

DAWNEY & Co LTD

ACN 138 270201

Interim Financial Report
For the Half-Year Ended 31 December 2023

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

CONTENTS

DIRECTORS' REPORT	2
AUDITOR'S INDEPENDENCE DECLARATION.....	3
CONDENSED STATEMENT OF COMPREHENSIVE INCOME	4
CONDENSED STATEMENT OF FINANCIAL POSITION	5
CONDENSED STATEMENT OF CHANGES IN EQUITY	6
CONDENSED STATEMENT OF CASH FLOWS	7
NOTES TO THE FINANCIAL STATEMENTS	8
DIRECTORS' DECLARATION.....	10
INDEPENDENT REVIEW REPORT	11
CORPORATE DIRECTORY.....	13

The information contained in this report is to be read in conjunction with Dawney & Co Limited's 2023 annual report and any announcements to the market by Dawney & Co Limited during the half-year period ended 31 December 2023.

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

DIRECTORS' REPORT

Your directors present their report on the company for the half-year ended 31 December 2023.

In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Directors

The names of each person who has been a director during the period and to the date of this report are:

- Kerry John Daly
- Mitchell David Dawney
- Peter Johns

Review of operations

The company made a profit after tax of \$5,891 for the half-year ended 31 December 2023.

The board continues to review investment opportunities.

As at 31 December 2023 the company held \$434,620 in cash and securities with a market value of \$3,858,717. The company had no borrowings.

Holdings of note at 31 December 2023:

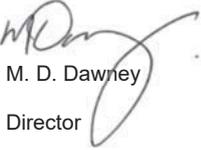
Ticker	No. of Units	Market Value (\$)
CZR.AX	4,000,000	840,000
IPL.AX	250,000	710,000
BHD.AX	2,907,892	668,815
FND.AX/FNDOB.AX	500,000	533,750
JLL.AX	400,000	416,000

These holdings represent approximately 80% of the total holdings of the company.

Auditor's Independence Declaration

The lead auditors' independence declaration in accordance with section 307C of the Corporations Act 2001, for the half-year ended 31 December 2023 is set out on page 3.

Signed in accordance with a resolution of the board of directors.


M. D. Dawney
Director

28 February 2024



PKF(NS) Audit & Assurance Limited Partnership

ABN 91 850 861 839

755 Hunter Street, Newcastle West NSW 2302

Level 8, 1 O'Connell Street, Sydney NSW 2000

Newcastle T: +61 2 4962 2688 F: +61 2 4962 3245

Sydney T: +61 2 8346 6000 F: +61 2 8346 6099

info@pkf.com.au

www.pkf.com.au

DAWNEY & CO LIMITED

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

I am pleased to provide the following declaration of independence to the directors of Dawney & Co Limited.

As lead audit partner for the review of the financial statements of Dawney & Co Limited for the half-year ended 31 December 2023, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink that reads 'PKF' in a stylized, bold font.

PKF

PKF

A handwritten signature in black ink that reads 'P. Pearman' in a cursive script, followed by a period.

PAUL PEARMAN
PARTNER

28 FEBRUARY 2024
SYDNEY, NSW

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Half-year ended 31/12/2023 \$	Half-year ended 31/12/2022 \$
Interest Received	-	-
Dividends / Distributions Received	28,210	-
Realised and unrealised investment gains/(losses)	168,622	(172,181)
Total income (loss) from ordinary activities	196,832	(172,181)
Administration expenses	(86,140)	(97,085)
Non-executive directors' fees	(32,500)	(30,000)
Executive director's remuneration	(69,375)	(69,063)
Operating profit/(loss) before income tax	8,817	(368,329)
Income tax benefit (expense) relating to ordinary activities	(2,926)	111,208
Profit/(loss) attributable to members of the company	5,891	(257,121)
Total comprehensive (loss)/income for the period	5,891	(257,121)
Overall operations		
Basic earnings per share (cents per share)	0.02	(1.07)
Diluted earnings per share (cents per share)	0.02	(1.07)

The accompanying notes form part of these financial statements.

