

Appendix 4D

Half-Year Report for the period ended 31 December 2021

Name of Entity	Wide Open Agriculture Limited
ABN	86 604 913 822
Half Year Ended	31 December 2021
Previous Corresponding Reporting Period	31 December 2020

Results for Announcement to the Market

	\$'000	Percentage increase/(decrease) over previous corresponding period
Revenue from ordinary activities	3,972	127%
(Loss) from ordinary activities after tax attributable to members	(5,317)	46%
Net (loss) for the period attributable to members	(5,317)	46%
Dividends (distributions)	Amount per security	Franked amount per security
Final Dividend	It is not proposed to pay Dividends	
Interim Dividend	It is not proposed to pay Dividends	
Record date for determining entitlements to the dividends (if any)	Not Applicable	

Review of Operations

Refer to Directors' Report included in the attached half-year financial report

Earnings Per Share

	Current Period	Previous corresponding period
(Loss) per share (Basic & Diluted)	(4.49) cents	(3.87) cents

Net Tangible Assets per Security

	Current Period	Previous corresponding period
Net tangible asset backing per ordinary security	20.62 cents	14.21 cents

The 31 December 2021 financial report dated 21 February 2022 forms part of and should be read in conjunction with the Half Year Report (Appendix 4D).

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

Signed in accordance with a resolution of Directors. On behalf of the Directors:

Ben Cole
Managing Director



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WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

CONSOLIDATED FINANCIAL REPORT
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

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WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

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CORPORATE DIRECTORY

DIRECTORS

Mr Anthony Maslin (Non-Executive Chairman)
Dr Ben Cole (Managing Director)
Mr Stuart McAlpine (Non-Executive Director)
Ms Elizabeth Brennan (Non-Executive Director)
Mr Ronnie Duncan (Non-Executive Director)

COMPANY SECRETARY

Mr Sam Wright

PRINCIPAL PLACE OF BUSINESS

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AUDITORS

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SHARE REGISTRY

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STOCK EXCHANGE

Australian Securities Exchange
Central Park
152-158 St Georges Terrace
Perth Western Australia 6000

ASX CODE: WOA

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

DIRECTOR'S REPORT

Your directors present this report on Wide Open Agriculture Limited (the "Company" or "WOA") and its subsidiaries ("Consolidated Entity" or "Group") for the half year ended 31 December 2021.

DIRECTORS

The name of the directors in office at any time during, or since the end of the half year are:

Ben Cole – Managing Director (appointed on 23 March 2015)

Anthony Maslin – Non-Executive Chairman (appointed on 23 March 2015)

Stuart McAlpine – Non-Executive Director (appointed 30 March 2016)

Elizabeth Brennan – Non-Executive Director (appointed 11 November 2019)

Ronnie Duncan – Non-Executive Director (appointed 03 December 2019)

COMPANY SECRETARY

Sam Wright (appointed on 28 September 2016)

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

DIRECTOR'S REPORT

LETTER FROM MANAGING DIRECTOR

Wide Open Agriculture was founded with the vision that the food and farming system is a vital solution to fight climate change and biodiversity loss. We retain our conviction that striving for 4 Returns (financial, natural, social and inspirational) offers the framework to build a profitable business that is good for people and the planet.

Over the last six months, incredible progress has been made towards achieving this vision, as we focused on our food brand, oat milk and lupin protein business streams. Our connection and belief in our farmers continues and we launched a number of new products sourced from farms practicing regenerative practices. Our loyal and growing customer base continue to act as advocates for the Dirty Clean Food brand and support real change in our food and farming system.

The Company achieved record revenue results despite the on-going macroeconomic and social disruptions caused by COVID-19. These results highlight our resilient and responsive business model and were driven by the increasing demand from consumers seeking regenerative, ethical food and beverages.

Coinciding with this revenue growth, we simultaneously launched new products and grew our brand across the health and wellness and plant-based categories, both domestically and overseas. Our presence expanded into Sydney, Melbourne and Singapore.

Wide Open Agriculture is now ideally positioned to continue its expansion into the fastest growing and most attractive food and drink categories. We have proven our capability to launch delicious, climate-friendly products that build a genuine connection between consumers and regenerative farmers. Our portfolio will continue to centre around food and drink products that come from regenerative farms (a process that seeks to capture carbon in the soil) and retain our proven focus on innovation, with a number of breakthrough food and beverage products under development (including our high protein oat milk).

