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FFI HOLDINGS LIMITED

ABN 32 009 155 328

**ASX PRELIMINARY FINAL REPORT
FOR THE YEAR ENDED 30 JUNE 2022
(APPENDIX 4E)**

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

CONTENTS

Cover Page	1
Appendix 4E	3
Commentary on Financial Results	4
Consolidated Statement of Profit or Loss and Other Comprehensive Income	5
Consolidated Statement of Financial Position	6
Consolidated Statement of Changes in Equity	7
Consolidated Statement of Cash Flows	8
Notes to the Preliminary Final Report	9

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APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Movement from the previous corresponding period (12 months ended 30 June 2021) for:

Revenue from ordinary activities - continuing operations	down	0.2%	to	\$37,218,984
Profit/(loss) from ordinary activities after tax attributable to members	down	86.0%	to	\$1,218,580
Net profit/(loss) attributable to members	down	86.0%	to	\$1,218,580

DIVIDENDS

	Amount per security	Franked amount per security
Final dividend this period	Nil	Nil
Final dividend previous corresponding period	14.0 cents	14.0 cents
Interim dividend – paid 25 March 2022	10.0 cents	10.0 cents
Interim dividend previous corresponding period	12.0 cents	12.0 cents

NET TANGIBLE ASSETS

	Current period 30/6/2022	Previous corresponding period 30/6/2021
Net tangible assets per security	\$3.89	\$4.02

F.F.I. HOLDINGS LIMITED

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APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

COMMENTARY ON RESULTS

Financial results

FFI Holdings Limited (the Company) has reported a net profit before tax of \$1.63 million for the year ended 30th June 2022. The results are in line with previously notified profit guidance.

The net profit before tax for the previous corresponding period, after excluding the income relating to compensation received from the Main Roads of Western Australia, was \$4.69 million.

The significantly reduced profit reflects the difficult trading conditions the Company experienced during the financial year, particularly during the second half.

The result was achieved on revenue of \$37.2 million, down a modest 0.2% on the previous corresponding year.

The Company continues to be in a very strong financial position with net assets of \$42.5 million (representing net tangible asset backing of \$3.89 per share).

Food operations

The year under review has proven to be an extremely difficult trading period for the Company, with significant increases in many of the Company's major input costs, including raw materials, freight and labour. Profits have also been negatively impacted by problems with raw material, inventory recoveries and supply chain disruptions.

The Company's management team is working with suppliers and customers in order to restore profit margins while internal processes and controls continue to be reviewed to improve raw material recoveries.

Despite the supply chain disruptions, sales revenue from the Company's food operations increased by 1.3% to \$36.0 million.

Property Investment

Rent received from the Company's investment properties increased by 4.8% to \$1.25 million for the year.

The asset values for the Company's investment properties as at 30th June 2022 of \$20.5 million, excluding some minor land development costs incurred during the year, remain unchanged from the valuations used in the 30th June 2021 annual accounts.

Dividend

In view of the reduced profit result, the Directors have resolved not to pay a final dividend. During the year the Company paid an interim dividend of 10.0 cents per share, fully franked (down from the 12.0 cents per share for the previous corresponding interim dividend). The Directors are aware of the importance many shareholder place on dividend returns and will remain focused on returning to dividend growth.

Outlook

The Company's management team remains focused on addressing the issues that have affected profit margins and managing the supply chain challenges that the industry is currently experiencing. While trading conditions in the short term are still difficult, the longer-term outlook remains positive. The Company has many opportunities for future growth and is in excellent financial shape. From this position of strength, the Company is well positioned to deliver long term growth for shareholders.

