

\$907K R&D Claim for Carpenters

Alterra Ltd (ASX:1AG) (**Alterra** or **Company**) is pleased to announce that it has received \$907k following a successful Research and Development (**R&D**) claim with AusIndustry and the Australian Taxation Office. The R&D Tax incentive recognises the innovative avocado growing methodology that has been implemented at the initial 5-hectare Stage 1 planting at the Company's flagship development, Carpenters during the financial year ending 30 September 2021.

The R&D funds will be applied to Stage 3 of avocado plantings at the Company's Carpenters Project which once developed will see the Company and the Carpenters Project well positioned in the avocado landscape in Western Australia.

Alterra's R&D focus is combining proprietary research, experience from the citrus and stone fruit industries, and hydroponic methodologies traditionally only used for high-value products to improve production efficiency. The R&D initiatives have delivered several actionable outcomes, most notably in irrigation efficiency. The key benefit will ultimately be a lower total water demand for the Carpenters Project as it scales with Stage 3 planting this coming season and additional stages in the years ahead.



Flowering on trees at the initial 5-hectare Stage 1 planting at the Carpenters Project

Executive Director, Greg Harvey commented:

"The research, testing, and development by the team at Carpenters has been exceptional over the past year. For WA growers to remain at the forefront of global standards for quality of agricultural produce, it is necessary to draw inspiration from a range of sources. Our team's experience across multiple industries has facilitated knowledge transfer and subsequent testing has led to a range of new operational innovations."

"We are grateful for the opportunity to recoup some of our R&D costs as an outcome of our application to AusIndustry and the ATO. We look forward to the economic and sustainability benefits of this work contributing to the Carpenters program into the future."



Stage 3 Update

The Company is pleased to report positive progress in relation to the planting of the Stage 3 (up to 85 hectares) extension of the existing avocado orchard at the Carpenters Project.

Pre-plant fertilisers have been applied to all prepared areas and installation of irrigation is operational and the planting has commenced on schedule.



Stage 3 planting has commenced following delivery of trees to the Carpenters site

This announcement has been authorised by the Board of Directors of Alterra.

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Further information:

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About Alterra Limited

Alterra is developer of the Carpenters avocado project located between Manjimup and Pemberton in Western Australia's south-west.

Stage 2 (2021) (7ha) is complete following an initial Stage 1 (5ha) planting in 2020. The Company has optimised the development schedule for Carpenters with the planting of Stage 3 (85ha) commenced in November 2022.

Alterra is also a 15% shareholder in Carbon Conscious Investments Limited, which manages large scale projects registered with the Clean Energy regulator that generate Australian Carbon Credit Units.

Alterra continues to assess horticultural opportunities fitting within strategy.

Visit alterra.com.au for more information

Forward Looking Statements

This announcement contains forward-looking statements that involve risk and uncertainties. Indications of, and guidelines or outlook on, financial position and returns, performance, targets, timelines, estimates and assumptions in respect of production, prices, operating and other costs, capital expenditures and development timelines are forward looking statements. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions and estimates regarding future events and actions that, while considered reasonable as at the date of this announcement are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the directors and management. We cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and readers are cautioned not to place undue reliance on these forward-looking statements. These forward-looking statements are subject to various risk factors that could cause actual events or results to differ materially from the events or results estimated, expressed or anticipated in these statements.