

FORM: Half yearly

Name of issuer

Ricegrowers Limited

ACN or ARBN

55 007 481 156

Half yearly
(tick)

✓

Preliminary
final (tick)

Half year ('Current period')

31 October 2015

Results for announcement to the market

Revenue	Up	5.8%	to	<u>\$A,000</u> 642,205
Profit for the period (after tax)	Up	5.4%	to	23,917
Profit after tax for the period attributable to members of Ricegrowers Limited	Up	12.5%	to	21,932

Commentary on results for the period

Consolidated revenue was \$642 million, a 5.8% increase compared to the previous corresponding period (HY15), driven by favourable mix of sales into premium branded markets and price, partially offset by lower volumes due to the smaller Riverina rice crop in 2015.

Net profit after tax was \$23.9 million, a 5.4% increase compared to HY15, which demonstrated that the level of profitability achieved in the 2015 financial year (FY2015) could be maintained.

HY16 financial results were in line with Company expectations. As previously advised, we expect to maintain strong financial performance this year, with FY16 profit anticipated to be in line with the FY15 result. This guidance may need to be revised depending on market conditions and dynamics, in particular exchange rate movements.

Dividends	Current period	Previous corresponding period
Special dividend		
Amount per <i>security</i>	n/a	5.0 cents
Franked amount per <i>security</i>	n/a	5.0 cents
It is not proposed to pay a dividend for the six-months period ended 31 October 2015.		

Details of associates and joint venture entities

Trukai Industries Limited, who are 66.23% owned by Ricegrowers Limited, have the following associate:

Name of associate or joint venture

Pagini Transport (incorporated in Papua New Guinea) Principal Activity : Transport

Reporting entities percentage holding

Pagini Transport 28.85% (30 April 2015: 28.85%)

Controlled entities

Other than the registering of Ricegrowers Singapore PTE LTD on 30 October 2015 as a 100% subsidiary of Ricegrowers Limited, no control was gained or lost over controlled entities during the period.

NTA Backing (\$)	Current period	Previous corresponding period
Net tangible asset backing per ordinary <i>security</i>	6.50	5.88

**Ricegrowers Limited
& Controlled Entities
ABN 55 007 481 156**

**Interim financial report
for the half year ended
31 October 2015**

**Ricegrowers Limited
& Controlled Entities
ABN 55 007 481 156**

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**Ricegrowers Limited
& Controlled Entities
ABN 55 007 481 156**

Directors' Report

Your Directors present their report on the consolidated entity consisting of Ricegrowers Limited and the entities it controlled at the end of, or during the half year ended 31 October 2015.

1 Directors

The following persons were Directors of Ricegrowers Limited during the financial period and up to the date of this report, unless otherwise stated:

LJ Arthur
NG Graham
G Andrezza
R Gordon
GL Kirkup
GF Latta AM
DM Robertson
LK Vial (appointed 21 August 2015)
J Bradford (appointed 26 August 2015)
AD Walsh (cessation of officeholder 21 August 2015)
PM Margin (cessation of officeholder 21 August 2015)

2 Company Secretary

M Del Gigante

3 Principal activities

The principal activities of Ricegrowers Limited and its controlled entities consist of receipt and storage of paddy rice, milling of rice, manufacture of rice based products, marketing of rice and grocery products, research and development into the growing of rice, and the processing of rice and related products.

4 Consolidated entity result

The consolidated profit before income tax of the Group for the interim period amounted to \$34,853,000 (2014: \$33,155,000). The net profit of the Group for the period after income tax was \$23,917,000 (2014: \$22,692,000) and \$21,932,000 (2014: \$19,490,000) after non-controlling interests.

5 Review of operations

SunRice's consolidated revenue for the Group was \$642,205,000, a 5.8% increase compared to the previous corresponding period (31 October 2014), driven by favourable mix of sales into premium branded markets and price, partially offset by lower volumes due to the smaller Riverina rice crop in 2015. Net profit after tax was \$23,917,000, a 5.4% increase compared to the prior period, which demonstrated that the level of profitability achieved in the 2015 financial year (FY15) could be maintained.

