

APPENDIX 4D – HALF YEAR REPORT

PERIOD ENDED 31 DECEMBER 2022

CI RESOURCES LIMITED AND ITS CONTROLLED ENTITIES ACN 006 788 754

Reporting Period

This information should be read in conjunction with the 30 June 2022 annual financial report.

Current reporting period: 31 December 2022

Previous corresponding period: 31 December 2021

Results for announcement to the market

	31 Dec 2022 \$'000's	31 Dec 2021 \$'000's	% Change
Revenue from continuing operations	575,680	214,798	168.0%
Net profit for the period	29,233	6,800	329.9%
Profit from ordinary activities after tax attributable to members	21,530	6,603	226.1%
Total comprehensive income for the period attributable to members	22,281	8,752	154.6%

Earnings Per Share

	31 Dec 2022	31 Dec 2021
Basic and Diluted	18.63 cents	5.88 cents

Dividends

Dividends totalling 1 cents per share have been paid during the half year ended 31 December 2022. The Directors recommend the payment of an interim dividend of 2.5 cents per share.

Date the interim dividend is payable	21 April 2023
Record date to determine entitlements to the dividend	24 March 2023
Date interim dividend was declared	28 February 2023

APPENDIX 4D – HALF YEAR REPORT (Continued)

PERIOD ENDED 31 DECEMBER 2022

**CI RESOURCES LIMITED
AND ITS CONTROLLED ENTITIES
ACN 006 788 754**

Net Tangible Asset Backing Per Security

	31 Dec 2022	31 Dec 2021
Fully paid ordinary shares on issue at balance date	115,581,107	115,581,107
Net tangible asset backing per issued ordinary share as at balance date	203.37 cents	174.5 cents

Additional Appendix 4D disclosure requirements can be found in the directors' report and the 31 December 2022 Half Year Report and accompanying notes.

Significant changes in the state of affairs of the Company

On 4 July 2022, the Company acquired 3,000,000 ordinary shares in Liven Nutrients Pte Ltd ("Liven"), for US\$3.0M which represent a 60% interest in the newly incorporated entity. Liven was established as a non-listed company based in Singapore for the purposes of conducting fertiliser trading activities and growing the Group's capacity to supply fertiliser to customers in the Asia Pacific region.

Additional information can be found in Note 11 of the accompanying 31 December half year report.

Compliance Statement

The report is based on financial statements reviewed by the auditor, a copy of which is attached.

For and on behalf of the directors:



David Somerville
Director

Dated: 28 February 2023

CI Resources Limited

ACN 006 788 754

Half Year Report

For the half-year ended 31 December 2022

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CI RESOURCES LIMITED

Directors' report

Your directors present their half year report on the consolidated entity ("Group") consisting of CI Resources Limited ("CII" or "Company") and the entities it controlled at the end of, or during, the half-year ended 31 December 2022.

Directors

The following persons were directors of CI Resources Limited for the whole of the half-year and up to the date of this report, unless otherwise stated:

Mr David Somerville
Mr Lai Ah Hong
Dato' Sri Tee Lip Sin
Mr Tee Lip Jen
Mr Adrian Gurgone
Dato' Sri Kamaruddin bin Mohammed

Dividends

The Directors propose paying a fully franked interim dividend of 2.5 cents per share issued with the record date being set at 24 March 2023 with payment to be made on the 21 April 2023.

Review of operations

The Consolidated Entity is reporting a net profit for the period of \$29.233M for the half-year ended 31 December 2022 (31 December 2021: \$6.800M).

Financial Results

The Board is pleased to report an excellent profit for the six months to 31 December 2022. In recent years the company has reported and implemented a diversification strategy both on island and off island.

The 2023 financial year sees the Company's diversification strategy come to fruition, in a period when we have seen high fertiliser demand and commodity pricing whilst contending with difficult production circumstances.