Rodney Moonen

Chairman

30th August 2022

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
Revenue from continuing operations	2	37,218,984	37,297,337
Other income	2	(9,000)	6,831,529
Changes in inventories of finished goods and work in progress		1,191,262	579,444
Raw materials and consumables used		(21,081,522)	(18,426,579)
Employee benefits expense		(8,537,128)	(7,900,100)
Depreciation and amortisation expense	3	(853,821)	(798,942)
Repairs and maintenance expense		(820,774)	(960,297)
Freight expense		(2,058,037)	(1,319,571)
Other expenses		(3,421,850)	(3,721,876)
Profit before income tax expense		1,628,114	11,580,945
Income tax expense			
Current year income tax	4	(409,534)	(2,994,190)
Current year income tax adjustment for change in tax treatment of non-current assets	4	-	(285,632)
Income tax benefit on restatement of deferred tax liabilities due to change in the Company's tax rate from 27.5% to 25% on 1 July 2021	4	-	422,167
Profit after tax attributable to members of the parent entity		1,218,580	8,723,290
Other comprehensive income for the period			
Items that will not be reclassified to profit or loss:			
Movement in reserve due to changes in the Company's tax rate		-	120,285
Other comprehensive income for the period, net of tax		-	120,285
Total comprehensive income for the period attributable to members of the parent entity		1,218,580	8,843,575
Basic and diluted earnings per share (cents)		11.3	81.0
Weighted average number of shares outstanding during the year used in calculating EPS		10,780,367	10,772,970

The accompanying notes form part of these financial statements.

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022**

	Note	2022 \$	2021 \$
CURRENT ASSETS			
Cash and cash equivalents		705,713	5,463,450
Trade and other receivables	5	6,275,323	5,050,283
Inventories	6	11,878,649	7,279,404
Other current assets	7	39,374	458,298
Current tax refundable	14	750,434	-
TOTAL CURRENT ASSETS		19,649,493	18,251,435
NON-CURRENT ASSETS			
Trade and other receivables	5	200,055	222,204
Property, plant and equipment	8	15,180,932	14,833,589
Investment property	9	20,482,016	20,478,906
Financial assets	10	71,536	71,536
Intangible assets	11	551,852	552,762
Deferred tax assets	12	235,615	318,236
TOTAL NON-CURRENT ASSETS		36,722,006	36,477,233
TOTAL ASSETS		56,371,499	54,728,668
CURRENT LIABILITIES			
Trade and other payables	13	6,237,957	2,820,441
Current tax liabilities	14	-	471,003
Short-term provisions	15	942,461	919,948
TOTAL CURRENT LIABILITIES		7,180,418	4,211,392
NON-CURRENT LIABILITIES			
Trade and other payables	13	48,564	38,564
Deferred tax liabilities	14	6,645,710	6,613,197
TOTAL NON-CURRENT LIABILITIES		6,694,274	6,651,761
TOTAL LIABILITIES		13,874,692	10,863,153
NET ASSETS		42,496,807	43,865,515
EQUITY			
Contributed equity	16	19,939,268	19,939,268
Reserves		4,372,908	4,372,908
Retained earnings		18,184,631	19,553,339
Parent interest		42,496,807	43,865,515
TOTAL EQUITY		42,496,807	43,865,515

The accompanying notes form part of these financial statements.

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F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2022

	Ordinary Share Capital \$	Retained Earnings \$	Asset Revaluation Reserve \$	Total \$
Balance at 1.7.2021	19,939,268	19,553,339	4,372,908	43,865,515
Comprehensive income:				
Profit attributable to members of parent entity	-	1,218,580	-	1,218,580
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	1,218,580	-	1,218,580
Transactions with owners, in their capacity as owners, and other transfers	-	-	-	-
Shares issued during the period	-	-	-	-
Dividends recognised for the period	-	(2,587,288)	-	(2,587,288)
Total transactions with owners and other transfers	-	(2,587,288)	-	(2,587,288)
Balance at 30.6.2022	19,939,268	18,184,631	4,372,908	42,496,807
Balance at 1.7.2020	19,829,268	13,522,540	4,252,623	37,604,431
Comprehensive income:				
Profit attributable to members of parent entity	-	8,723,290	-	8,723,290
Other comprehensive income				
Income tax benefit on restatement of deferred tax liabilities due to change in the Company's tax rate from 27.5% to 25% on 1 July 2021	-	-	120,285	120,285
Total comprehensive income for the period	-	8,723,290	120,285	8,843,575
Transactions with owners, in their capacity as owners, and other transfers	-	-	-	-
Shares issued during the period	110,000	-	-	110,000
Dividends recognised for the period	-	(2,692,491)	-	(2,692,491)
Total transactions with owners and other transfers	110,000	(2,692,491)	-	(2,582,491)
Balance at 30.6.2021	19,939,268	19,553,339	4,372,908	43,865,515

The accompanying notes form part of these financial statements.