Financial results as at 31 October 2015 were in line with Group expectations.

Segment Performance

Revenue for the Rice Pool business for the half was lower than in October 2014. While revenue was underpinned by a favourable sales mix into premium markets and the devaluation of the A\$, volumes were affected by a smaller crop.

The International Rice business experienced a decline in profit during the half because of unfavourable exchange rate movements and weaker macroeconomic conditions in certain markets, such as Papua New Guinea (PNG).

The Rice Food business was also impacted by unfavourable exchange rate movements during the half and the need to import additional product.

Riviana profitability improved during the half, despite the challenging foreign exchange environment, reflecting the successful execution of the turnaround strategy, which included the rationalisation of certain product ranges and cost cutting measures.

**Ricegrowers Limited
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Directors' Report (continued)

On 15 October 2015 SunRice announced a guaranteed price of \$415 per tonne for medium grain Reiziq and up to \$655 per tonne for specialty varieties that meet the company's quality specifications and are delivered to the 2016 crop rice pool. This decision was intended to encourage local rice production by providing Riverina growers with greater certainty as they finalise their summer crop planting decisions.

The guaranteed 2016 crop pricing is unlikely to be able to be funded from SunRice's Rice Pool business and therefore, is likely to require a significant supplement to the paddy price. The anticipated increase in profits from the global trading activities is however likely to offset the funds required to supplement the 2016 crop paddy price, provided current market conditions continue including global market demand, foreign exchange and other factors.

6 Dividends

A final dividend of \$14,498,222 was declared on 23 June 2015 for the year ended 30 April 2015 and paid on 30 July 2015.

7 Events subsequent to the balance sheet date

The Directors are not aware of any other matter or circumstance, since the end of the financial half year, that has significantly, or may significantly, affect the operations of the Group, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial periods.

8 Auditor's independence declaration

A copy of the auditors' independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 18.

9 Rounding of amounts to the nearest thousand dollars (\$000's)

The company is of a kind referred to in Class Order 98/100 issued by the Australian Securities and Investments Commission, relating to the 'rounding off' of amounts in the Directors' Report and financial report. Amounts in the Directors' Report and financial report have been rounded off to the nearest thousand dollars or in certain cases, to the nearest dollar, in accordance with a resolution of directors.

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

For and on behalf of the Board.



L Arthur
Chairman

14 December 2015



R Gordon
Director

**Ricegrowers Limited
& Controlled Entities
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**Consolidated income statement
For the half year ended 31 October 2015**

	Note	Half year October 2015 \$000's	Half year October 2014 \$000's
Sales revenue	2	640,307	602,665
Other revenue	2	<u>1,898</u>	<u>4,066</u>
Revenue from continuing operations		642,205	606,731
Other income	3	457	828
Changes in inventories of finished goods		33,766	16,025
Raw materials and consumables used		<u>(424,267)</u>	<u>(363,304)</u>
Freight and distribution costs		<u>(76,207)</u>	<u>(81,385)</u>
Employee benefits expense		<u>(62,535)</u>	<u>(56,838)</u>
Depreciation and amortisation expenses		<u>(10,723)</u>	<u>(9,794)</u>
Finance costs		<u>(6,435)</u>	<u>(6,924)</u>
Asset impairment		-	(2,021)
Other expenses	4	<u>(61,408)</u>	<u>(70,163)</u>
Profit before income tax		<u>34,853</u>	<u>33,155</u>
Income tax expense		<u>(10,936)</u>	<u>(10,463)</u>
Profit for the half year		<u>23,917</u>	<u>22,692</u>
Profit for the half year is attributable to:			
Ricegrowers Limited shareholders		21,932	19,490
Non-controlling interests		<u>1,985</u>	<u>3,202</u>
		<u>23,917</u>	<u>22,692</u>
Earnings per share for profit attributable to B class shareholders			
Basic and diluted earnings (cents per share)	11	<u>39.3</u>	<u>35.0</u>

The above consolidated income statement should be read in conjunction with the accompanying notes.

