



Coast Entertainment Holdings Limited

Interim Financial Report for the period 26 June 2024 to 24 December 2024

Interim Financial Report

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Directors' report

The Directors of Coast Entertainment Holdings Limited (Company) present their report together with the consolidated interim financial report of the Company and its controlled entities (collectively, the Group) for the period from 26 June 2024 to 24 December 2024.

Coast Entertainment Holdings Limited is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are Suite 601, Level 6, 83 Mount Street, North Sydney NSW 2060.

1. Directors

The following persons have held office as Directors of the Company during the period and up to the date of this report unless otherwise stated:

Gary Weiss AM;
David Haslingden;
Randy Garfield;
Erin Wallace;
Jemma Elder (appointed 1 October 2024); and
Brad Richmond (resigned 6 November 2024).

2. Principal activities

The Group's principal activity is to invest in and operate leisure and entertainment businesses. There have been no significant changes in the nature of the activities of the Group during the period.

3. Capital management and dividends

On 24 August 2023, the Directors resolved that the Company would undertake an on-market share buy-back of up to 10% of issued capital over a 12-month period. This buyback was completed on 30 August 2024, with a total of 47.971 million shares bought back at a cost of \$22.647 million.

On 6 November 2024, the Directors resolved that the Company would undertake a further on-market share buy-back of up to 10% of issued capital over a 12-month period. This share buyback commenced on 27 November 2024. As at 24 December 2024, the Group had purchased 3.571 million shares at a cost of \$1.600 million, representing 8.3% of the maximum shares which may be bought back under the program.

No interim dividend has been paid or declared for the half year ended 24 December 2024 (26 December 2023: nil).

4. Review and results of operations

Overview

The Group's strategy is to focus primarily on leisure and entertainment segments within its geographical areas of operation. During the period, this comprised exclusively its Theme Parks & Attractions business in Australia.

Funding arrangements

On 19 December 2024, the Group secured a new bank borrowing facility totalling \$10.000 million, with a one-year term. This facility has been put in place to provide additional liquidity headroom and funding flexibility for the Group as it continues to grow performance back to historical earnings levels. The facility is secured by a general security agreement and a cross-guarantee provided by the Group's entities. As at 24 December 2024, the borrowing facility remains fully undrawn.

Directors' report

4. Review and results of operations (continued)

Group results

The performance of the Group, as represented by the aggregated results of its operations for the period from 26 June 2024 to 24 December 2024 (182 days), was as follows:

26 June 2024 to 24 December 2024	Theme Parks & Attractions \$'000	Corporate \$'000	Continuing Operations \$'000	Discontinued Operations Main Event \$'000	Total \$'000
Segment revenue	47,737	-	47,737	-	47,737
Operating EBITDA	9,222	(2,178)	7,044	-	7,044
Gain on disposal of Main Event business	-	-	-	1	1
Segment EBITDA	9,222	(2,178)	7,044	1	7,045
Depreciation and amortisation	(5,869)	-	(5,869)	-	(5,869)
Amortisation of lease assets	(138)	(43)	(181)	-	(181)
Segment EBIT	3,215	(2,221)	994	1	995
Lease liability interest expense			(35)	-	(35)
Interest income			1,650	-	1,650
Profit before tax			2,609	1	2,610
Income tax benefit			534	-	534
Net profit after tax			3,143	1	3,144
The segment EBITDA above has been impacted by the following specific items:					
Insurance income in relation to FY24 storm damage and business interruption	5,369	-	5,369	-	5,369
FY24 storm related expenses	(347)	-	(347)	-	(347)
Gain on disposal of Main Event business	-	-	-	1	1
Restructuring and other non-recurring items	(4)	(18)	(22)	-	(22)
Non-cash LTI valuation expenses	(101)	(44)	(145)	-	(145)
Unrealised derivative gains	-	131	131	-	131
Lease payments no longer recognised in EBITDA under AASB 16 <i>Leases</i>	162	44	206	-	206
Net loss on disposal of assets	(2)	-	(2)	-	(2)
	5,077	113	5,190	1	5,191
The net profit after tax above has also been impacted by the following specific items:					
Lease asset amortisation and lease interest expense recognised under AASB 16 <i>Leases</i>	(172)	(44)	(216)	-	(216)
Tax impact of specific items listed above	(1,472)	(21)	(1,493)	-	(1,493)
Tax losses for which deferred tax asset not recognised	(866)	635	(231)	-	(231)
Utilisation of tax deductible temporary differences for which DTA not previously recognised	932	121	1,053	-	1,053
	(1,578)	691	(887)	-	(887)

Directors' report

4. Review and results of operations (continued)

Group results (continued)

The performance of the Group, as represented by the aggregated results of its operations for the period from 28 June 2023 to 26 December 2023 (182 days), was as follows:

28 June 2023 to 26 December 2023	Theme Parks & Attractions \$'000	Corporate \$'000	Continuing Operations \$'000	Discontinued Operations Main Event \$'000	Total \$'000
Segment revenue	43,536	-	43,536	-	43,536
Operating EBITDA	(1,696)	(3,474)	(5,170)	-	(5,170)
Gain on disposal of Main Event business	-	-	-	12,612	12,612
Segment EBITDA	(1,696)	(3,474)	(5,170)	12,612	7,442
Depreciation and amortisation	(4,416)	(11)	(4,427)	-	(4,427)
Amortisation of lease assets	(139)	(41)	(180)	-	(180)
Segment EBIT	(6,251)	(3,526)	(9,777)	12,612	2,835
Lease liability interest expense			(31)	-	(31)
Interest income			2,827	-	2,827
Profit before tax			(6,981)	12,612	5,631
Income tax expense			(808)	-	(808)
Net profit after tax			(7,789)	12,612	4,823
The segment EBITDA above has been impacted by the following specific items:					
Shareholder class action costs, net of insurance recoveries	(3,718)	-	(3,718)	-	(3,718)
Gain on disposal of Main Event business	-	-	-	12,612	12,612
Restructuring and other non-recurring items	(213)	(130)	(343)	-	(343)
Non-cash LTI valuation expenses	(255)	(153)	(408)	-	(408)
Unrealised derivative losses	-	(225)	(225)	-	(225)
Lease payments no longer recognised in EBITDA under AASB 16 <i>Leases</i>	129	42	171	-	171
Net loss on disposal of assets	(698)	-	(698)	-	(698)
	(4,755)	(466)	(5,221)	12,612	7,391
The net profit after tax above has also been impacted by the following specific items:					
Lease asset amortisation and lease interest expense recognised under AASB 16 <i>Leases</i>	(169)	(42)	(211)	-	(211)
Tax impact of specific items listed above	1,477	152	1,629	-	1,629
Tax losses for which deferred tax asset not recognised	(834)	(2,362)	(3,196)	-	(3,196)
Utilisation of tax deductible temporary differences for which DTA not previously recognised	396	-	396	-	396
	870	(2,252)	(1,382)	-	(1,382)

The Group reported a consolidated net profit of \$3.144 million for the half year ended 24 December 2024, compared to \$4.823 million in the prior period, which included a \$12.612 million gain relating to the sale of the Main Event business. Net profit from continuing operations improved by \$10.932 million compared to the prior corresponding period and marks the first time that the continuing business has achieved a profit after tax since FY16.

Directors' report

4. Review and results of operations (continued)

Group results (continued)

The improved performance of the continuing businesses was driven by:

- A \$4.201 million (or 9.6%) increase in revenue to \$47.737 million for the period, underpinned by a 10.8% increase in visitation and driven by increased promotional activity, including a highly successful Black Friday campaign. This represents the highest first half revenue for the continuing business since 1H16 and demonstrates the resilience of the business in a challenging economic environment, which has been characterised by ongoing cost-of-living pressures and tempered discretionary spending;
- A \$10.918 million increase in EBITDA for the Theme Parks & Attractions business, driven by revenue growth in the period as well as a number of non-recurring Specific Items including the following notable items:
 - Insurance income of \$3.049 million related to property damage and \$2.321 million related to business interruption associated with the two severe storms which impacted Southeast Queensland on Christmas Day and New Year's Day last year;
 - A \$0.698 million loss on disposal of assets in the prior period, related to the Christmas Day storm and \$0.347 million of storm related expenses incurred during the current period; and
 - \$3.718 million of shareholder class action costs (net of insurance recoveries) incurred in the prior period;
- A \$1.296 million reduction in corporate costs, primarily from savings in insurance costs and a decrease in audit fees; and
- A \$0.534 million income tax benefit, compared to a \$0.808 million income tax expenses in the prior period predominantly due to utilisation of \$1.053 million of deductible temporary differences for which a deferred tax asset was not previously recognised;

Partially offset by:

- A \$1.442 million increase in depreciation and amortisation expenses, reflecting the capital investments in new rides and attractions over the last 12 months; and
- A \$1.177 million decrease in interest income, due to lower cash balances and a slight decline in deposit rates.

Additionally, the Group is pleased to report the successful opening of the highly anticipated Rivertown precinct, along with the new Jane's Rivertown Restaurant, on 23 December 2024. This new precinct will play a crucial role in driving attendance and enhancing the overall guest experience. It features Dreamworld's most thematic attractions ever built and is designed to offer intergenerational experiences, with rides that are exciting for the entire family. The response from guests has been overwhelmingly positive, and the Group anticipates realising further economic benefits from these new attractions from the second half of FY25 onwards.

5. Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 6.

6. Rounding of amounts to the nearest thousand dollars

The amounts contained in this report and in the financial report have been rounded to the nearest thousand dollars (unless otherwise stated) under the option available to the Company under ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191. The Company is an entity to which the legislative instrument applies.

This report is made in accordance with a resolution of the Boards of Directors of Coast Entertainment Holdings Limited.