Yours sincerely,

Dr Ben Cole
Managing Director

REVIEW OF OPERATIONS

Wide Open Agriculture reported record revenue of AUD\$3.9 million for H1 FY22, representing an increase of 127% over H1 FY21. Growth was driven by increased sales of oat milk products sold into Australia and Singapore, as well as continued growth in Dirty Clean Food's regenerative food brand in Western Australia. Oat milk distribution agreements were also signed with Woolworths Australia and the distributor GrowHub in Singapore.

The Company raised AUD\$20.6 million (before costs) through a single tranche placement and Share Purchase Plan by issuing a total of 27.5m shares at an issue price of AUD\$0.75 per share. The capital raise attracted 8 local and 7 international institutional investors to the register, demonstrating confidence in our growth strategy.

Funds will support the design, construction and operation of an advanced, green technology oat milk and plant-based drink manufacturing facility. Funding will also be used to expand the capacity and scope of the lupin pilot plant, to match the strong internal and potential external demand for the output.

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

DIRECTOR'S REPORT

PLANT-BASED PROTIEN

The Company identified a number of global food and ingredient companies and supplied samples of lupin protein to these potential customers. Each potential partner represents a specific food and drink category, and we have had preliminary conversations with more than 10 potential strategic partners in multiple geographies.

Following the filing of a Patent Cooperation Treaty ("PCT") application, WOA received an International Preliminary Report on Patentability (IPRP), which deemed the Company's lupin protein technology novel and inventive. The favourable IPRP report can now be used to expedite examination in several jurisdictions, providing WOA greater options to pursue its patenting strategy.

Our in-house lupin protein product development advanced greatly during H1 FY22. We are striving to create the lowest carbon, high protein oat milk in the world through regenerative farming and low carbon manufacturing. The higher protein content is expected to out position other oat milks that have a lower protein content than soy, almond and dairy milks.

Importantly, all equipment for our lupin pilot plant have been ordered and are being shipped to the Company's distribution centre in Kewdale, Western Australia. The Kewdale site has a number of advantages, including access to technical and product development team members and Dirty Clean Food's commercial kitchen.

OAT MILK

Demand for our carbon neutral certified oat milk continued at a rapid pace. Sales more than doubled sequentially from October to December 2021, with the product now being available in more than 500 retail and café locations globally. In recent months, we have focused efforts on expanding distribution opportunities which resulted in a number of material distribution agreements in H1 FY22. These include national chain Woolworths and GrowHub in Singapore.

Recently, the Company completed a soft launch of its canned Cold Brew Oat Milk in select Perth outlets, and increased production to begin a national launch of the product after positive feedback. Additionally, Dirty Clean Food completed initial production of Chocolate and Coffee flavoured 1L Oat Milk, with initial sales in Australia and Singapore expected to commence shortly.

DIRTY CLEAN FOOD

Dirty Clean Food's regenerative food platform experienced strong growth during H1 FY22, with sales growth robust across all segments. Retail sales of AUD\$695 thousand grew by 197% compared to H1 FY21. Food Service and Wholesale revenues of AUD\$1.9 million increased by 97% versus H1 FY21.

The acceleration of Retail and Food service channels reflected increased sales of oat milk, beef and lamb, as well as synergies realised from cross-selling multiple products into grocery. Revenue from Digital was AUD\$1.2 million, an increase of 114% versus H1 FY21. Dirty Clean Food's digital properties were focused on improvements to its website, expansion of plant-based product lines and digital marketing, which resulted in more efficient costs per new order, growing customer base and improved conversion rates.

PRINCIPAL ACTIVITIES

The principal activities of the Group during the financial half-year were the ongoing development of Dirty Clean Food.

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WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

DIRECTOR'S REPORT

AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration for the half year ended 31 December 2021 has been received and can be found on page 19 required under section 307C of Corporations Act 2001.

Signed for and on behalf of the board in accordance with a resolution of the directors, pursuant to section 306(3)(a) of Corporations Act 2001.