Consistent with the Group's strategic plan and diversification agenda, the Group acquired a 60% stake in Liven Nutrients, a non-listed company based in Singapore for the purposes of conducting fertiliser trading activities and growing the Group's capacity to supply fertilisers to customers in the Asia Pacific region. Liven is now part of the growing Logistics segment which has contributed approximately \$454 million of revenue and approximately \$19 million of profit to the Group in the period.

While our logistics business has outperformed budgets and expectations, our fertiliser business has underperformed.

Although demand for fertiliser remained strong throughout the period, an unseasonably early and enduring start to the wet season led to significant production challenges, negatively impacting our volumes for the half year. This resulted in phosphate and fertiliser sales volumes of approximately 275,000 tonnes for the half year, compared with 325,000 tonnes for the same period last year.

The resultant performance saw Logistics producing 66% of the profit for the period and Fertilisers 31%.

The Board does not expect that this proportionate performance will be consistent moving forward and is cognisant that business and market cycles impact the various segments of our business on an ongoing basis. The diversification strategy should ameliorate the impact of these cycles going forward.

CI RESOURCES LIMITED

Directors' report

Earnings per share	December 2022 Cents	December 2021 Cents
Basic earnings per share	18.63	5.88

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 5.

Rounding

The amounts contained in this report and in the financial report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under the *ASIC Corporation (Rounding in Financial/Directors' Reports) Instrument 2016/191*. The Company is an entity to which the Class Order applies.

Auditor

Ernst & Young continues in office in accordance with section 327 of the *Corporations Act 2001*.

This report is made in accordance with a resolution of the directors.



D Somerville
Chairman
Perth, Western Australia

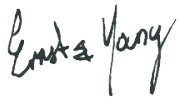
28 February 2023

Auditor's independence declaration to the directors of CI Resources Limited

As lead auditor for the review of the half-year financial report of CI Resources Limited for the half-year ended 31 December 2022, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review;
- b. No contraventions of any applicable code of professional conduct in relation to the review; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the review.

This declaration is in respect of CI Resources Limited and the entities it controlled during the financial period.



Ernst & Young



Russell Curtin
Partner
28 February 2023

CI RESOURCES LIMITED

Consolidated Statement of Comprehensive Income For the half-year ended 31 December 2022

	Notes	Consolidated	
		31 December 2022 \$'000s	31 December 2021 \$'000s
Revenue	3a	575,680	214,798
Cost of sales	3b	(524,482)	(197,648)
Gross Profit		51,198	17,150
Other income	3c	833	2,332
Finance costs	3d	(1,761)	(671)
Other expenses	3e	(12,637)	(9,218)
Change in fair value of biological assets		136	22
Share of (loss) / profit in joint ventures		(43)	(108)
Profit before income tax		37,726	9,507
Income tax expense		(8,493)	(2,707)
Net profit for the period		29,233	6,800
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss:</i>			
Exchange differences on translation of foreign operations		1,237	1,809
Total other comprehensive income that may be reclassified subsequently to profit or loss		1,237	1,809
<i>Items that will not be reclassified subsequently to profit or loss:</i>			
Net gain/(loss) on equity instruments designated at fair value through other comprehensive income		(486)	340
Total other comprehensive income that will not be reclassified subsequently to profit or loss		(486)	340
Total other comprehensive income		751	2,149
Total comprehensive income for the period		29,984	8,949
Profit is attributable to:			
Members of CI Resources Limited		21,530	6,603
Non-controlling interest		7,703	197
		29,233	6,800
Total comprehensive income for the year is attributable to:			
Members of CI Resources Limited		22,281	8,752
Non-controlling interest		7,703	197
		29,984	8,949
		Cents	Cents
Basic and diluted earnings/(loss) per share		18.63	5.88