Gary Weiss AM
Chairman



David Haslingden
Director

Sydney
20 February 2025

Auditor's Independence Declaration



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DECLARATION OF INDEPENDENCE BY T R MANN TO THE DIRECTORS OF COAST ENTERTAINMENT HOLDINGS LIMITED

As lead auditor for the review of Coast Entertainment Holdings Limited for the half-year ended 24 December 2024, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review
2. No contraventions of any applicable code of professional conduct in relation to the review

This declaration is in respect of Coast Entertainment Holdings Limited and the entities it controlled during the period.

A handwritten signature in black ink, appearing to read 'T R Mann', written in a cursive style.

T R Mann
Director

BDO Audit Pty Ltd

Brisbane, 20 February 2025

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Income Statement for the half year ended 24 December 2024

	Note	December 2024 \$'000	December 2023 \$'000
Income			
Revenue from operating activities	3	47,737	43,536
Net gain from derivative financial instruments		131	-
Interest income		1,650	2,827
Other income	4	5,369	22,192
Total income		54,887	68,555
Expenses			
Change in inventories		7,950	7,222
Salary and employee benefits		24,381	22,300
Finance costs	5	36	31
Insurance costs		2,204	2,915
Property expenses		450	412
Depreciation and amortisation		6,050	4,607
Loss on disposal of assets		2	698
Advertising and promotions		3,125	3,502
Repairs and maintenance		3,696	3,120
Shareholder class action costs		-	25,910
Net loss from derivative financial instruments		-	225
Other expenses		4,384	4,594
Total expenses		52,278	75,536
Profit/(loss) before tax		2,609	(6,981)
Income tax benefit/(expense)	6	534	(808)
Profit/(loss) from continuing operations		3,143	(7,789)
Profit from discontinued operations	17(b)	1	12,612
Profit for the half year		3,144	4,823
Attributable to:			
Ordinary shareholders		3,144	4,823

The above Income Statement should be read in conjunction with the accompanying notes.

Total basic earnings per share (cents)	7	0.72	1.01
Total diluted earnings per share (cents)	7	0.72	1.01
Basic earnings/(losses) per share (cents) from continuing operations	7	0.72	(1.64)
Diluted earnings/(losses) per share (cents) from continuing operations	7	0.72	(1.62)

Statement of Comprehensive Income for the half year ended 24 December 2024

	Note	December 2024 \$'000	December 2023 \$'000
Profit for the half year		3,144	4,823
Other comprehensive income for the half year, net of tax		-	-
Total comprehensive income for the half year, net of tax		3,144	4,823
Attributable to:			
Ordinary shareholders		3,144	4,823
Total comprehensive income for the half year, net of tax		3,144	4,823
Total comprehensive income for the year, net of tax attributable to shareholders arises from:			
Continuing operations		3,143	(7,789)
Discontinued operations	17(b)	1	12,612
Total comprehensive income for the half year, net of tax		3,144	4,823

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Balance Sheet

as at 24 December 2024

	Note	December 2024 \$'000	June 2024 \$'000
Current assets			
Cash and cash equivalents		59,894	27,195
Other financial assets		-	62,000
Receivables		2,881	923
Inventories		5,092	4,145
Other		5,261	3,081
Total current assets		73,128	97,344
Non-current assets			
Property, plant and equipment	9	189,150	166,913
Right-of-use assets	15	800	945
Livestock		100	100
Intangible assets	10	2,120	1,995
Deferred tax assets		4,255	3,721
Total non-current assets		196,425	173,674
Total assets		269,553	271,018
Current liabilities			
Payables		29,137	27,500
Derivative financial instruments	16	110	217
Interest bearing liabilities	14	309	331
Provisions		2,222	1,977
Total current liabilities		31,778	30,025
Non-current liabilities			
Payables		160	225
Derivative financial instruments	16	-	24
Interest bearing liabilities	14	542	658
Provisions		456	436
Total non-current liabilities		1,158	1,343
Total liabilities		32,936	31,368
Net assets		236,617	239,650
Equity			
Contributed equity	11	531,877	538,102
Reserves	12	(101,796)	(101,844)
Accumulated losses	13	(193,464)	(196,608)
Total equity		236,617	239,650

The above Balance Sheet should be read in conjunction with the accompanying notes.

Statement of Changes in Equity for the half year ended 24 December 2024

	Note	Contributed equity \$'000	Reserves \$'000	Accumulated losses \$'000	Total \$'000
Total equity at 27 June 2023		556,124	(102,320)	(199,225)	254,579
Profit for the half year	13	-	-	4,823	4,823
Total comprehensive income for the half year		-	-	4,823	4,823
<i>Transactions with owners in their capacity as owners:</i>					
Equity-based payments		-	126	-	126
On-market share buybacks		(8,879)	-	-	(8,879)
Total equity at 26 December 2023		547,245	(102,194)	(194,402)	250,649
Total equity at 25 June 2024		538,102	(101,844)	(196,608)	239,650
Profit for the half year	13	-	-	3,144	3,144
Total comprehensive income for the half year		-	-	3,144	3,144
<i>Transactions with owners in their capacity as owners:</i>					
Equity-based payments	12	-	48	-	48
On-market share buybacks	11	(6,225)	-	-	(6,225)
Total equity at 24 December 2024		531,877	(101,796)	(193,464)	236,617