Director:

Dr Ben Cole
Managing Director

Dated on 21 February 2022

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WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME**
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

	Note	31 Dec 2021 \$	31 Dec 2020 \$
Revenue	2	3,971,722	1,752,934
Cost of goods sold		<u>(3,566,139)</u>	<u>(1,515,571)</u>
Gross profit		405,583	237,363
Other income		111,913	241,778
Share of profit of an equity-accounted investment, net of tax		-	941
Expenses			
Amortisation expense		(188,325)	(8,805)
Consultancy fees		(824,069)	(344,778)
Depreciation expense		(66,948)	(16,415)
Employee benefits expense		(2,375,301)	(875,057)
Fair value movement of biological assets		(73,366)	(4,104)
Foreign currency losses		(6,513)	(7,361)
Selling expenses		(440,627)	(309,898)
Share based payments		(974,141)	(1,985,630)
Other administration expenses		<u>(884,860)</u>	<u>(561,172)</u>
Loss for the period before income tax expense		(5,316,655)	(3,633,138)
Income tax expense		-	-
Loss for the period after income tax expense		<u>(5,316,655)</u>	<u>(3,633,138)</u>
Other comprehensive income:		-	-
Total comprehensive loss for the period		<u><u>(5,316,655)</u></u>	<u><u>(3,633,138)</u></u>
Basic loss per share (cents)		(4.49)	(3.87)
Diluted loss per share (cents)		(4.49)	(3.87)

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Note	31 Dec 2021 \$	30 Jun 2021 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		26,209,954	12,976,017
Trade and other receivables		516,346	629,623
Biological assets		168,098	402,662
Inventory		2,149,615	1,185,287
Other		353,104	74,495
TOTAL CURRENT ASSETS		<u>29,397,116</u>	<u>15,268,084</u>
NON-CURRENT ASSETS			
Plant and equipment		1,589,664	448,004
Right-of-use assets		1,240,568	1,553,276
Secured loans		30,755	17,241
Other		200,000	200,000
TOTAL NON-CURRENT ASSETS		<u>3,060,987</u>	<u>2,218,521</u>
TOTAL ASSETS		<u>32,458,103</u>	<u>17,486,605</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		959,247	1,111,448
Lease liabilities		165,699	331,252
Provisions		140,215	95,743
TOTAL CURRENT LIABILITIES		<u>1,265,162</u>	<u>1,538,443</u>
NON-CURRENT LIABILITIES			
Borrowings	3	550,816	538,695
Lease liabilities		1,302,536	1,273,309
Provisions		36,044	21,399
TOTAL NON-CURRENT LIABILITIES		<u>1,889,396</u>	<u>1,833,403</u>
TOTAL LIABILITIES		<u>3,154,558</u>	<u>3,371,846</u>
NET ASSETS		<u>29,303,545</u>	<u>14,114,759</u>
EQUITY			
Issued capital	4	44,450,592	24,856,846
Unlisted options reserve	5	4,243,746	3,332,051
Accumulated losses		(19,390,793)	(14,074,138)
TOTAL EQUITY		<u>29,303,545</u>	<u>14,114,759</u>

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

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

31 December 2021	Issued Capital	Unlisted Options Reserve	Listed Options Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$	\$
Balance at 1 July 2021	24,856,846	3,332,051	-	(14,074,138)	14,114,759
Loss for the period	-	-	-	(5,316,655)	(5,316,655)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	(5,316,655)	(5,316,655)
Transactions with owners, in their capacity as owners, and other transfers					
Shares issued under capital raising	20,000,000	-	-	-	20,000,000
Shares issued under share purchase plan	611,000	-	-	-	611,000
Shares issued on unlisted options exercised	204,946	-	-	-	204,946
Capital raising costs	(1,222,200)	-	-	-	(1,222,200)
Options issued – Share based payments	-	974,141	-	-	974,141
Options exercised	-	(62,446)	-	-	(62,446)
Balance at 31 December 2021	44,450,592	4,243,746	-	(19,390,793)	29,303,545