The above Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

CI RESOURCES LIMITED

Consolidated Statement of Financial Position As at 31 December 2022

	Notes	Consolidated 31 December 2022 \$'000s	30 June 2022 \$'000s
Current assets			
Cash and cash equivalents		69,451	37,338
Trade and other receivables		192,036	162,195
Inventories		59,318	52,066
Biological assets		399	257
Other financial assets		192	5,692
Derivatives-forward exchange contracts	7	-	22
Prepayment		6,727	834
Income tax receivable		551	565
Total current assets		328,674	258,969
Non-current assets			
Other financial assets		30,871	30,411
Property, plant & equipment		97,657	92,720
Goodwill		4,057	4,057
Bearer plants		2,687	3,061
Investment in joint ventures		745	788
Deferred tax assets		9,913	11,050
Total non-current assets		145,930	142,087
Total assets		474,604	401,056
Current liabilities			
Trade and other payables		124,366	106,394
Derivatives-forward exchange contracts	7	1,050	-
Interest bearing loans and borrowings		65,588	43,158
Income tax payable		6,326	160
Provisions		6,425	5,357
Total current liabilities		203,755	155,069
Non-current liabilities			
Interest bearing loans and borrowings		11,161	17,454
Deferred tax liabilities		7,431	7,684
Provisions		17,200	17,571
Total non-current liabilities		35,792	42,709
Total liabilities		239,547	197,778
Net assets		235,057	203,278

CI RESOURCES LIMITED

Consolidated Statement of Financial Position As at 31 December 2022

	Consolidated 31 December 2022 \$'000s	30 June 2022 \$'000s
Equity		
Contributed equity	72,160	72,160
Reserves	8,423	7,672
Accumulated profits	141,412	121,038
Equity attributable to equity holders of the parent	221,995	200,870
Non-controlling interest	13,062	2,408
Total equity	235,057	203,278

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

CI RESOURCES LIMITED

Consolidated Statements of Changes in Equity For the half-year ended 31 December 2022

	Contributed Equity \$'000s	Foreign Currency Translation Reserve \$'000s	Other Reserve \$'000s	Discount on Acquisition of Non- controlling interest Reserve \$'000s	Retained Earnings \$'000s	Total attributable to equity holder of the Parent \$'000s	Non- controlling Interest \$'000s	Total \$'000s
2022 Consolidated								
1 July 2022	72,160	843	(1,670)	8,499	121,038	200,870	2,408	203,278
Profit for the period	-	-	-	-	21,530	21,530	7,703	29,233
Other comprehensive income	-	1,237	(486)	-	-	751	-	751
Total comprehensive income for the period	-	1,237	(486)	-	21,530	22,281	7,703	29,984
Non-controlling interest arising on business combination	-	-	-	-	-	-	2,951	2,951
Transactions with owners in their capacity as owners								
Dividends paid	-	-	-	-	(1,156)	(1,156)	-	(1,156)
31 December 2022	72,160	2,080	(2,156)	8,499	141,412	221,995	13,062	235,057

CI RESOURCES LIMITED

Consolidated Statements of Changes in Equity For the half-year ended 31 December 2022

	Contributed Equity \$'000s	Foreign Currency Translation Reserve \$'000s	Fair Value Reserve \$'000s	Discount on Acquisition of Non- controlling interest Reserve \$'000s	Retained Earnings \$'000s	Total attributable to equity holder of the Parent \$'000s	Non- controlling Interest \$'000s	Total \$'000s
2021 Consolidated								
1 July 2021	72,160	(743)	(4,385)	8,499	116,925	192,456	-	192,456
Profit for the period	-	-	-	-	6,603	6,603	197	6,800
Other comprehensive income	-	1,809	340	-	-	2,149	-	2,149
Total comprehensive income for the period	-	1,809	340	-	6,603	8,752	197	8,949
Non-controlling interest arising on business combination	-	-	-	-	-	-	1,485	1,485
Transactions with owners in their capacity as owners								
Dividends paid	-	-	-	-	(1,156)	(1,156)	-	(1,156)
31 December 2021	72,160	1,066	(4,045)	8,499	122,372	200,052	1,682	201,734

