



NEW AGRIBUSINESS  
& CHEMICAL

# 2014 ANB ANNUAL GENERAL MEETING

新农化集团  
2014年股东大会

# 1. CEO ADDRESS

## 总经理报告

- The principal business of Australia New Agribusiness & Chemical Group is in the manufacture and sale of urea, ammonium bicarbonate, methanol and carbon dioxide products. In 2013, the Group completed the setup of its Apollo Fertiliser production line, with all major fitout, construction and upgrade goals met on time and within budget. The profit from disposal of the Company's remaining holdings in U & D Mining Industry (Australia) Pty Ltd has been funneled into the continual expansion of Apollo Fertiliser.
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- With steady growth in demand for agricultural products in Australia, the Company is looking forward to becoming a supplier of quality products in the region. It is also our aim to roll out our services to a wider market, following strategic expansions to our sales and marketing campaigns.

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- ▣ As part of the Group's long term strategy, we have reaffirmed our focus on the production and sale of fertiliser products. The profit from the disposal of interests in U & D Mining is expected to facilitate the growth in this area. We are also looking at exploration options following the acquisition of phosphate tenements in North Queensland, which will present us with more opportunities and greater flexibility in the future in terms of the availability of raw materials. As the agriculture market continues its steady growth, we are optimistic going forward with our new offerings as a company.
- ▣
- ▣ The management and the Company are confident that these key decisions will provide long term growth and returns to its shareholders and the Company.

## OPERATIONAL UPDATE

- In May, the Group changed its name from Daton Group Australia Ltd to Australia New Agribusiness & Chemical Group Ltd, to reflect the company's intention of growing its core business of agriculture products. By the end of the financial year, Dec 31 2013, New Agri Group has disposed of its holdings in U & D Mining, and executed the sales and purchase agreement with Krucible Metals for its phosphate tenements, securing a supply of the resource for production as well as sale. The production line at Apollo Fertiliser has been complete, with upgrades made to the factory infrastructure to accommodate the anticipated 200,000 tonne annual output, and the company has imported over 6,000 tonnes of raw material following successful trial production in November.

## Income Statement

- ▣ The profit after tax for the year decreased from \$10,790,455 in 2012 to \$1,064,486 in 2013. The significant decrease in profit after tax mainly resulted from a large decline in the gain from the disposal of its investments. In 2012 the Group disposed of a subsidiary, Henan Datong Chemical Industry Co., Ltd, and partially disposed of another subsidiary U&D Mining Industry Pty Ltd, for a total gain before tax of \$14 million, whereas the Group made \$3 million gain after tax on the disposal of its remaining interest in U&D Mining Industry Pty Ltd in 2013.

## BALANCE SHEET

- Current assets
- As at 31 December 2013, the Group has \$11,273,006 of cash and guarantee deposits on its balance sheet.
- Cash assets are divided into cash and deposits with a maturity term of 90 days or more.
- Non-current assets
- Property, plant and equipment and the factory at Acacia Ridge, Queensland, Australia.
- Other financial assets are \$1,372,901 held as bank guarantee deposits.
- Other Assets consist of a deposit of \$4,614,021 in relation to the acquisition of the Krucible tenements, and a deposit of \$310,000 paid for purchase of plant and equipment.
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- Liabilities
- Trade and other payables mainly include related party payables.
- \$700,000 of borrowings is from a third party.
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- Net asset value per share
- As at 31 December 2013, New Agri's weighted average net asset value per share was 16cps (2012: 17cps).
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- Cash Flow
- The net cash used by the Group increased from \$780,819 in 2012 to \$3,990,242 in 2013, which is mainly the result of an increase in cash used in operating activities.

## THE FUTURE OF THE INDUSTRY

- ▣ The strong demand for grain worldwide has also impacted the growth in demand of fertiliser in the agricultural market. Following a subdued 2013, global phosphate markets have shown signs of recovery in the last quarter, with a healthy demand in the Australian market. We believe the demand for fertiliser will increase constantly under current conditions.

## DELIVERING ON THE STRATEGY

- ▣ Continuing our growth from the previous year, New Agri Group undertook expansion with a view to establish itself as a trusted brand within Queensland. The company plans to further roll out its sales and marketing strategy throughout Australia. These developments will be pivotal to deliver long term sustainable growth to the Company and greater shareholder value to all its shareholders.



## 2. Ordinary Business

### 一般事务

- ▣ Adopt the Remuneration Report  
采纳新农化集团的薪酬报告
- ▣ Re-election of Mr Jun Xiao as a Director  
重新选举肖军先生为集团董事
- ▣ Re-election of Mr Yiming Cui as a Director  
重新选举崔一鸣先生为集团董事

# 1) Adopt the 2013 Remuneration Report

## 采纳新农化集团的2013年薪酬报告

To consider and pass the following ordinary resolution that the remuneration report contained in the Director's report provided to shareholders as part of the 2013 Annual Report be adopted. 请股东采纳新农化集团2013年年度报告里面包含的薪酬报告。

We summarised vote details according to the result based on the proxy form.

Vote Type	Voted	%	% of all securities
For (支持)	0	0	0
Against (反对)	24,000	100%	0.01
Abstain (弃权)	0	0	0
Excluded (排除)	0	N/A	0

There are restrictions on voting by Key Management Personnel (KMP) and their closely related parties. 主要管理人员及关联方不可以在这一项决议上投票

## 2) Re-election of Mr Jun Xiao as a Director

### 重新选举肖军先生为集团董事

- ▣ To consider and pass the following resolution as an ordinary resolution: “that Mr Jun Xiao, who retires by rotation in accordance with clause 59.1 of the Company’s Constitution, and being eligible, be re-elected as a Director of the Company.” 根据公司章程第59条第1项的董事轮流离职重新任职制的规定，现在重新选举肖军先生为集团董事。

We summarised vote details according to the result based on the proxy form.

Vote Type	Voted	%	% of all securities
For (支持)	0	0	0
Against (反对)	0	0	0
Abstain (弃权)	24,000	N/A	0.01

### 3) Re-election of Mr Yiming Cui as a Director

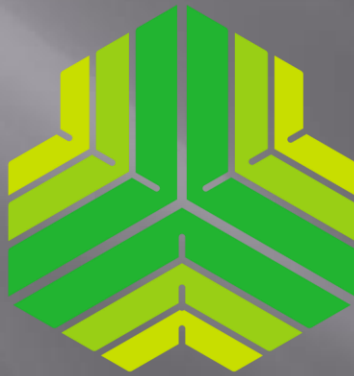
#### 重新选举崔一鸣先生为集团董事

- ▣ To consider and pass the following resolution as an ordinary resolution: “that Mr Yiming Cui, who retires by rotation in accordance with clause 59.1 of the Company’s Constitution, and being eligible, be re-elected as a Director of the Company.” 根据公司章程第59条第1项的董事轮流离职重新任职制的规定，现在重新选举崔一鸣先生为集团董事。

We summarised vote details according to the result based on the proxy form.

Vote Type	Voted	%	% of all securities
For (支持)	24,000	100	0.01
Against (反对)	0	0	0
Abstain (弃权)	0	0	0

THANK YOU!  
谢谢大家!



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6 June 2014