accounts which have been audited.

Results for Announcement to the Market

Consolidated Group	2022 \$'000	2021 \$'000	Change \$'000	Change %	Up/Down
Revenue from ordinary activities	1,334,393	1,026,219	308,174	30.0	Up
Profit after tax	48,727	18,283	30,444	166.5	Up
Profit after tax attributable to B Class shareholders	47,553	20,767	26,786	129.0	Up

Dividends

	Current period	Previous corresponding period
Franking rate applicable:	100%	100%
Special dividend		
Amount per security	5.0 cents	n/a
Franked amount per security	5.0 cents	n/a
Final dividend		
Amount per security	25.0 cents	33.0 cents
Franked amount per security	25.0 cents	33.0 cents
Interim dividend (declared 16 December 2021)		
Amount per security	10.0 cents	n/a
Franked amount per security	10.0 cents	n/a

Date the final and special dividends are payable:	29 July 2022
Record date to determine entitlements to the final and special dividends	29 June 2022
Have the final and special dividends 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	6.77	6.62
Basic earnings per B Class Share (cents)	77.2	34.6
Diluted earnings per B Class Share (cents)	77.0	34.6

Commentary on results for the period

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

- The increase in Riverina rice production, which allowed the Australian Rice Pool Business to absorb its share of overhead costs after two years of losses hampering Group profitability and which in turn improved the cost base of the Rice Food segment.
- Accretive full-year contribution of the KJ&Co Brands business, acquired in FY2021, by the Riviana Foods segment. This transformative acquisition drove a material uplift in revenue and profitability for Riviana Foods which, when combined with other existing brands, is now providing SunRice with a significant source of consistent earnings which is decoupled from the Australian agricultural cycle.
- The Group's international sourcing expertise, which allowed demand of more than 1.1 million paddy tonnes to continue to be met at different price points through our multi-origin supply capability that covered 11 countries in FY2022.
- Continued cost containment discipline and volume growth, which supported improved profitability in key Pacific markets.
- Market share gains in microwave products, supported by organic initiatives such as the re-launch of the "Our Best Yet" microwave rice pouch range, underpinned by investment in manufacturing capability and in-house innovation.
- Management of challenges including the impacts of COVID-19; uneven recovery across markets and the food service sector; and unprecedented escalation in freight and other manufacturing input costs, as well as supply chain complexity, absenteeism and labour shortages.
- Hampered performance of the CopRice segment, due to challenging operational conditions and market contraction driven by favourable pasture conditions in eastern Australia.

Further details of the FY2022 financial position, performance and cash flows are set out in the 2022 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 2021: 30.44%)

Controlled entities

On 31 January 2022, the SunRice Group's division, CopRice, completed the acquisition of 100% of the shares in Pryde's Tuckerbag Pty Ltd, Pryde's Easifeed Pty Ltd and Pryde's Easifeed NZ Ltd (collectively referred to as Pryde's Easifeed).

On 28 April 2022, SunRice Fund Limited, a wholly owned dormant subsidiary of Ricegrowers Limited was voluntarily deregistered.

There have been no other changes in controlled entities in the year ended 30 April 2022.

Other information required

Please refer to the attached 2022 Annual Report including the full year statutory accounts for the year ended 30 April 2022 for other information required.

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 rice growers who meet the production quotas prescribed by the SunRice Constitution. No person may hold more than five 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 generally have the right to vote at general meetings of SunRice. This means that 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 investors.sunrice.com.au.