CI RESOURCES LIMITED

Consolidated Statement of Cash Flows For the half-year ended 31 December 2022

	Consolidated	
	31 December 2022 \$'000s	31 December 2021 \$'000s
Cash flows from operating activities		
Receipts from customers	545,657	204,829
Payments to suppliers and employees	(524,646)	(223,827)
Interest received	184	120
Borrowing costs	(2,080)	(290)
Interest paid on lease liability	(8)	(12)
Income taxes paid	(1,300)	(1,200)
Net cash inflow/(outflow) from operating activities	17,807	(20,380)
Cash flows from investing activities		
Decrease in financial assets	5,040	232
Acquisition of a subsidiary, net of cash	2,927	31,039
Proceeds from sale of property, plant and equipment	42	2,677
Purchase of property and equipment	(9,161)	(8,020)
Net cash inflow/(outflow) from investing activities	(1,152)	25,928
Cash flows from financing activities		
Repayment of lease liabilities	(185)	(277)
Repayments of borrowings	(18,544)	(5,852)
Proceeds of borrowings	34,681	9,946
Dividends paid	(1,156)	(1,156)
Net cash inflow/(outflow) from financing activities	14,796	2,661
Net increase/(decrease) in cash and cash equivalents	31,451	8,209
Cash and cash equivalents at the beginning of the financial year	37,338	33,804
Impact of foreign exchange	662	3,971
Cash and cash equivalents at the end of the period	69,451	45,984

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

CI RESOURCES LIMITED

Notes to the financial statements For the half-year ended 31 December 2022

1 Corporate Information

The half-year financial statements of CI Resources Limited (referred to as 'CI Resources or 'the Company') and its subsidiaries (referred to as 'the Group') for the six months ended 31 December 2022 were authorised for issue in accordance with a resolution of the directors on 28 February 2023.

CI Resources Limited is a for profit company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange.

2 Basis of Preparation and Accounting Policies

Basis of preparation

This half-year financial statements for the half-year ended 31 December 2022 are general purpose financial statements prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half-year financial statements does not include all notes of the type normally included within the Annual Financial Report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

The half-year financial statements should be read in conjunction with the Annual Financial Report of CI Resources Limited as at 30 June 2022 and considered with any public announcements made by the Company during the half-year ended 31 December 2022 in accordance with the continuous disclosure obligations of the ASX Listing Rules.

The half-year financial statements are presented in Australian dollars and all values are rounded to the nearest thousand dollars unless otherwise stated, in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191. The Company is an entity to which the class order applies.

Apart from the adoption of new or revised standards noted below, and those included in note 11 relating to the business combination, the accounting policies and methods of computation are the same as those adopted in the most recent annual financial report.

Changes in accounting policy

All new and amended Australian Accounting Standards and Interpretations mandatory as at 1 July 2022 to the Group have been adopted.

The Group has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period and were relevant to the Group. The adoption of the new and amended accounting standards and interpretations had no material impact on the Group. Any new, revised or amending Accounting Standards of Interpretations that are not yet mandatory have not been adopted early.

CI RESOURCES LIMITED

Notes to the financial statements For the half-year ended 31 December 2022

Consolidated

31 December 2022 \$'000s	31 December 2021 \$'000s
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3 Revenue and Expenses

(a) Revenue

Revenue from contracts with customers

Phosphate sales	59,526	50,062
Palm oil sales	22,171	16,149
Rendering of services	6,227	7,197
Fuel sales	13,461	6,921
Trading and logistics sales	455,217	129,875
Other sales	19,626	4,152
Total revenue from contracts with customers	576,228	214,356

Other revenue

Change in fair value of financial assets	(1,161)	-
Dividend income from equity instruments at fair value through OCI	429	297
Interest on cash and term deposits	184	145
Total other revenue	(548)	442
	575,680	214,798

(b) Cost of sales

Production and purchase costs	487,349	177,371
Royalties	715	646
Environment levy	667	693
Insurance	1,595	926
	490,326	179,636