**Ricegrowers Limited
& Controlled Entities
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**Consolidated statement of comprehensive income
As at 31 October 2015**

	Half year 31 October 2015 \$000's	Half year 31 October 2014 \$000's
Profit for the half year	23,917	22,692
Other comprehensive income		
<i>Items that may be reclassified to the profit or loss</i>		
Changes in fair value of cash flow hedges	(5,248)	(7,780)
Exchange differences on translation of foreign operations	1,131	7,785
Income tax relating to items of other comprehensive income	1,471	2,334
Other comprehensive income for the half year, net of tax	(2,646)	2,339
Total comprehensive income for the half year	21,271	25,031
Total comprehensive income for the half year is attributable to:		
Ricegrowers Limited shareholders	18,997	19,635
Non-controlling interests	2,274	5,396
	21,271	25,031

The above consolidated statement of comprehensive income should be read in conjunction with the accompanying notes.

**Ricegrowers Limited
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**Consolidated balance sheet
As at 31 October 2015**

	Note	31 October 2015 \$000's	30 April 2015 \$000's
Current assets			
Cash and cash equivalents		67,066	68,432
Receivables	5	167,013	142,587
Inventories		426,586	495,131
Current tax receivable		95	-
Derivative financial instruments		4,466	435
Total current assets		<u>665,226</u>	<u>706,585</u>
Non-current assets			
Other financial assets		46	46
Property, plant and equipment		221,271	217,586
Investment properties		1,150	1,150
Intangible assets		8,349	8,485
Deferred tax assets		16,393	14,471
Investments accounted for using the equity method		1,899	1,861
Total non-current assets		<u>249,108</u>	<u>243,599</u>
Total assets		<u>914,334</u>	<u>950,184</u>
Current liabilities			
Payables		102,552	102,980
Grower payables		98,350	174,638
Borrowings	6	191,108	117,637
Current tax liabilities		14,615	22,787
Provisions		17,717	20,597
Derivative financial instruments		13,498	2,279
Total current liabilities		<u>437,840</u>	<u>440,918</u>
Non current liabilities			
Payables		1,973	6,207
Grower payables		-	31,301
Borrowings	6	100,684	104,885
Provisions		3,208	3,017
Total non-current liabilities		<u>105,865</u>	<u>145,410</u>
Total liabilities		<u>543,705</u>	<u>586,328</u>
Net assets		<u>370,629</u>	<u>363,856</u>
Equity			
Contributed equity	7	107,819	107,819
Reserves		14,480	17,415
Retained profits		226,688	219,254
Capital and reserves attributable to the owners of Ricegrowers Limited		348,987	344,488
Non-controlling interests		21,642	19,368
Total equity		<u>370,629</u>	<u>363,856</u>

The above consolidated balance sheet should be read in conjunction with the accompanying notes.

**Ricegrowers Limited
& Controlled Entities
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**Consolidated statement of changes in equity
For the half year ended 31 October 2015**

	Attributable to owners of Ricegrowers Limited				Non-controlling interests	
	Contributed equity \$000's	Reserves \$000's	Retained earnings \$000's	Total \$000's	\$000's	Total \$000's
Balance as at 1 May 2015	107,819	17,415	219,254	344,488	19,368	363,856
Profit for the half year	-	-	21,932	21,932	1,985	23,917
Other comprehensive income	-	(2,935)	-	(2,935)	289	(2,646)
Total comprehensive income for the half year	-	(2,935)	21,932	18,997	2,274	21,271
Transactions with owners in their capacity as owners:						
Dividends paid	-	-	(14,498)	(14,498)	-	(14,498)
	-	-	(14,498)	(14,498)	-	(14,498)
Balance as at 31 October 2015	107,819	14,480	226,688	348,987	21,642	370,629