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

CONDENSED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2023

	Note	31/12/2023 \$	30/06/2023 \$
ASSETS			
Cash and cash equivalents		434,620	593,853
Trade and other receivables		-	15,000
Current tax refund		3,566	3,566
Financial assets at fair value through profit and loss		3,858,717	3,647,889
Deferred tax asset		164,747	167,673
TOTAL ASSETS		<u>4,461,650</u>	<u>4,427,981</u>
LIABILITIES			
Trade and other payables		12,826	17,548
TOTAL LIABILITIES		<u>12,826</u>	<u>17,548</u>
NET ASSETS		<u>4,448,824</u>	<u>4,410,433</u>
EQUITY			
Issued capital	2	4,159,524	4,127,024
Retained earnings		289,300	283,409
TOTAL EQUITY		<u>4,448,824</u>	<u>4,410,433</u>

The accompanying notes form part of these financial statements.

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

CONDENSED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Issued Capital	Retained Earnings	Total
	\$	\$	\$
Balance as at 01/07/2022	4,120,688	770,578	4,891,266
Profit (loss) for the period	-	(257,121)	(257,121)
Shares issued – directors’ fees	30,000	-	30,000
Shares bought back	(23,664)	-	(23,664)
Balance as at 31/12/2022	4,127,024	513,457	4,640,481
Balance as at 01/07/2023	4,127,024	283,409	4,410,433
Profit (loss) for the period	-	5,891	5,891
Shares issued – directors’ fees	32,500	-	32,500
Balance as at 31/12/2023	4,159,524	289,300	4,448,824

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

CONDENSED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

	Half-year ended 31/12/2023 \$	Half-year ended 31/12/2022 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Dividends received	43,210	-
Bank charges	(76)	(157)
Employment costs	(74,331)	(68,906)
Professional fees	(32,461)	(35,585)
Payments to suppliers	(53,369)	(64,644)
Net cash provided by / (used in) operating activities	<u>(117,027)</u>	<u>(169,292)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of financial assets	648,568	345,293
Payments made for purchase of financial assets	(690,774)	(675,663)
Net cash provided by / (used in) investing activities	<u>(42,206)</u>	<u>(330,370)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments made for share buy back	-	(18,617)
Share buy back costs	-	(5,047)
Net cash provided by / (used in) financing activities	<u>-</u>	<u>(23,664)</u>
Net increase / (decrease) in cash held	(159,233)	(523,326)
Cash at beginning of period	593,853	2,114,636
Cash at end of period	<u>434,620</u>	<u>1,591,310</u>

The accompanying notes form part of these financial statements.

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A) Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2023 have been prepared in accordance with the Corporations Act 2001 and AABS 134: Interim Financial Reporting. The company is a for-profit entity for financial reporting purposes under Australian Accounting Standards, Accounting Standards and Interpretations and comply with other requirements of the law.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Dawney & Co Limited. As such it does not contain information that represents relatively insignificant changes occurring during the half-year within the company. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the company for the year ended 30 June 2023, together with any public announcements made during the following half-year.

The financial statements were authorised for issue by the directors on 28 February 2024.

B) Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

C) New and Amended Standards Adopted by the company

There were no new standards, interpretations or amendments to existing accounting standards that had a material effect on the company's accounting policies.

NOTE 2: ISSUED CAPITAL

Issued Capital

Movements in issued capital of the company during the financial year were as follows:

Date	Details	Ordinary shares	Price \$	Issued Capital \$
01/07/2023	Opening Balance	24,071,054	Average 0.17	4,127,024
02/11/2023	Shares issued	97,222	0.18	17,500
02/11/2023	Shares issued	83,333	0.18	15,000
31/12/2023	Closing Balance	24,251,609		4,159,524

All ordinary shares rank equally inter se for all purposes of participation in profits or capital of the company.

Ordinary shares confer on their holder the right to receive notices, reports and accounts and to attend and speak and vote at general meetings of the company.