Shipping costs:

Shipping charges	25,260	11,084
Port charges	1,408	1,198
	26,668	12,282

Handling and warehousing costs	2,575	1,176
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Depreciation:

Plant and equipment	4,913	4,554
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Total cost of sales	524,482	197,648
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(c) Other income

Foreign exchange gain	790	936
Gain on disposal of asset	40	1,396
Unrealised gain on capital notes	3	-
	833	2,332

CI RESOURCES LIMITED

Notes to the financial statements For the half-year ended 31 December 2022

3 Revenue and Expenses (continued)

	Consolidated	
	31 December 2022 \$'000s	31 December 2021 \$'000s
(d) Finance costs		
Accretion in provisions	(368)	228
Interest expense	2,129	443
	<u>1,761</u>	<u>671</u>
(e) Other expenses		
Redundancy expense	173	206
Unrealised loss on capital notes	-	7
Depreciation	282	304
Administration and other	12,182	8,701
	<u>12,637</u>	<u>9,218</u>

4 Dividends Paid and Proposed

Franked dividends declared and paid during the half-year on ordinary shares to the owners of the parent: \$0.01 (December 2021: \$0.01)	(1,156)	(1,156)
Dividends proposed and not yet recognised as a liability: \$0.025 (December 2021: \$0.02)	(2,890)	(2,312)
	<u>(4,046)</u>	<u>(3,468)</u>

5 Commitments and Contingencies

As at the reporting date, the consolidated entity had no expenditure commitments.

Since the last annual reporting date, there has been no material change to any contingent liabilities or contingent assets.

6 Events after the Balance Sheet Date

No matter or circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect, the operations of CI Resources Limited and its controlled entities, or the state of affairs of CI Resources Limited and its controlled entities in subsequent periods.

Notes to the financial statements
For the half-year ended 31 December 2022

7 Financial Instruments

The Directors have concluded that the fair value of financial assets and financial liabilities are not materially different to book values. The methods and assumptions used to estimate the fair value of financial instruments were:

- Receivables/payables - Due to the short term nature of these financial rights and obligations, and/or market interest received/paid, their carrying values are estimated to represent their fair values.
- Derivatives - The fair values of forward currency contracts are calculated by reference to current forward exchange rates for contracts with similar maturity profiles.
- Finance lease liability - The fair value is the present value of minimum lease payments.
- Bank loan - All the bank loans of the Group are interest bearing with floating interest rates which move in accordance with the market interest rates. Therefore the fair value of the bank loans approximates their carrying value.
- Term deposits - The carrying values of term deposits represent the fair values.
- Capital notes - These investments are fair valued by reference to published bid prices.

(a) Forward currency contracts – Financial asset at fair value through profit or loss

The Group has entered into forward exchange contracts which are economic hedges but do not satisfy the requirements for hedge accounting.

	Notional amounts \$AUD		Average exchange rate	
	31 Dec 2022 \$'000s	30 June 2022 \$'000s	31 Dec 2022	30 June 2022
Sell US\$/buy Australian \$				
Consolidated				
Sell US\$ maturity 0 to 12 months	44,986	39,477	0.6891	0.6966
Sell US\$ maturity 12 to 24 months	9,412	1,445	0.6374	0.6921
Sell EUR/buy US\$				
Sell EUR maturity 0 to 12 months	42,686	23,766	0.9812	0.9395

These contracts are fair valued by comparing the contracted rate to the forward market rates for contracts with the same remaining term, discounted at a market interest rate. All movements in fair value are recognised in profit or loss in the period they occur. The net fair value gain on foreign currency derivatives during the half-year were \$0.183 million (2021: loss \$0.882 million) for the Group.

(b) Capital notes – Financial asset at fair value through profit or loss

The Group has invested in capital notes with various institutions which are designated as available-for-sale financial assets.