	Attributable to owners of Ricegrowers Limited				Non-controlling interests	
	Contributed equity \$000's	Reserves \$000's	Retained earnings \$000's	Total \$000's	\$000's	Total \$000's
Balance as at 1 May 2014	107,819	12,783	191,443	312,045	11,975	324,020
Profit for the half year	-	-	19,490	19,490	3,202	22,692
Other comprehensive income	-	145	-	145	2,194	2,339
Total comprehensive income for the half year	-	145	19,490	19,635	5,396	25,031
Transactions with owners in their capacity as owners:						
Dividends paid	-	-	(12,825)	(12,825)	(1,227)	(14,052)
	-	-	(12,825)	(12,825)	(1,227)	(14,052)
Balance as at 31 October 2014	107,819	12,928	198,108	318,855	16,144	334,999

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

**Ricegrowers Limited
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**Consolidated cash flow statement
For the half year ended 31 October 2015**

	Half year 31 October 2015 \$000's	Half year 31 October 2014 \$000's
Cash flows from operating activities		
Receipts from customers (inclusive of goods and services tax)	649,697	605,662
Payments to suppliers (inclusive of goods and services tax)	(397,621)	(324,697)
Payments to growers	(206,871)	(242,028)
Payments of wages, salaries and on-costs	(64,953)	(56,852)
Interest received	233	626
Receipt related to other revenue	336	1,684
Interest paid	(6,435)	(6,149)
Income taxes paid	(20,110)	(11,227)
Net cash outflow from operating activities	<u>(45,724)</u>	<u>(32,981)</u>
Cash flows from investing activities		
Payments for property, plant and equipment and intangible assets	(11,215)	(20,624)
Proceeds from sale of property, plant and equipment	294	326
Net cash outflow from investing activities	<u>(10,921)</u>	<u>(20,298)</u>
Cash flows from financing activities		
Proceeds from borrowings	184,210	144,790
Repayment of borrowings	(111,753)	(105,730)
Repayment of finance leases	(220)	(459)
RMB equity redemptions	(1,294)	(2,787)
Dividends paid	(14,498)	(12,825)
Net cash inflow from financing activities	<u>56,445</u>	<u>22,989</u>
Net decrease in cash and cash equivalents	(200)	(30,290)
Cash at the beginning of the half year	65,403	64,461
Effect of exchange rate changes on cash	1,863	(2,500)
Cash and cash equivalents at end of the half year	<u>67,066</u>	<u>31,671</u>

Reconciliation to cash at end of half year

Cash at the end of the half year as shown in the consolidated statement of cash flow is reconciled to the related items in the balance sheets as follows:

Cash and cash equivalents	67,066	52,425
Deduct bank overdraft	-	(20,754)
	<u>67,066</u>	<u>31,671</u>

The above consolidated cash flow statement should be read in conjunction with the accompanying notes.

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Notes to the financial statements

1 Basis of preparation of half year report

This condensed consolidated interim financial report for the half year reporting period ended 31 October 2015 has been prepared in accordance with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Act 2001*.

This condensed consolidated interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 April 2015 and any public announcements made by Ricegrowers Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period. The interim financial information has been prepared on a historical cost basis, except when assets and liabilities are stated at fair values in accordance with relevant accounting policies.

(a) New and amended standards adopted by the Group

A number of new or amended standards became applicable for the current reporting period however the Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting these standards.

(b) Impact of standards issued but not yet applied by the Group

(i) AASB 9 *Financial Instruments* (effective for year ending 30 April 2019)

AASB 9 *Financial Instruments* addresses the classification, measurement and derecognition of financial assets and financial liabilities. It also sets out new rules for hedge accounting. The standard is expected to have no material effect on the Group's accounting for financial instruments. In general the hedging rules will make it easier to apply hedge accounting going forward as the standard introduces a more principles-based approach.

