

## Issued Capital Update

### Issue of Securities – FY22 incentives

Australian Dairy Nutritionals Group (**AHF** or the **Group**) advises that, following its FY22 performance review it issued 3,230,000 new fully paid ordinary stapled securities on 24 August 2022 to members of its management team under AHF's Long Term Incentive Plan. An Appendix 2A was lodged today in respect of the issue of these management securities.

In addition, at the 2021 Annual General Meeting (**AGM**) held on 21 January 2022, securityholders approved the issue of 1,000,000 performance rights to each of Mr Martin Bryant, Mr Jason Dong, Mr Adrian Rowley and, 3,000,000 to Mr Peter Skene. The performance rights entitle the holder to be issued with 1 fully paid ordinary stapled security for each performance right held, if the performance hurdle attached to that performance right is achieved.

The performance hurdles attached to these performance rights are described in the Notice of AGM dated 21 December 2021 and an Appendix 3G was lodged on 22 August 2022 in respect of the issue of those performance rights.

The Group advises that the total shareholder return (**TSR**) hurdle was achieved during the 2022 financial year and therefore each of the directors named above are entitled to convert 500,000 performance rights to 500,000 new fully paid ordinary stapled securities in AHF.

Mr Martin Bryant elected not to receive the securities which he is entitled. However, 500,000 new ordinary stapled securities were issued to Mr Jason Dong, Mr Peter Skene and Mr Adrian Rowley on 24 August 2022. An Appendix 2A was lodged today in relation to the issue of these securities.

All of Mr Martin Bryant's FY22 performance rights have now been cancelled, as were the balance of the FY22 performance rights held by the other three directors. A total of 4,500,000 performance rights were cancelled and an Appendix 3H was lodged today in relation to the cancellation of those performance rights.

### Cancellation of Options – Lead Manager and Management

AHF also advises that it cancelled 2,000,000 options issued to Blue Ocean Equities, the lead manager of the private placement conducted by the Group in June 2019. These options were issued to BOEQ in respect of lead management services for the placement and had a term of 3 years from the date of issue. The options were not exercised prior to their expiry on 18 August 2022. An Appendix 3H was lodged today in respect of the cancellation of the lead manager options.

AHF also cancelled 4,000,000 performance options issued to members of its management team in February 2021. The options had a term of 18 months and were not exercised prior to the expiry date of 15 August 2022. An Appendix 3H was lodged on 22 August 2022 in respect of the cancellation of the management options.

## Cancellation of FY21 Performance Rights – Peter Skene

AHF also advises that 2,000,000 performance rights issued to Mr Peter Skene in respect of the 2021 financial year were also cancelled on 22 August 2022. The performance rights were cancelled as the performance hurdles attached to those performance rights were not met by Mr Skene. An Appendix 3H lodged was lodged on 22 August 2022 in respect of the cancellation of the performance rights.

## Total Issued Security Capital

A snapshot of the Group's total issued capital as at the date of this announcement, after taking into account the security issues and cancellations described above, is set out in the table below:

Type of Security	Number on issue
Fully paid ordinary stapled securities	562,782,225
Lead Manager Options	3,000,000 (expiry date 11/03/2024 if not exercised)

The release of this announcement was authorised by the company secretary on behalf of AHF.

**Ends**

## Further Details

For additional company information or media enquiries, please contact:

### Australian Dairy Nutritionals Limited

Phone: +61 3 8692 7284

Website: [www.adnl.com.au](http://www.adnl.com.au)

Email: [shareholders@adnl.com.au](mailto:shareholders@adnl.com.au)

## About Australian Dairy Nutritionals Group

*Australian Dairy Nutritionals Group (AHF) is a vertically integrated Australian dairy group which owns high quality organic and organic A2 dairy farms, and a processing facility located in Southwestern Victoria, the 'Golden Triangle' of Australia's dairy industry. In addition to our premium Future range of infant formulas the group has also commenced production what is Australia's first organic A2 infant formula made with farm fresh Australian milk in of a purpose-built infant formula factory. The Group is a trusted source of premium quality branded dairy products using fresh milk sourced direct from its farms.*

## Disclaimer – Forward Looking Statements

*This announcement may include "forward looking statements" within the meaning of securities laws of applicable jurisdictions. These forward-looking statements are not historical facts but are based on AHF's current expectation, estimates and projections about the industry, in which it operates, and beliefs and assumptions. Readers are cautioned not to place undue reliance on forward looking statements.*