

30 September 2016

ASX CODE: BFC

## VARIATIONS TO APPENDIX 4E

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In accordance with ASX Disclosure Rules and as a consequence of finalisation of the audit of Beston Global Food Company Limited ('BFC' or the "Company"), we advise that a number of variations have occurred from the unaudited financial results disclosed in the Appendix 4E: Preliminary Financial Report lodged with the ASX on 31 August 2016.

The variations have resulted in a net increase of \$354k to the statutory loss attributable to owners of the Company for the financial year ended 30 June 2016.

Included in the variations is a reduction of BFC's share in the revenue of Neptune Bio-Innovations Pty Ltd (NBI). Whilst this revenue is underpinned by a contractual agreement with the Brunei Government, which has been acknowledged by the Brunei Government as being completed to their satisfaction, as at the date of lodging these accounts payment for the work has not been received by NBI. As such the auditors of NBI consider the revenue recognition requirements as not being met and have de-recognised this revenue for the year ended 30 June 2016. This revenue is expected to be recognised in the following financial year.

A summary of the variations are listed in the following attachment.

## Attachment

Item		Annual Report \$'000	Appendix 4E \$'000	Variance \$'000	Explanation
<b>Consolidated statement of comprehensive income</b>					
1	Cost of goods sold	(8,538)	(6,570)	(1,968)	Reclassification of administration expenses relating to internal production of milk to cost of goods sold and adjustment for unrealised costs associated with intergroup sales of milk.
2	Administration expenses	(8,945)	(11,070)	2,125	Reclassification of administration expenses relating to internal production of milk to cost of goods sold.
3	Share of profit/(loss) from associates	(156)	417	(573)	Adjustment for Neptune Bio-Innovation Pty Ltd's revenue derecognised.
4	Income tax benefit	209	117	92	Recalculation of consolidated deferred tax balances.
5	Loss attributable to non-controlling interests	(4)	(34)	30	Recalculation of non-controlling interest's share of profit in AQUAessence BMTG Pty Ltd.
	<b>Summary of changes to loss attributable to owners of Beston Global Food Company Ltd</b>	<b>(1,716)</b>	<b>(1,362)</b>	<b>(354)</b>	<b>Cumulative impact of items 1 to 5.</b>
<b>Consolidated balance sheet</b>					
6	Inventory: finished goods	7,520	7,364	156	Adjustment for unrealised costs associated with intergroup sales of goods.
7	Investments accounted for using the equity method	16,935	17,508	(573)	Adjustment for Neptune Bio-Innovation Pty Ltd's revenue derecognised.
9	Deferred tax assets	4,096	4,004	92	Recalculation of consolidated deferred tax balances.
9	Non-controlling interests	943	914	29	Recalculation of non-controlling interest's share of profit in AQUAessence BMTG Pty Ltd.
	<b>Accumulated losses</b>	<b>(2,819)</b>	<b>(2,465)</b>	<b>(354)</b>	<b>Cumulative impact of items 1 to 5.</b>