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

31 December 2020	Issued Capital	Unlisted Options Reserve	Listed Options Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$	\$
Balance at 1 July 2020	9,636,717	1,218,401	72,820	(6,546,744)	4,381,194
Loss for the period	-	-	-	(3,633,138)	(3,633,138)
Other comprehensive income	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	(3,633,138)	(3,633,138)
Transactions with owners, in their capacity as owners, and other transfers					
Shares issued under capital raising	7,000,000	-	-	-	7,000,000
Shares issued under share purchase plan	1,500,040	-	-	-	1,500,040
Shares issued on listed options exercised	1,639,036	-	-	-	1,639,036
Shares issued on unlisted options exercised	3,024,901	-	-	-	3,024,901
Shares issued for employee services rendered	47,756	-	-	-	47,756
Capital raising costs	(702,014)	-	-	-	(702,014)
Options issued – Share based payments	-	2,365,430	-	-	2,365,430
Options exercised	-	(518,151)	(122,710)	-	(640,861)
Unlisted options converted to listed options	-	(276,325)	276,325	-	-
Balance at 31 December 2020	22,146,436	2,789,355	226,435	(10,179,882)	14,982,344

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

	31 Dec 2021	31 Dec 2020
Note	\$	\$
Cash flows from operating activities		
Receipts from customers	4,234,643	1,609,478
Payments to suppliers and employees	(9,399,978)	(4,165,507)
Interest received	14,957	40,273
Grants received	76,716	129,532
Government grants received	-	50,000
Net cash flows (used in) operating activities	<u>(5,073,663)</u>	<u>(2,336,224)</u>
Cash flows from investing activities		
Proceeds from sale of plant and equipment	-	7,487
Payments for acquisition of plant and equipment	(1,208,608)	(14,171)
Payments for secured loans	(13,514)	(25,000)
Repayments of secured loans	-	1,863
Proceed from disposal of investment in equity-accounted investments	-	53,750
Net cash flows from/(used in) investing activities	<u>(1,222,122)</u>	<u>23,929</u>
Cash flows from financing activities		
Proceeds from issue of shares (net of issue costs)	19,529,722	12,200,903
Repayment of lease liabilities	-	(9,520)
Net cash flows from financing activities	<u>19,529,722</u>	<u>12,191,383</u>
Net increase in cash and cash equivalents	13,233,937	9,879,088
Cash and cash equivalents at the beginning of the period	<u>12,976,017</u>	<u>4,431,385</u>
Cash and cash equivalents at the end of the period	<u>26,209,954</u>	<u>14,310,473</u>

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

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WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

1 Statement of Significant Accounting Policies

The financial statements cover Wide Open Agriculture Limited and its subsidiaries as a consolidated entity (Group). Wide Open Agriculture Limited is a company limited by shares, incorporated and domiciled in Australia.

a. Basis of Preparation

These general purpose financial statements for the interim half-year reporting period ended 31 December 2021 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Accounting Standard 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2021 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. The amounts presented in the financial statements have been rounded to the nearest dollar.

New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board (AASB) that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

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WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

b. Segment Reporting

The Group operates in the agriculture industry in Australia. For management purposes, the Group is organised into one main operating segment which involves sales and marketing of fresh produce in Australia. All of the Group's activities are interrelated and discrete financial information is reported to the Board (Chief Operating Decision Maker) as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from this segment are equivalent to the financial statements of the Group as a whole.

2 Revenue and Other Income	31 Dec 2021	31 Dec 2020
	\$	\$
Revenue from contracts with customers		
Sale of goods	3,971,722	1,752,934
Other Income		
Rent received ¹	4,500	4,500
Grants & incentives ²	76,716	179,532
Interest income	19,457	37,230
Gain on disposal of assets	-	20,384
Other income	11,240	132
Total other income	111,913	241,778
Total	4,083,635	1,994,712

¹ Rent received is from McAlpine Farms which is owned by Buntine Holdings Pty Ltd.

² Grants and incentives received relate to Commonland grant funding received for carrying out 4 Returns work and to fund investments in Agtalent. Also included is COVID-19 government stimulus grants.

Disaggregation of revenue

The disaggregation of revenue from contracts with customers is as follows:

Geographical regions

Australia	3,971,722	1,752,934
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Timing of revenue recognition

Goods transferred at a point in time	3,971,722	1,752,934
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WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

3 Fair Value Measurement

Fair value hierarchy

The following tables detail the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability that the entity can access at the measurement date

Level 3: Unobservable inputs for the asset or liability

	Level 1	Level 2	Level 3	Total
31 December 2021	\$	\$	\$	\$
Non-current liabilities				
Shareholder loan	-	550,816	-	550,816
Total liabilities	-	550,816	-	550,816

	Level 1	Level 2	Level 3	Total
30 June 2021	\$	\$	\$	\$
Non-current liabilities				
Shareholder loan	-	538,695	-	538,695
Total liabilities	-	538,695	-	538,695

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

The fair value of financial liabilities is estimated by discounting the remaining contractual maturities at the current market interest rate that is available for similar liabilities.