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		35,990,782	37,304,964
Payments to suppliers and employees		(35,468,341)	(33,573,343)
Dividends received	2	2,133	1,422
Interest received	2	1,939	492,546
Finance costs		-	-
Income tax refunded/(paid)		(1,515,837)	(1,324,057)
Net cash provided by (used in) operating activities	17	<u>(989,324)</u>	<u>2,901,532</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		36,000	-
Proceeds from MRWA for land taken		-	4,505,000
Purchase of property, plant and equipment	8	(1,184,645)	(1,322,200)
Own use property development costs	8	(61,519)	(147,352)
Investment property development costs	9	(3,110)	-
Net cash provided by (used in) investing activities		<u>(1,213,274)</u>	<u>3,035,448</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of employee share loans		22,149	27,291
Proceeds from issue of shares		-	12,501
Bond received		10,000	-
Repayment of bond		-	(3,000)
Dividends paid by parent entity		(2,587,288)	(2,692,491)
Net cash provided by (used in) financing activities		<u>(2,555,139)</u>	<u>(2,655,699)</u>
Net increase (decrease) in cash held		(4,757,737)	3,281,281
Cash at 1 July 2021		5,463,450	2,182,169
Cash at 30 June 2022		<u>705,713</u>	<u>5,463,450</u>

The accompanying notes form part of these financial statements.

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(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

NOTE 1: BASIS OF PREPARATION OF THE PRELIMINARY FINAL REPORT

The financial report has been prepared in accordance with ASX Listing Rule 4.3A and the disclosure requirements of ASX Appendix 4E. The accounting policies have been consistently applied, unless otherwise stated.

The financial report covers the economic entity of F.F.I. Holdings Limited and controlled entities.

F.F.I. Holdings Limited is a listed public company, incorporated and domiciled in Australia.

	2022	2021
	\$	\$
NOTE 2: REVENUE AND OTHER INCOME		
Revenue		
— Sale of goods	35,966,369	35,510,415
— Dividends received	2,133	1,422
— Interest received	1,939	492,546
— Rent received	1,247,337	1,189,879
— Other revenue	1,206	103,075
Total revenue	<u>37,218,984</u>	<u>37,297,337</u>
(a) Dividend revenue from:		
— Other corporations	2,133	1,422
Total dividend revenue	<u>2,133</u>	<u>1,422</u>
(b) Interest revenue from:		
— MRWA	-	492,464
— Other corporations	1,939	82
Total interest revenue	<u>1,939</u>	<u>492,546</u>
(c) Rental revenue from:		
— Other corporations	1,247,337	1,189,879
Total rental revenue	<u>1,247,337</u>	<u>1,189,879</u>
Other income		
— Compensation income for land taken - MRWA	-	6,099,850
— Gain/(Loss) on sale of investment property – MRWA	-	528,977
— Gain/(Loss) on sale of own use property – MRWA	-	202,702
— Gain/(Loss) on disposal of non-current assets	(9,000)	-
Total other income	<u>(9,000)</u>	<u>6,831,529</u>