(i) AASB 15 *Revenue from contracts with customers* (effective for year ending 30 April 2018)

AASB 15 clarifies that revenue must be recognised when the control of goods or services are transferred to the customer. The standard is expected to have no material effect on the Group's accounting for revenue recognition.

	Half Year 31 October 2015 \$000's	Half Year 31 October 2014 \$000's
2 Revenue		
Sale of goods	640,307	601,402
Services	-	1,263
Sales revenue	640,307	602,665
Interest received	233	633
Other sundry items	1,665	3,433
Other revenue	1,898	4,066
Revenue from continuing operations	642,205	606,731
3 Other income		
Net gain on disposal of property, plant and equipment	90	-
Foreign exchange gains	367	828
Total other income	457	828

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Notes to the financial statements

	Half Year 31 October 2015 \$000's	Half Year 31 October 2014 \$000's
4 Expenses		
Profit before income tax includes the following expense items:		
Other expenses		
Energy	9,626	14,719
Advertising and artwork	8,007	12,212
Contracted services	10,095	8,703
Operating lease expenditure and equipment hire	5,280	6,126
Repairs and maintenance	5,527	4,562
Motor vehicle and travelling expenses	4,162	3,607
Insurances	1,114	2,915
Research and development	1,356	1,507
Internet, telephone and fax	1,509	1,352
Training	1,111	454
Capital restructuring costs	1,696	163
Net loss on disposal of property, plant and equipment	-	133
Other	11,925	13,843
	<u>61,408</u>	<u>70,163</u>

	31 October 2015 \$000's	30 April 2015 \$000's
5 Receivables		
Current		
Trade receivables	126,321	121,888
Other receivables	2,429	1,234
GST receivables	5,054	13,623
Prepayments	33,209	5,842
	<u>167,013</u>	<u>142,587</u>

The prepayment balance includes \$24,750,000 (2014: \$nil) of rice purchases overseas, but for which the Group did not take ownership before 31 October 2015

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Notes to the financial statements

	31 October 2015	30 April 2015
	\$000's	\$000's
6 Borrowings		
Current		
Secured		
Bank overdrafts	-	3,029
Bank loans	190,419	114,313
Lease liability	545	519
Net accrued interest and capitalised borrowing costs	144	(224)
	<u>191,108</u>	<u>117,637</u>
Non current		
Secured		
Bank loans	100,318	104,388
Lease liability	366	497
	<u>100,684</u>	<u>104,885</u>
Total borrowings	<u>291,792</u>	<u>222,522</u>
Bank loans		
Details of the Group's bank loans include:		
Seasonal debt	189,987	112,892
Core debt	64,737	65,494
AGS debt	36,157	40,091
	<u>290,881</u>	<u>218,477</u>
Representing:		
Current bank loans	190,563	114,089
Non-current bank loans	100,318	104,388
	<u>290,881</u>	<u>218,477</u>

The group manages its cash and borrowings on a net basis. At 31 October 2015, the Group had total borrowings of \$291,792,000 (30 April 2015: \$222,522,000) and amounts owing to Rice Marketing Board (RMB) for equity certificates of \$4,427,000 (30 April 2015: \$5,720,000) within payables. The Group also had \$67,066,000 (30 April 2015: \$68,432,000) in cash and cash equivalents. The Group considers net debt to be total borrowings plus amounts owing to RMB for equity certificates less cash and cash equivalents. At 31 October 2015 Net Debt was \$229,153,000 (30 April 2015: \$159,810,000).

Significant terms and conditions of bank facilities

The seasonal debt facility was reduced from \$360m to \$300m in October 2015 while the core debt facility remained the same at \$105m for Ricegrowers Limited and \$44m for AGS.

The AGS debt represents loans to Australian Grain Storage Pty Ltd related to the acquisition of RMB storage assets from the RMB. The facility expires in November 2016 and is secured by a fixed and floating charge over all Australian Grain Storage Pty Ltd assets.