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

NOTE 3: EARNINGS PER SHARE

	Half-year ended 31/12/2023 Number	Half-year ended 31/12/2022 Number
Weighted average number of ordinary shares used in the calculation of basic earnings per share	24,129,266	23,999,582
Weighted average number of options outstanding	-	-
Weighted average number of ordinary shares used in calculation of dilutive earnings per share	24,129,266	23,999,582
	\$	\$
Profit/(loss) attributable to members of the company	5,891	(257,121)
	Cents	Cents
Basic earnings per share	0.02	(1.07)
Diluted earnings per share	0.02	(1.07)

NOTE 4: SEGMENT REPORTING

(a) Description of segments

The board makes the strategic resource allocations for the company. The company has therefore determined the operating segments based on the reports reviewed by the board, which are used to make strategic decisions.

The board is responsible for the company's entire portfolio of investments and considers the business to have a single operating segment. The board's asset allocation decisions are based on a single, integrated investment strategy, and the company's performance is evaluated on an overall basis.

The company invests in cash and securities for the purpose of providing shareholders with attractive risk-adjusted investment returns.

(b) Segment information provided to the Board

The internal reporting provided to the board for the company's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of Australian Accounting Standards.

The board considers the company's net asset backing per share after tax to be a key measure of the company's performance.

	Half-year ended 31/12/2023 Cents	Half-year ended 31/12/2022 Cents
Net asset backing per share	18.34	19.28

(c) Other Segment Information

The company is domiciled in Australia and all the company's income is derived from Australian entities.

NOTE 5: RELATED PARTY TRANSACTIONS

There were no related party transactions during the half year to 31 December 2023.

NOTE 6: DIRECTORS AND EXECUTIVES DISCLOSURE

Remuneration arrangements of key management personnel are disclosed in the annual financial report.

DAWNEY & CO LIMITED

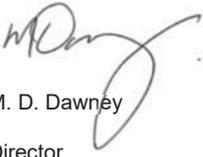
A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Dawney & Co Limited, the directors of the company declare that:

1. The financial statements and notes are in accordance with the Corporations Act 2001, including:
 - a. complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - b. giving a true and fair view of the company's financial position as at 31 December 2023 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.



M. D. Dawney

Director

28 February 2024

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF DAWNEY & CO LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Dawney & Co Limited (the company), which comprises the statement of financial position as at 31 December 2023, and the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes, 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 half-year financial report of Dawney & Co Limited is not in accordance with the Corporations Act 2001 including:-

- (a) giving a true and fair view of the company's financial position as at 31 December 2023, and of its financial performance for the half-year ended on that date; and
- (b) complying with the Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. In accordance with the Corporations Act 2001, we have given the directors' of the company a written Auditor's Independence Declaration.

Directors' Responsibility for the Half-Year 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 the Australian Accounting Standards and the Corporations Regulations 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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 company's financial position as at 31 December 2019 and its performance for the half year ended on that date, and complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Dawney & Co Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.



Auditor's Responsibility (cont'd)

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.

A handwritten signature of the letters "PKF" in black ink.

PKF

A handwritten signature in black ink that reads "P. Pearman .".

PAUL PEARMAN
PARTNER

28 FEBRUARY 2024
SYDNEY, NSW

DAWNEY & CO LIMITED

A.C.N. 138 270 201

INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

CORPORATE DIRECTORY

Directors	- Kerry Daly Peter Johns Mitchell Dawney
Company Secretary	- Kerry Daly Mitchell Dawney
Registered Office	- C/- Hopgood Ganim Lawyers Level 8, 1 Eagle Street BRISBANE QLD 4000 Telephone 07 3024 0000 Facsimile 07 3024 0300
Business Office	- C/- Hopgood Ganim Lawyers Level 8, 1 Eagle Street BRISBANE QLD 4000 Telephone 07 3024 0000 Facsimile 07 3024 0300
Share Registry	- Automic Level 5, 126 Phillip Street SYDNEY NSW 2000 Telephone 02 9698 5414
Stockbroker	- Ord Minnett Limited Level 8, 225 George Street SYDNEY NSW 2001 Telephone 02 8216 6300 Facsimile 02 8216 6311
Auditor	- PKF Newcastle 755 Hunter Street NEWCASTLE WEST NSW 2302 Telephone 02 4962 2688 Facsimile 02 4962 3245