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	\$	\$
NOTE 3: PROFIT/(LOSS) FOR THE YEAR		
Profit/(loss) from ordinary activities before income tax has been determined after:		
Expenses		
— Cost of sales	29,808,897	27,217,747
— Depreciation of buildings	53,603	48,052
— Depreciation of plant and equipment	800,218	750,890
— Rental expense on short term leases	55,435	58,999
— Employee benefits - superannuation	546,778	476,752
— Legal & expert fees related to MRWA land taken claim	-	435,356
—		
NOTE 4: INCOME TAX EXPENSE		
The prima facie tax on profit from ordinary activities before income tax is reconciled to the income tax as follows:		
Operating profit/(loss) before income tax	1,628,114	11,580,945
Prima facie tax payable on profit from ordinary activities before income tax at 25% (2021: 26%)	407,028	3,011,046
Add:		
Tax effect of:		
Non-deductible depreciation and amortisation	13,401	12,493
Other non-allowable items	3,287	1,561
Income tax adjustment for change in		
Tax treatment of non-current assets	-	285,632
Under provision for income tax in prior year	1,184	2,737
	424,900	3,313,469
Less:		
Tax effect of:		
Rebateable fully franked dividends	534	539
Other allowable items	-	19,993
Other tax benefits	14,832	13,115
Income tax benefit on restatement of deferred tax liabilities due to change in the Company's tax rate from 27.5% to 25% on 1 July 2021	-	422,167
	409,534	2,857,655

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	\$	\$
NOTE 5: RECEIVABLES		
CURRENT		
Trade and other receivables	6,275,323	5,050,283
Provision for impairment of receivables	-	-
	<u>6,275,323</u>	<u>5,050,283</u>
NON-CURRENT		
F.F.I. Holdings Ltd – Employee Share Plan	200,055	222,204
	<u>200,055</u>	<u>222,204</u>
NOTE 6: INVENTORIES		
CURRENT		
Raw materials and stores	8,306,961	4,898,977
Finished goods	3,571,688	2,380,427
	<u>11,878,649</u>	<u>7,279,404</u>
NOTE 7: OTHER ASSETS		
CURRENT		
Prepayments	39,374	458,298
	<u>39,374</u>	<u>458,298</u>
NOTE 8: PROPERTY, PLANT AND EQUIPMENT		
LAND AND BUILDINGS		
Freehold land at fair value	5,212,500	5,212,500
TOTAL LAND	<u>5,212,500</u>	<u>5,212,500</u>
BUILDINGS		
Fair value	2,587,536	2,526,017
Accumulated depreciation	(984,164)	(930,561)
TOTAL BUILDINGS	<u>1,603,372</u>	<u>1,595,456</u>
TOTAL LAND AND BUILDINGS	<u>6,815,872</u>	<u>6,807,956</u>
PLANT AND EQUIPMENT		
At cost	17,613,167	16,473,520
Accumulated depreciation	(9,248,107)	(8,447,887)
TOTAL PLANT AND EQUIPMENT	<u>8,365,060</u>	<u>8,025,633</u>
TOTAL PROPERTY PLANT AND EQUIPMENT	<u>15,180,932</u>	<u>14,833,589</u>

The value of the Group's freehold land was reviewed at 30 June 2022 by the Directors. The value adopted as at 30 June 2022 is based on an assessment by Directors of the property's current active open market value.

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(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022****Movements in Carrying Amounts**

Movement in the carrying amounts for each class of property, plant and equipment between the beginning and end of the current financial year

	Freehold Land	Buildings	Plant and Equipment	Total
	\$	\$	\$	\$
Balance at the beginning of the year	5,212,500	1,595,456	8,025,633	14,833,589
Additions	-	61,519	1,184,645	1,246,164
Revaluation	-	-	-	-
Disposals	-	-	(45,000)	(45,000)
Depreciation expense	-	(53,603)	(800,218)	(853,821)
Carrying amount at the end of year	5,212,500	1,603,372	8,365,060	15,180,932

2022**\$****2021****\$****NOTE 9: INVESTMENT PROPERTY**

Balance at beginning of year	20,478,906	20,478,906
Fair value adjustments	-	-
Property development costs	3,110	-
Balance at end of year	20,482,016	20,478,906

The value of the Group's investment property was reviewed at 30 June 2022 by the Directors. The value adopted as at 30 June 2022 is based on an assessment by Directors of the property's current active open market value.