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

4 Issued Capital	31 Dec 2021	30 Jun 2021	31 Dec 2021	30 Jun 2021
	\$	\$	Shares	Shares
Ordinary Shares	47,035,478	26,219,533	142,141,773	113,910,514
Capital Raising Costs	(2,584,886)	(1,362,687)	-	-
	<u>44,450,592</u>	<u>24,856,846</u>	<u>142,141,773</u>	<u>113,910,514</u>

(a) Movement in Ordinary share capital

	No. Of shares	Issue Price	Total
		\$	\$
Balance at 1 July 2021	113,910,514		24,856,846
Options Exercised	550,000	0.15	128,546
Shares Issued	26,666,667	0.75	20,000,000
Options Exercised	200,000	0.30	76,400
Shares Issued	814,592	0.75	611,000
Less: Transaction Costs	-		(1,222,200)
Balance at 31 December 2021	<u>142,141,773</u>		<u>44,450,592</u>
Balance at 1 July 2020	82,208,774		9,636,717
Shares Issued	9,444,445	0.90	8,500,040
Shares Issued	202,710	0.24	47,756
Options Exercised	3,325,000	0.15	777,117
Options Exercised	600,000	0.20	156,706
Options Exercised	600,000	0.25	163,128
Options Exercised	15,729,585	0.30	5,377,396
Options Exercised	1,800,000	0.50	900,000
Less: Transaction Costs	-		(702,014)
Balance at 30 June 2021	<u>113,910,514</u>		<u>24,856,846</u>

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WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

5	Options	31 Dec 2021	30 Jun 2021
		\$	\$
	(a) Unlisted Options Reserve		
	Balance at beginning of period	3,332,051	1,218,401
	Options issued during the previous period	219,540	3,029,776
	Options issued during this period	754,601	-
	Unlisted options converted into listed options	-	(276,325)
	Options exercised transferred to issued capital	(62,446)	(639,801)
	Balance at end of period	4,243,746	3,332,051

On 17 November 2021, 751,042 unlisted options were issued to employees and contractors for nil consideration under the employee incentive scheme. The options have an exercise price of \$1.24 and an expiry date of 30 November 2025. These options vested on 30 November 2022.

On 17 November 2021, 3,625,000 unlisted options were issued to Directors for nil consideration. The options have an exercise price of \$1.24 and an expiry date of 30 November 2025. These options vested immediately.

Options issued in the form of share-based payments are valued using the Black-Scholes valuation model. For options granted during the current financial period, the valuation model inputs used to determine the fair value at the grant date, are as follows:

Number of options issued	Grant Date	Expiry Date	Spot Price	Exercise Price	Volatility	Risk-free interest rate	Dividend Yield	Fair Value
751,042	19/11/2021	30/11/2025	\$0.77	\$1.24	50%	1.42%	0%	\$0.194
3,625,000	19/11/2021	30/11/2025	\$0.77	\$1.24	50%	1.42%	0%	\$0.194

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WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

6 Commitments

On 29 July 2016, the Group entered into a contract to acquire land from Buntine Holdings Pty Ltd with a deferred consideration element. The details are:

- Price of the land was \$323,879.
- Deposit of \$50,000 paid on 29 July 2016 in the form of 1,000,000 shares at 0.05c each
- Partial payment of \$150,000 was made on 13 August 2018.
- Remaining consideration to be paid in full no later than 8 years from 23 March 2016.
- Interest to be paid on this outstanding amount at the annual rate of the RBA base rate plus 2.5%. This has been treated as operational expense as Right of access and use.
- The land has not been accounted for as fixed assets.

On 20 November 2020, the Group exercised its option pursuant to the Option and Licence Agreement to acquire exclusive commercial licence for the proprietary modified lupin protein technology developed and patented by Curtin University. Details of the royalties payable to Curtin University under the agreement are as follows:

- Royalties payable by the Group to Curtin University on the basis of:
 - a Production – a royalty of \$120 per tonne of lupin protein isolate produced or manufactured by the Group;
 - b High sale value – a royalty of 12.5% of net sales revenue in excess of \$6,000 per tonne of royalty sales product; and
 - c Sub-licence revenues – a royalty of 12.5% of revenue derived by sub-licences.