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows

for the half year ended 24 December 2024

	Note	December 2024 \$'000	December 2023 \$'000
Operating activities			
Receipts from customers		53,790	51,053
Payments to suppliers and employees		(53,337)	(53,920)
Property expenses paid		(450)	(412)
Interest received		1,962	3,250
Insurance recoveries		3,885	192
Net cash flows from operating activities		5,850	163
Investing activities			
Payments for other financial assets		-	(70,000)
Proceeds from other financial assets		62,000	83,000
Payments for property, plant and equipment		(29,044)	(26,051)
Proceeds from the sale of plant and equipment		1	-
Payments for intangible assets		(525)	(89)
Payments for livestock		(6)	-
Proceeds from the sale of Main Event		795	-
Net cash flows from/(used in) investing activities		33,221	(13,140)
Financing activities			
Payment of principal portion of lease liabilities		(174)	(140)
Lease interest paid		(36)	(31)
On-market share buybacks	11	(6,225)	(8,879)
Net cash flows used in financing activities		(6,435)	(9,050)
Net increase/(decrease) in cash and cash equivalents		32,636	(22,027)
Cash and cash equivalents at the beginning of the half year		27,195	46,424
Effect of exchange rate changes on cash and cash equivalents		63	(2)
Cash and cash equivalents at the end of the half year		59,894	24,395

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

for the half year ended 24 December 2024

1. Basis of preparation

Coast Entertainment Holdings Limited is a limited company, incorporated and domiciled in Australia, whose shares are publicly traded on the Australian Securities Exchange.

This consolidated interim financial report represents the consolidated financial statements of the Company and its controlled entities (collectively, the Group) for the reporting period ended 24 December 2024 and has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This consolidated interim financial report does not include all notes of the type normally included in the annual financial report. Accordingly, this report is to be read in conjunction with the financial report of Coast Entertainment Holdings for the year ended 25 June 2024 and any public announcements made by the Group during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the consolidated interim financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 25 June 2024, except for the adoption of new standards effective as of 26 June 2024.

The new Australian accounting standards (AASs), interpretations and amendments which became effective for the reporting period commencing on 26 June 2024 are set out below:

- AASB 2022-5 *Amendments to AASs – Lease Liability in a Sale and Leaseback*;
- AASB 2020-1 *Amendments to AASs – Classification of Liabilities as Current or Non-current*;
- AASB 2022-6 *Amendments to AASs – Non-current Liabilities with Covenants*;
- AASB 2023-1 *Amendments to AASs – Disclosures of Supplier Finance Arrangements*.

The adoption of new and amended standards and interpretations has not resulted in a material change to the financial performance or position of the Company.

Historical cost convention

The interim financial statements have been prepared under the historical cost convention, as modified by the revaluation of investments held at fair value and derivative financial instruments held at fair value.

Critical accounting estimates

The preparation of financial statements in conformity with Australian Accounting Standards may require the use of certain critical accounting estimates and management to exercise its judgement in the process of applying the Group's accounting policies. Other than the estimation of the fair values of the Group's assets, which are derived on a consistent basis with that disclosed in the annual financial report of the Group for the year ended 25 June 2024, and assumptions related to deferred tax assets and liabilities, impairment testing of assets, determination of lease periods and incremental borrowing rates, no key assumptions concerning the future, or other estimation of uncertainty at the reporting date, have a significant risk of causing material adjustments to the financial statements in the next reporting period.

2. Segment information

Business segments

The Group is organised on a global basis into the following divisions by product and service type:

Theme Parks & Attractions

This segment comprises Dreamworld and WhiteWater World in Coomera, Queensland and the SkyPoint observation deck and climb in Surfers Paradise, Queensland.

Main Event

This segment was sold on 30 June 2022. At the time of sale, it operated solely in the United States of America and comprised 51 Main Event sites in Texas, Arizona, Georgia, Illinois, Kentucky, Missouri, New Mexico, Ohio, Oklahoma, Kansas, Florida, Tennessee, Maryland, Delaware, Colorado, Alabama and Louisiana.