NOTE 10: FINANCIAL ASSETS

Financial assets comprise:

Shares in unlisted corporations at cost	71,536	71,536
	71,536	71,536

NOTE 11: INTANGIBLE ASSETS

Trademarks and goodwill	551,852	552,762
	551,852	552,762

NOTE 12: DEFERRED TAX ASSETS

The future income tax benefit is made up of the following estimated tax benefits:

Timing differences	235,615	318,236
	235,615	318,236

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022****NOTE 13: TRADE AND OTHER PAYABLES**

CURRENT

Unsecured liabilities	6,237,957	2,820,441
	<u>6,237,957</u>	<u>2,820,441</u>

NON-CURRENT

Security bond – lease property	48,564	38,564
	<u>48,564</u>	<u>38,564</u>

NOTE 14: TAX ASSETS AND LIABILITIES

CURRENT

Income Tax Refundable	750,434	-
Income Tax Payable	-	471,003

NON-CURRENT

Deferred tax liabilities	6,645,710	6,613,197
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NOTE 15: SHORT TERM PROVISIONS

CURRENT

Employee benefits	942,461	919,948
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NOTE 16: CONTRIBUTED EQUITY

10,780,367 (2021: 10,780,367) fully paid ordinary shares	19,939,268	19,939,268
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F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	\$	\$
NOTE 17: CASH FLOW INFORMATION		
Reconciliation of cash flow from operations with operating profit from ordinary activities after income tax		
Profit from ordinary activities after income tax	1,218,580	8,723,290
Less compensation income for land taken - MRWA	-	(6,099,850)
Non-cash flows in profit from ordinary activities		
Depreciation	853,821	798,942
(Profit)/Loss on sale of property, plant and equipment	9,000	-
Increase to asset revaluation reserve due to income tax change in the Company's tax rate from 27.5% to 25% on 1 July 2021	-	120,285
(Profit)/Loss on sale of investment land	-	(528,977)
(Profit)/Loss on sale of own use land	-	(202,702)
Non-cash shares issued	-	97,499
Write off of intangible (preliminary expenses) for deregistered subsidiary	910	-
Non-cash legal costs	-	59,594
Decrease/(Increase) in trade and other receivables	(1,225,040)	442,001
Decrease/(Increase) in prepayments	418,924	(158,520)
Decrease/(Increase) in inventories	(4,599,245)	(541,753)
Increase/(Decrease) in creditors and accruals	3,417,516	(1,362,169)
Decrease/(Increase) in deferred tax asset	82,621	22,273
Increase/(Decrease) in provisions	22,513	140,579
Increase/(Decrease) in income tax payable	(1,221,437)	180,995
Increase/(Decrease) in deferred tax payable	32,513	1,210,045
	<u>(989,324)</u>	<u>2,901,532</u>

NOTE 18: AUDIT STATUS

This report is based on accounts which are in the process of being audited.

At the date of this report, the Directors are not aware of any matter that will result in a qualification of the audit report.

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022**NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022****NOTE 19: FINANCIAL REPORTING BY SEGMENTS**

	Bakery Segment	Investment Property	Total
	\$	\$	\$
2022			
Revenue			
Sales revenue	35,966,369	-	35,966,369
Rental revenue	-	1,247,337	1,247,337
Unallocated revenue			5,278
Total segment revenue			<u>37,218,984</u>
Other income – unallocated (refer Note 2)	-	-	<u>(9,000)</u>
Result			
Segment net profit before tax	1,137,536	1,247,337	2,384,873
Unallocated items			<u>(756,759)</u>
Net profit before tax from continuing operations			<u>1,628,114</u>
Assets			
Segment assets	24,570,430	20,482,016	45,052,446
Unallocated assets			<u>11,319,053</u>
Total group assets for continuing operations			<u>56,371,499</u>
Liabilities			
Segment liabilities	23,727,156	3,676,631	27,403,787
Inter-segment eliminations			<u>(13,529,095)</u>
Total group liabilities			<u>13,874,692</u>

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

NOTE 19: FINANCIAL REPORTING BY SEGMENTS (continued)