The Australian bank loans, including overdrafts and other facilities, are secured by registered mortgages over all property, registered equitable mortgages over all assets of the Obligor Group (a subgroup of SunRice Group which in substance excludes foreign subsidiaries not held at 100%, SunArise and AGS), and a cross-guarantee between Ricegrowers Limited and Riviana Foods Pty Ltd. In addition, covenants apply to the bank loans.

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Notes to the financial statements

	31 October 2015	30 April 2015
	\$000's	\$000's
7 Contributed equity		
(a) Share capital		
Fully paid Ordinary B Class Shares	<u>107,819</u>	<u>107,819</u>
(b) Movement in Ordinary B Class shares		
Date	Number of shares	\$000's
1 May 2015 & 31 October 2015 balance	<u>55,762,392</u>	<u>107,819</u>

B Class shares

B Class shares are non-voting shares with dividend rights.

A Class shares

A Class shares are issued at nil value but are voting shares held by active growers only. At 31 October 2015, 889 A Class shares were on issue (30 April 2015: 1,045).

(c) Capital risk management

The Group's and Company's objectives when managing capital are to safeguard their ability to continue as a going concern, continue to grow the business, provide returns for shareholders and to maintain an optimal capital structure.

The group monitors capital on the basis of a gearing ratio. This ratio is calculated as net debt divided by total equity. Net debt is calculated as total borrowings (including 'borrowings' and 'RMB equity certificates' as shown in the balance sheet) less cash and cash equivalents. Total equity is calculated as 'equity' as shown in the balance sheet (including non-controlling interests).

The increase in paddy price and early grower payment has been the primary contributor to higher gearing at the half year compared to 30 April 2015. The gearing ratio at 31 October 2015 (Net Debt divided by Total Equity) was 62% which is however similar to the ratio as at 31 October 2014 of 63%.

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Notes to the financial statements

8 Segment information

Business segments

The Corporate Management Team examines the group's financial performance from a product & service perspective and has identified 6 reportable segments of its business.

In aggregating operating segments into reportable segments, management has considered the requirements of the accounting standard and notably the existence of similarities in economic characteristics, nature of products, and market and customers.

Rice Pool

The milling, marketing and distribution of rice from the Riverina (i.e. excluding the rice sourced in Queensland) through intermediaries to consumers and directly to food service and processing customers where the supply of Australian rice is a key driver of the economics of the business.

International Rice

The marketing and distribution of rice from all other sources through intermediaries to consumers, food services and processing customers where the economics of the business reflects profit generated as a result of managing supply and demand.

International Rice is an aggregation of the main following operating segments:

- Global Rice, the global trading arm of the group, sourcing rice from outside of the Riverina region and selling branded rice products in Australia or overseas.

- Trukai, SunFoods, Aqaba Processing Company and Solrice which are separate legal entities that pack and distribute rice in their respective local markets.

These operating segments have in common the nature of products sold, the distribution processes and the type of customers.

The economic characteristics of each operating segments, assessed as the gross margin, is also largely similar when considering past and expected performance. Some operating segments do however have different gross margins but it is management's assessment that this does not materially impact the reportable segment due to the small contribution of these operating segments to International Rice.

Rice Food

The manufacturing, marketing and distribution of rice-based products which incorporate additional value in their transformation process. This reportable segment is an aggregation of the Rice Cakes, Rice Flour, Rice Chips, Microwave Rice and Microwave Meals operating segments.

These operating segments have similar economic characteristics, measured as the gross margin.

Riviana Foods (Riviana)

The importation, manufacture, distribution and sales of consumer food products to intermediaries.

CopRice

The manufacture, distribution and sales of pet food and stock feed products through intermediaries to consumers and primary producers.

Asset Finance

Seek and provide financing resources and access to storage equipment to support primarily the Rice Pool segment.

The main operating segments aggregated into Asset Finance are AGS and Corporate. The services provided are capital based services in nature which are remunerated by a fixed return on assets employed.