Notes to the Financial Statements

for the half year ended 24 December 2024

2. Segment information (continued)

26 June 2024 to 24 December 2024	Theme Parks & Attractions	Corporate	Continuing Operations	Discontinued Operations Main Event	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Segment revenue	47,737	-	47,737	-	47,737
Operating EBITDA	9,222	(2,178)	7,044	-	7,044
Gain on disposal of Main Event business	-	-	-	1	1
Segment EBITDA	9,222	(2,178)	7,044	1	7,045
Depreciation and amortisation	(5,869)	-	(5,869)	-	(5,869)
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FY24 storm related expenses	(347)	-	(347)	-	(347)
Gain on disposal of Main Event business	-	-	-	1	1
Restructuring and other non-recurring items	(4)	(18)	(22)	-	(22)
Non-cash LTI valuation expenses	(101)	(44)	(145)	-	(145)
Unrealised derivative gains	-	131	131	-	131
Lease payments no longer recognised in EBITDA under AASB 16 Leases	162	44	206	-	206
Net loss on disposal of assets	(2)	-	(2)	-	(2)
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The net profit after tax above has also been impacted by the following specific items:					
Lease asset amortisation and lease interest expense recognised under AASB 16 Leases	(172)	(44)	(216)	-	(216)
Tax impact of specific items listed above	(1,472)	(21)	(1,493)	-	(1,493)
Tax losses for which deferred tax asset not recognised	(866)	635	(231)	-	(231)
Utilisation of tax deductible temporary differences for which DTA not previously recognised	932	121	1,053	-	1,053
	(1,578)	691	(887)	-	(887)
Total assets	214,130	55,423	269,553	-	269,553
Acquisitions of property, plant and equipment and intangible assets	28,227	-	28,227	-	28,227

Notes to the Financial Statements

for the half year ended 24 December 2024

2. Segment information (continued)

28 June 2023 to 26 December 2023	Theme Parks & Attractions	Corporate	Continuing	Discontinued Operations	Total
	\$'000	\$'000	Operations \$'000	Main Event \$'000	
Segment revenue	43,536	-	43,536	-	43,536
Operating EBITDA	(1,696)	(3,474)	(5,170)	-	(5,170)
Gain on disposal of Main Event business	-	-	-	12,612	12,612
Segment EBITDA	(1,696)	(3,474)	(5,170)	12,612	7,442
Depreciation and amortisation	(4,416)	(11)	(4,427)	-	(4,427)
Amortisation of lease assets	(139)	(41)	(180)	-	(180)
Segment EBIT	(6,251)	(3,526)	(9,777)	12,612	2,835
Lease liability interest expense			(31)	-	(31)
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Net profit after tax			(7,789)	12,612	4,823
The segment EBITDA above has been impacted by the following specific items:					
Shareholder class action costs, net of insurance recoveries	(3,718)	-	(3,718)	-	(3,718)
Gain on disposal of Main Event business	-	-	-	12,612	12,612
Restructuring and other non-recurring items	(213)	(130)	(343)	-	(343)
Non-cash LTI valuation expenses	(255)	(153)	(408)	-	(408)
Unrealised derivative losses	-	(225)	(225)	-	(225)
Lease payments no longer recognised in EBITDA under AASB 16 <i>Leases</i>	129	42	171	-	171
Net loss on disposal of assets	(698)	-	(698)	-	(698)
	(4,755)	(466)	(5,221)	12,612	7,391
The net profit after tax above has also been impacted by the following specific items:					
Lease asset amortisation and lease interest expense recognised under AASB 16 <i>Leases</i>	(169)	(42)	(211)	-	(211)
Tax impact of specific items listed above	1,477	152	1,629	-	1,629
Tax losses for which deferred tax asset not recognised	(834)	(2,362)	(3,196)	-	(3,196)
Utilisation of tax deductible temporary differences for which DTA not previously recognised	396	-	396	-	396
	870	(2,252)	(1,382)	-	(1,382)
Total assets	166,185	138,995	305,180	-	305,180
Acquisitions of property, plant and equipment and intangible assets	22,612	-	22,612	-	22,612

Notes to the Financial Statements

for the half year ended 24 December 2024

3. Revenue from operating activities

Revenue by type	December 2024 \$'000	December 2023 \$'000
Revenue from services	28,399	26,452
Revenue from sale of goods	18,465	16,413
Other revenue	873	671
Revenue from operating activities	47,737	43,536

Revenue by geographical market	December 2024 \$'000	December 2023 \$'000
Australia	47,737	43,536
	47,737	43,536

Timing of revenue recognition	December 2024 \$'000	December 2023 \$'000
Goods and services transferred at a point in time	35,863	33,739
Services transferred over time	11,874	9,797
	47,737	43,536

4. Other income

	December 2024 \$'000	December 2023 \$'000
Shareholder class action insurance recoveries	-	22,192
Insurance income in relation to FY24 storm damage and business interruption	5,369	-
Total other income	5,369	22,192

5. Finance costs

	Note	December 2024 \$'000	December 2023 \$'000
Interest on leases	15(a)	36	31
		36	31

6. Taxation

(a) Income tax (benefit)/expense

	December 2024 \$'000	December 2023 \$'000
Current tax	604	(2)
Deferred tax	(674)	808
(Over)/under provided in prior year	(464)	2
	(534)	808
Income tax (benefit)/expense is attributable to:		
Profit/(loss) from continuing operations	(534)	808
	(534)	808

Notes to the Financial Statements for the half year ended 24 December 2024

6. Taxation (continued)

(b) Numerical reconciliation of prima facie tax expense to income tax (benefit)/expense