	Bakery Segment	Investment Property	Total
	\$	\$	\$
2021			
Revenue			
Sales revenue	35,510,415	-	35,510,415
Rental revenue	-	1,189,879	1,189,879
Unallocated revenue			597,043
Total segment revenue			<u>37,297,337</u>
Other income – unallocated (refer Note 2)	-	-	<u>6,831,529</u>
Result			
Segment net profit before tax	4,332,517	1,189,879	5,522,396
Unallocated items			6,058,549
Net profit before tax from continuing operations			<u>11,580,945</u>
Assets			
Segment assets	21,076,355	20,478,906	41,555,261
Unallocated assets			13,173,407
Total group assets for continuing operations			<u>54,728,668</u>
Liabilities			
Segment liabilities	19,985,442	3,666,631	23,652,073
Inter-segment eliminations			<u>(12,788,920)</u>
Total group liabilities			<u>10,863,153</u>

Note: Transactions related to the land taken by MRWA have not been allocated to a segment as they are considered to reflect an impact on the entirety of the business and not any specific operating segment.

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

NOTE 20: INTEREST IN SUBSIDIARIES

The Group's subsidiaries at 30 June 2022 are set out below. The subsidiaries have share capital consisting solely of ordinary shares, which are held directly by the Group and the proportion of ownership interests held equals the voting rights held by the Group. Each subsidiary's country of incorporation or registration is also its principal place of business. The financial statements of the subsidiaries used in the preparation of these consolidated financial statements have also been prepared as at the same date as the Group's financial statements.

Name of Subsidiary	Principal Place of Business	Ownership	
		2022	2021
		%	%
Fresh Food Industries Pty Ltd	Perth, Western Australia	100	100
Chocolate Products of Australia Pty Ltd	Perth, Western Australia	100	100
Prepact Australia Pty Ltd (i)	Perth, Western Australia	N/A	100
Danburn Holdings Pty Ltd (i)	Perth, Western Australia	N/A	100

(i) Subsidiary was deregistered during the year ended 30 June 2022.

F.F.I. HOLDINGS LIMITED

(ABN 32 009 155 328)

APPENDIX 4E AND PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

NOTES TO THE PRELIMINARY FINAL REPORT FOR THE YEAR ENDED 30 JUNE 2022

NOTE 21: FAIR VALUE MEASUREMENT

(a) Recurring and Non-recurring Fair Value Measurement

Amounts and the Level of the Fair Value Hierarchy within which the Fair Value Measurements are Categorized.

Description	Note	Quoted Prices in Active Markets for Identical Assets \$ (Level 1)	Significant Observable Inputs Other than Level 1 Inputs \$ (Level 2)	Significant Unobservable Inputs \$ (Level 3)
Fair Value Measurements at 30 June 2022				
Description				
Recurring fair value measurements				
Investments in shares of unlisted corporations		-	71,536	-
Investment property	(b)(i)	-	20,482,016	-
Property, plant and equipment (at revalued amounts):				
Freehold land	(b)(ii)	-	5,212,500	-
Buildings		-	1,603,372	-
Non-recurring fair value measurements		-	-	-
Fair Value Measurements at 30 June 2021				
Description				
Recurring fair value measurements				
Investments in shares of unlisted corporations		-	71,536	-
Investment property	(b)(i)	-	20,478,906	-
Property, plant and equipment (at revalued amounts):				
Freehold land	(b)(ii)	-	5,212,500	-
Buildings		-	1,595,456	-
Non-recurring fair value measurements		-	-	-

(b) Valuation Techniques and Inputs Used to Determine Level 2 Fair Values

- (i) The value of the Group's investment property was reviewed at 30 June 2022 by the Directors. The value adopted as at 30 June 2022 is based on an assessment by the Directors of the investment property's current active open market value.
- (ii) The value of the Group's freehold land was reviewed at 30 June 2022 by the Directors. The value adopted as at 30 June 2022 is based on an assessment by the Directors of the property's current active open market value.

There were no changes during the reporting period in the valuation techniques used by the Group to determine Level 1, Level 2 and Level 3 fair values.

There were no transfers between Level 1, Level 2 and Level 3 during the reporting period.

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