	Fair Value \$AUD	
	31 Dec 2022 \$'000s	30 June 2022 \$'000s
Capital notes \$		
Australian capital notes	385	766
Initial measurement of these financial assets comprise fair value plus transaction costs and subsequent measurement at fair value. The movement in fair value in each period is recognised in other comprehensive income. The net fair value gain on capital notes during the half-year were \$6,000 (2021: loss \$7,000) for the Group.		

The group uses various methods in estimating the fair value of a financial instrument. The methods comprise:

Level 1: the fair value is calculated using quoted price in active markets;

Level 2: the fair value is estimated using inputs other than quoted prices included in Level 1 that are observable for the assets or liability, either directly (as price) or indirectly (derived from prices); and

Level 3: the fair value is estimated using inputs for the assets or liability that are not based on observable market data.

CI RESOURCES LIMITED

Notes to the financial statements For the half-year ended 31 December 2022

	Level 1 \$'000s	Level 2 \$'000s	Level 3 \$'000s	Total \$'000s
Forward currency contract - classified as financial asset at fair value through profit or loss	-	(1,050)	-	(1,050)
Capital notes - classified as financial asset at fair value through profit or loss	385	-	-	385
	385	(1,050)	-	(665)

Transfer between categories:

There were no transfers between levels during the half-year.

8 Segment Reporting

Segment Reporting for the half-year ended 31 December 2022

The Group has identified its operating segments based on the internal reports that are reviewed and used by the executive management team (the chief operation decision makers) in assessing performance and in determining the allocation of resources.

The Group has identified its operating segments to be Fertiliser, Farming and Logistics based on the different operating businesses within the Group. Discrete financial information about each of these operating segments is reported to the chief operation decision makers on a monthly basis.

The Fertiliser operating segment primarily involves mining, processing and sale of phosphate rock, phosphate dust and other fertiliser products.

The Farming operating segment primarily involves oil palm cultivation and palm oil processing.

The Logistics operating segment primarily involves trading, importing and exporting of commodities. The new subsidiary acquired during the period (Liven Nutrient Pte Ltd) is included in this segment.

Accounting policies and inter-segment transactions

The accounting policy used by the Group in reporting segments internally are the same as those contained in Note 2 to the 30 June 2022 accounts.

	Half-Year ended 31 December 2022				
	Fertiliser	Farming	Logistics	Unallocated/ Elimination	Total
	\$'000s	\$'000s	\$'000s	\$'000s	\$'000s
Revenue					
Phosphate sales	59,526	-	-	-	59,526
Palm oil sales	-	22,171	-	-	22,171
Other sales	19,626	-	-	-	19,626
Interest income	92	66	-	26	184
Dividend income	-	429	-	-	429
Rendering of services	278	-	-	5,949	6,227
Fuel sales	-	-	-	13,461	13,461
Trading and logistics sales	-	-	454,056	-	454,056
Total segment revenue	79,522	22,666	454,056	19,436	575,680
Result					
Segment net operating profit/(loss) after tax (attributable to parent)	8,945	826	19,256	206	29,233

CI RESOURCES LIMITED

Notes to the financial statements For the half-year ended 31 December 2022

8 Segment reporting (continued)

	Half-Year ended 31 December 2022				
	Fertiliser	Farming	Logistics	Unallocated/ Elimination	Total
	\$'000s	\$'000s	\$'000s	\$'000s	\$'000s
Depreciation and amortisation	3,227	1,177	-	791	5,195
Income tax expense	3,698	525	3,752	518	8,493

As at 31 December 2022

Assets and Liabilities

Segment assets	164,842	65,961	195,344	48,457	474,604
Segment liabilities	67,553	13,882	154,857	3,255	239,547