	Note	December 2024 \$'000	December 2023 \$'000
Profit/(loss) from continuing operations before income tax expense		2,609	(6,981)
Profit from discontinued operations before income tax expense	17(b)	1	12,612
Prima facie profit before tax		2,610	5,631
Prima facie tax at the Australian tax rate of 30% (26 December 2023: 30%)		783	1,689
Tax effects of amounts which are not deductible/(taxable) in calculating taxable income:			
Entertainment		2	4
Sundry items		(39)	90
Share buyback		7	7
Tax losses for which deferred tax asset not recognised		230	3,196
Utilisation of tax deductible temporary differences for which deferred tax asset not previously recognised		(1,053)	(396)
Gain on disposal of discontinued operations		-	(3,784)
(Over)/under provided in prior year		(464)	2
Income tax (benefit)/expense		(534)	808

7. Earnings per share

	December 2024	December 2023
Basic earnings/(losses) per share (cents) from continuing operations	0.72	(1.64)
Basic earnings per share (cents) from discontinued operations	-	2.65
Total basic earnings per share (cents)	0.72	1.01
Diluted earnings/(losses) per share (cents) from continuing operations	0.72	(1.62)
Diluted earnings per share (cents) from discontinued operations	-	2.63
Total diluted earnings per share (cents)	0.72	1.01
Earnings used in the calculation of basic and diluted earnings per share (\$'000)	3,144	4,823
Weighted average number of shares on issue used in the calculation of basic earnings per share ('000)	433,890	475,737
Weighted average number of performance rights held by employees under employee equity plans ('000)	1,335	3,259
Weighted average number of shares on issue used in the calculation of diluted earnings per share ('000)	435,225	479,706

8. Dividends paid and payable

No interim dividend has been paid or declared for the period ended 24 December 2024 (26 December 2023: nil).

Notes to the Financial Statements

for the half year ended 24 December 2024

9. Property, plant and equipment

Segment	Accumulated depreciation & impairments		Consolidated	Accumulated depreciation & impairments		Consolidated
	Cost	December	book value	Cost	June	book value
	December	2024	December	June	2024	June
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Theme Parks & Attractions ⁽¹⁾	397,070	(207,920)	189,150	369,627	(202,714)	166,913
Corporate	417	(417)	-	417	(417)	-
Total	397,487	(208,337)	189,150	370,044	(203,131)	166,913

(1) The book value of Theme Parks & Attraction's property, plant and equipment comprises \$178.205 million for Dreamworld / WhiteWater World and \$10.945 million for SkyPoint.

A reconciliation of the carrying amount of property, plant and equipment at the beginning and end of the current and previous periods is set out below:

	Note	December 2024 \$'000	June 2024 \$'000
Carrying amount at the beginning of the period		166,913	127,335
Additions		27,702	49,619
Transfer to intangible assets	10	-	(11)
Disposals		-	(1,000)
Depreciation		(5,465)	(9,030)
Carrying amount at the end of the period		189,150	166,913

(a) Impairment of assets

Under AASB 136 *Impairment of Assets*, property, plant and equipment and lease right-of-use assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. 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 fair value less costs to sell, and its value in use.

For previously impaired assets, an impairment review is also carried out whenever events or changes in circumstances indicate that there could be a reversal of prior impairment. A reversal of prior impairment is recognised to the extent that the asset's recoverable amount exceeds its impaired carrying amount.

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units, or CGUs). In assessing impairment of assets, the Group has determined that it has the following CGUs:

- Dreamworld theme park, including the adjoining WhiteWater World;
- SkyPoint, including the SkyPoint climb;
- Dreamworld excess land.

Key impairment testing assumptions and sensitivities

Dreamworld

In the Group's impairment testing of Dreamworld, the recoverable amount of assets has been determined based on 10-year value-in-use calculations, incorporating:

- Board approved FY25 budgets and medium-term forecasts for the first five years; and
- Management projections for the next five years.

The use of a 10-year period is considered appropriate, as it better reflects a return to normalised earnings following the Dreamworld accident in 2016.

Notes to the Financial Statements

for the half year ended 24 December 2024

9. Property, plant and equipment (continued)

(a) Impairment of assets (continued)

Key impairment testing assumptions and sensitivities (continued)

The calculations include the following key assumptions:

	December 2024	June 2024
Dreamworld		
Pre-tax discount rate	14.5%	14.4%
Long term growth rate	2.5%	2.5%

While the directors consider the above assumptions to be reasonable at 24 December 2024, possible changes in these assumptions could result in further impairments or reversals of impairments. The sensitivity of Dreamworld assets' value-in-use to changes in key assumptions are as follows:

		Change in value-in-use \$'000
Dreamworld		
Pre-tax discount rate	+0.50%	(5,289)
	-0.50%	5,508
Long term growth rate	+0.50%	3,306
	-0.50%	(3,041)

The following adverse changes in key assumptions would result in the value-in-use of Dreamworld assets being equal to their carrying amount:

	December 2024 \$'000
Dreamworld	
Pre-tax discount rate	+0.19%
Long term growth rate	-0.52%

SkyPoint

Due to the strong performance of the SkyPoint business which has seen its recent revenue and EBITDA performance amongst its best on record, management has determined that there are no significant indicators of impairment for SkyPoint as at 24 December 2024. As a result, impairment testing for this CGU has not been required in the current period.