Minimum annual royalty payable by the Group to Curtin University as noted below:

- Commencing on year 3 after the commencement date of the licence of \$25,000;
- Commencing on year 4 after the commencement date of the licence of \$35,000;
- Commencing on year 5 after the commencement date of the licence of \$50,000 per year averaged over a 3 year periods; and
- Commencing on year 8 after the commencement date of the licence of \$75,000 per year until the end of the term and averaged over 3 year periods.

	31 Dec 2021	30 Jun 2021
	\$	\$
Not longer than one year	3,800	4,496
Longer than one year, but not longer than five years	333,879	123,879
Longer than five years	600,000	750,000
	937,679	938,375
 Short Term Operating Lease Commitment	 3,800	 4,496

Commitments for expenditure for the financial half-year within one year represent payment for office lease costs.

Commitments for expenditure for the financial half-year longer than one year, but not longer than five years represent deferred consideration of purchase of Kulinbah East Block from Buntine Holdings Pty Ltd, and payment of the minimum annual royalties to Curtin University of \$150,000.

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822

NOTES TO THE FINANCIAL STATEMENTS
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

Commitments for expenditure for the financial half-year over five years represent payment of minimum annual royalties to Curtin University of \$600,000.

Other than the interests disclosed above there were no further commitments as at 31 December 2021.

7 Controlled Entities

There have been no changes to the entities and group structure.

8 Dividends

The directors do not recommend the payment of a dividend in respect of the half-year ended 31 December 2021.

9 Contingent liabilities and assets

There were no material changes to contingent liabilities or assets since 30 June 2021.

10 Significant Events After the Reporting Date

On 6th January 2022, Wide Open Agriculture Limited announced that Dirty Clean Food secured a new 3-year distribution agreement with Metro Alliance Ltd. To carry the Company's carbon neutral, regenerative oat milk in Hong Kong and Macau. The agreement is expected to generate revenue of approximately \$700,000 per annum for Dirty Clean Food.

On 21st January 2022, Wide Open Agriculture Limited held a General Meeting of Shareholders. At the meeting all resolutions that were put were passed by a poll.

No other matters or circumstance has arisen subsequent to the end of the reporting date which has significantly affected the operations of the Group, the results of the operations or the state of affairs of the Group.

WIDE OPEN AGRICULTURE LIMITED
ABN 86 604 913 822
FOR THE 6 MONTHS ENDED 31 DECEMBER 2021

DIRECTORS' DECLARATION

The directors of the Company declare that:

1. The consolidated financial statements and notes as set out in this half-year financial report, are in accordance with the Corporations Act 2001, including:
 - (a) complying with Australian Accounting Standard AASB134: *Interim Financial Reporting* and the Corporations Regulations 2001; and
 - (b) giving a true and fair view of the Group's financial position as at 31 December 2021 and of its performance for the half-year ended on that date;
2. In the director's opinion there are reasonable grounds to believe that the Group 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, made pursuant to section 303(5)(a) of Corporations Act 2001.

On behalf of the directors



Director: _____

Dr Ben Cole
Managing Director

Dated on 21 February 2022



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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Wide Open Agriculture Limited for the half-year ended 31 December 2021, 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.

RSM AUSTRALIA PARTNERS

TUTU PHONG
Partner

Perth, WA
Dated: 21 February 2022

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF WIDE OPEN AGRICULTURE LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Wide Open Agriculture Limited which comprises the statement of financial position as at 31 December 2021, 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, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

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 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 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 consolidated entity's financial position as at 31 December 2021 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*. As the auditor of Wide Open Agriculture Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

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Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Wide Open Agriculture Limited, would be in the same terms if given to the directors as at the time of this auditor's review report.

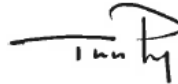
Conclusion

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 Wide Open Agriculture Limited is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its 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*.

RSM

RSM AUSTRALIA PARTNERS

A handwritten signature in black ink, appearing to read "Tutu Phong".

TUTU PHONG
Partner

Perth, WA
Dated: 21 February 2022

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