	Half-Year ended 31 December 2021				
	Fertiliser	Farming	Logistics	Unallocated/ Elimination	Total
	\$'000s	\$'000s	\$'000s	\$'000s	\$'000s
Revenue					
Phosphate sales	50,062	-	-	-	50,062
Palm oil sales	-	16,149	-	-	16,149
Other sales	4,152	-	-	-	4,152
Interest income	35	57	25	28	145
Dividend income	-	297	-	-	297
Rendering of services	353	-	-	6,844	7,197
Fuel sales	-	-	-	6,921	6,921
Trading and logistics sales	-	-	129,875	-	129,875
Total segment revenue	54,602	16,503	129,900	13,793	214,798
Result					
Segment net operating profit/(loss) after tax (attributable to parent)	5,727	(172)	395	850	6,800
Depreciation and amortisation	2,930	1,314	-	614	4,858
Income tax expense	1,980	376	52	299	2,707

As at 31 December 2021

Assets and Liabilities

Segment assets	172,923	57,926	76,056	34,311	341,216
Segment liabilities	49,285	14,159	72,973	3,065	139,482

CI RESOURCES LIMITED

Notes to the financial statements For the half-year ended 31 December 2022

8 Segment reporting (continued)

Revenue from external customers by geographical locations is detailed below. Revenue is attributed to geographic location based on the location of the customers. The Company does not have external revenues from external customers that are attributable to any geographical location other than as shown:

	1 July 2022 to 31 December 2022	1 July 2021 to 31 December 2021
	\$'000s	\$'000s
Oceania	47,008	15,308
Asia	323,783	69,173
Europe	54,139	-
Africa	151,298	129,875
	576,228	214,356

Major customers

The Group has a number of customers to which it provides the products. There are Nil (2021: 3) customer of the Group who each account for more than 10% of total external revenue for the half years ended.

Non-Current Assets by geographical regions:

	Consolidated	
	31 December 2022	30 June 2022
	\$'000s	\$'000s
Australia	60,210	60,928
Malaysia	74,711	71,398
Singapore	10,291	8,910
Switzerland	718	851
	145,930	142,087

9 Related parties

The Group has a policy that all transactions with related parties are conducted on commercial terms and conditions.

No material related party transactions occurred other than the remuneration of Directors and Key Management Personnel.

10 Changes in composition of the entity

There has been material change in the composition and nature of the Group during the interim period with the acquisition of a non-listed subsidiary based in Singapore as disclosed in Note 11.

11 Business combination

Acquisition of Subsidiary

On 4 July 2022, the Company acquired 3,000,000 ordinary shares in Liven Nutrients Pte Ltd ("Liven"), for US\$3.0M which represent a 60% interest in the newly incorporated entity. Liven was established as a non-listed company based in Singapore for the purposes of conducting fertiliser trading activities and growing the Group's capacity to supply fertiliser to customers in the Asia Pacific region.

Assets acquired and liabilities assumed

Other than the original US\$100 of equity in the entity, there were no other identifiable assets or liabilities of Liven as at the date of acquisition.

Directors' Declaration

In the directors' opinion:

- (a) The financial statements comprising the Statement of Comprehensive Income, Statement of Financial Position, Statement of Cash Flows, Statement of Changes in Equity and accompanying notes are in accordance with the Corporations Act 2001, including:
 - (i) complying with Accounting Standard AASB 134: Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the company and the consolidated entity's financial position as at 31 December 2022 and of their performance, for the half-year ended on that date; and
- (b) There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.

A handwritten signature in black ink, appearing to be 'D Somerville', with a large loop and a horizontal stroke extending to the right.

D Somerville
Chairman

Perth
28 February 2023

Independent auditor's review report to the members of CI Resources Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of CI Resources Limited (the Company) and its subsidiaries (collectively the Group), which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a description of accounting policies and other explanatory information, 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 the Group does not comply with the *Corporations Act 2001*, including:

- a. Giving a true and fair view of the consolidated financial position of the Group as at 31 December 2022 and of its consolidated financial performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

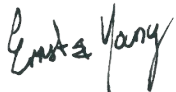
Directors' responsibilities for the half-year financial report

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 Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether 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 Group's financial position as at 31 December 2022 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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.



Ernst & Young



Russell Curtin
Partner
Perth
28 February 2023