10. Intangible assets

	December 2024 \$'000	June 2024 \$'000
Software at cost	3,930	3,922
Accumulated amortisation and impairment	(3,239)	(3,060)
	691	862
Other intangibles at cost	2,613	2,096
Accumulated amortisation and impairment	(1,184)	(963)
	1,429	1,133
Total intangible assets	2,120	1,995

Notes to the Financial Statements

for the half year ended 24 December 2024

10. Intangible assets (continued)

	Note	December 2024 \$'000	June 2024 \$'000
Software			
Opening net book amount		862	1,192
Additions		8	31
Amortisation		(179)	(361)
Closing net book amount		691	862
Other intangibles			
Opening net book amount		1,133	1,445
Additions		517	129
Transfer from property, plant and equipment	9	-	11
Amortisation		(221)	(452)
Closing net book amount		1,429	1,133
Total intangible assets		2,120	1,995

11. Contributed equity

No. of shares	Details	December 2024 \$'000	June 2024 \$'000
479,706,016	Shares on issue at beginning of the period		556,124
(38,702,131)	Shares purchased on-market		(18,022)
441,003,885	Shares on issue at beginning of the period	538,102	
(12,839,921)	Shares purchased on-market	(6,225)	
428,163,964	Shares on issue at end of the period	531,877	538,102

12. Reserves

	December 2024 \$'000	June 2024 \$'000
Equity-based payment reserve		
Opening balance	(7,753)	(8,229)
Share-based payment expense	48	476
Closing balance	(7,705)	(7,753)
Corporate restructure reserve		
Opening balance	(94,091)	(94,091)
Closing balance	(94,091)	(94,091)
Total reserves	(101,796)	(101,844)

13. Accumulated losses

	December 2024 \$'000	December 2023 \$'000
Opening balance	(196,608)	(199,225)
Profit for the half year	3,144	4,823
Closing balance	(193,464)	(194,402)

Notes to the Financial Statements

for the half year ended 24 December 2024

14. Interest bearing liabilities

	Note	December 2024 \$'000	June 2024 \$'000
Current			
Bank debt - revolving credit facility ⁽¹⁾		-	-
Lease liabilities	15	309	331
Total current		309	331
Non-current			
Lease liabilities	15	542	658
Total non-current		542	658
Total interest bearing liabilities		851	989

(1) On 19 December 2024, the Group secured a new bank borrowing facility totalling \$10.000 million, with a one-year term. This facility has been put in place to provide additional liquidity headroom and funding flexibility for the Group as it continues to grow performance back to historical earnings levels. The facility is secured by a general security agreement and a cross-guarantee provided by the Group's entities. As at 24 December 2024, the borrowing facility remains fully undrawn.

Credit facilities

As at 24 December 2024, the Group had unrestricted access to the following credit facilities:

	December 2024 \$'000
Revolving credit facility	10,000
Amount used	-
Amount unused	10,000

15. Leases

(a) Amounts recognised in the balance sheet

	December 2024 \$'000	June 2024 \$'000
Right-of-use assets		
Opening balance	945	609
Additions	36	692
Amortisation	(181)	(356)
Closing balance	800	945

	Note	December 2024 \$'000	June 2024 \$'000
Lease liabilities			
Opening balance		989	601
Additions		36	692
Interest expenses	5	36	61
Lease payments		(210)	(365)
Closing balance		851	989

Lease liabilities are presented in the balance sheet as follows:

	Note	December 2024 \$'000	June 2024 \$'000
Current	14	309	331
Non-current	14	542	658
		851	989

Notes to the Financial Statements

for the half year ended 24 December 2024

15. Leases (continued)

(b) Additional profit or loss and cash flow information

The Group recognised no rent expenses from variable lease payments for the six months ended 24 December 2024 (26 December 2023: Nil).

Cash flows in respect of leases in the current period are \$0.210 million (26 December 2023: \$0.171 million).

16. Derivative financial instruments

	December 2024 \$'000	June 2024 \$'000
Current liabilities		
Forward foreign exchange contracts	110	217
	110	217
Non-current liabilities		
Forward foreign exchange contracts	-	24
	-	24

17. Discontinued operations

(a) Overview

Completion of the Main Event sale occurred on 30 June 2022 and, the Group received cash proceeds (before transaction costs) of US\$462.819 million (\$634.562 million) for its share of the business, representing base consideration of \$667.457 million net of the settlement of forward foreign exchange contracts of \$32.895 million. On 19 October 2022, the Group received additional post-completion proceeds of US\$9.064 million (\$12.782 million) following the finalisation of working capital adjustments.

In the prior year, the Group recognised a further US\$8.575 million (A\$12.612 million) of deferred consideration in relation to this transaction, of which US\$8.078 million (A\$11.839 million) had been received by the end of January 2024. On 23 December 2024, the Group received the final remaining portion of the deferred consideration amounting to US\$0.497 million (A\$0.795 million).

(b) Gain on sale of the Main Event business

	December 2024 \$'000	December 2023 \$'000
Consideration received		
Deferred consideration ⁽¹⁾	1	12,612
Total disposal consideration received	1	12,612
Gain on sale before income tax	1	12,612
Income tax expense	-	-
Gain on sale after income tax	1	12,612

(1) This amount represents the Group's share of deferred consideration received upon the utilisation of certain Main Event tax losses by the acquirer, Dave & Buster's Entertainment Inc.

(c) Cash flow information

The net cash flows for the period ended 24 December 2024 were as follows:

	December 2024 \$'000	December 2023 \$'000
Net cash inflow from investing activities	795	-
Net increase in cash and cash equivalents	795	-

Notes to the Financial Statements

for the half year ended 24 December 2024

18. Fair value measurement

(a) Fair value hierarchy

AASB 13 *Fair Value Measurement* requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

- (a) Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);
- (b) Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and
- (c) Inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The following table provides the fair value measurement hierarchy of the Group's financial assets and liabilities:

	Note	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
December 2024					
<i>Liabilities measured at fair value:</i>					
Derivative financial instruments	16	-	110	-	110
June 2024					
<i>Liabilities measured at fair value:</i>					
Derivative financial instruments	16	-	241	-	241

There has been no transfer between level 1, 2 and 3 during the period.

The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels at the end of the reporting period.

The Group did not measure any financial assets or financial liabilities at fair value on a non-recurring basis as at 24 December 2024.

(b) Valuation techniques used to derive level 2 and level 3 fair values

The fair value of financial instruments that are not traded in an active market (e.g. over-the-counter derivatives) is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Specific valuation techniques and inputs used to value financial instruments is as follows:

- The use of quoted market prices or dealer quotes for similar instruments; and
- The fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance date.

All of the resulting fair value estimates are included in level 2.

19. Contingent assets and liabilities

During the prior year, Southeast Queensland suffered two severe storms on Christmas Day and New Year's Day, which resulted in significant damage and trading disruption to Dreamworld and WhiteWater World during the peak summer holiday period. Management is working with its insurers to assess the overall financial impact and progress associated insurance claims.

In the prior year, the Group received \$0.729 million in interim insurance payments related to property damage.

In the current period the Group recognised \$3.049 million in insurance payments related to property damage and \$2.321 million related to business interruption impacts from the storms, both of which are reflected in the Group's income statement. Of these amounts, a total of \$3.885 million was received during the period, with an additional \$1.484 million received after the reporting date.

Unless otherwise disclosed in the financial statements, Coast Entertainment Holdings Limited has no other material contingent assets and no material liabilities.

Notes to the Financial Statements for the half year ended 24 December 2024

20. Capital commitments

Capital expenditure contracted for at the reporting date but not recognised as liabilities is as follows:

	December 2024 \$'000	June 2024 \$'000
Property, plant and equipment Payable:		
Within one year	6,255	21,920
Later than one year but not later than five years	-	684
	6,255	22,604

21. Related party disclosures

There were no new material related party transactions in the half year ended 24 December 2024 (26 December 2023: Nil). The financial report for the year ended 25 June 2024 provides further details on the nature of previous related party transactions.

22. Events occurring after reporting date

Since the end of the financial period, the Directors of the Company are not aware of any matters or circumstances not otherwise dealt with in the financial report that has significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in financial periods subsequent to the half year ended 24 December 2024.

Directors' declaration to shareholders

In the opinion of the Directors of Coast Entertainment Holdings Limited:

- (a) The interim financial statements and notes of Coast Entertainment Holdings Limited set out on pages 7 to 23 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of Coast Entertainment Holdings Limited's financial position as at 24 December 2024 and of its performance, as represented by the results of its operations, its changes in equity and its cash flows, for the financial period ended on that date; and
- (b) There are reasonable grounds to believe that Coast Entertainment Holdings 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 Boards of Directors.



Gary Weiss AM
Chairman



David Haslingden
Director

Sydney
20 February 2025

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Coast Entertainment Holdings Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Coast Entertainment Holdings Limited (the Company) and its subsidiaries (the Group), which comprises the balance sheet as at 24 December 2024, the income statement, statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year ended on that date, material accounting policy information 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 the Group does not comply with the *Corporations Act 2001* including:

- i. Giving a true and fair view of the Group's financial position as at 24 December 2024 and of its financial performance for the half-year ended on that date; and
- ii. 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 the 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 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

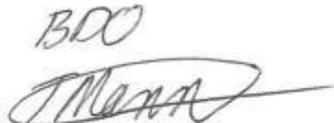
The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation 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 Group's financial position as at 24 December 2024 and its financial 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.

BDO Audit Pty Ltd



T R Mann
Director

Brisbane, 20 February 2025