The Corporate Management Team evaluates results based on contributed NPBT which is defined as net profit before tax and intersegment eliminations.

Sales between segments are eliminated on consolidation. The revenue from external customers, assets and liabilities are measured in a manner consistent with that of the financial statements. Other revenue refers to management fees, dividends and sale of assets.

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Notes to the financial statements

8 Segment information (continued)

Change from comparative period

In April 2015 the CMT revisited the nature and composition of its reportable segments and, in compliance with AASB 8, operated various changes. The most significant being:

- SunFoods operating segment is aggregated into the International Rice reportable segment
- Rice flour, rice cakes, microwave rice and microwave meals are aggregated into the new Rice Food reportable segment and
- AGS and Corporate are aggregated into the Asset Finance reportable segment.

Each operating segment aggregated into a specific reportable segment shares similar economic characteristics. This segment presentation is better aligned with the drivers of performance of SunRice and with how the CMT measures the results and take investment decisions.

The change is reflected in the comparable information presented below.

The following table sets forth the segment results for the half year ended 31 October 2015.

	Rice Pool	International Rice	Rice Food	Riviana	CopRice	Asset Finance	Total
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
Total segment revenue	238,253	267,643	52,003	70,707	68,641	24,911	722,158
Inter-segment revenue	(54,194)	(2,813)	-	-	-	(24,844)	(81,851)
Revenue from external customers	184,059	264,830	52,003	70,707	68,641	67	640,307
Other revenue							1,898
Total revenue from continuing operations							642,205
Contributed NPBT	-	17,423	1,071	7,489	3,049	6,235	35,267
Intersegment eliminations							(414)
Profit before income tax							34,853
Segment assets	404,278	242,621	42,298	80,304	48,123	85,404	903,028
Cash and cash equivalents							67,066
Intersegment eliminations							(72,248)
Current tax receivable							95
Deferred tax assets							16,393
Total assets							914,334

The following table sets forth the segment results for the half year ended 31 October 2014.

	Rice Pool	International Rice	Rice Food	Riviana	CopRice	Asset Finance	Total
	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's	\$000's
Total segment revenue	289,045	234,949	44,055	74,760	62,749	31,981	737,539
Inter-segment revenue	(100,758)	(3,395)	-	-	-	(30,721)	(134,874)
Revenue from external customers	188,287	231,554	44,055	74,760	62,749	1,260	602,665
Other revenue							4,066
Total revenue from continuing operations							606,731
Contributed NPBT	-	21,164	3,535	1,752	2,071	9,037	37,559
Intersegment eliminations							(4,404)
Profit before income tax							33,155
Segment assets	421,046	170,235	41,446	82,903	40,137	91,115	846,882
Intersegment eliminations							(75,490)
Cash and cash equivalents							52,425
Current tax receivable							5,078
Deferred tax assets							13,271
Total assets							842,166

**Ricegrowers Limited
& Controlled Entities
ABN 55 007 481 156**

Notes to the financial statements

9 Dividends

During the period to 31 Oct 2015

On 23 June 2015 a fully franked final dividend of 26.0 cents per share was declared for the year ended 30 April 2015. The amount of \$14,498,222 was paid on 30 July 2015.

10 Contingent liabilities

The estimated maximum amounts of contingent liabilities not provided for in the accounts of Ricegrowers Limited and its controlled entities as at 31 October 2015 are:

	31 October 2015	30 April 2015
	\$000's	\$000's
Letters of credit	14,382	725
Guarantee of bank advances	2,482	2,436
	<u>16,864</u>	<u>3,161</u>

11 Earnings per share

(a) Basic and Diluted earnings per share

	31 October 2015	31 October 2014
	Cents	Cents
Basic and Diluted earnings per share	<u>39.3</u>	<u>35.0</u>

(b) Reconciliation of earnings per share

	31 October 2015	31 October 2014
	\$000's	\$000's
Profit for the half year	<u>21,932</u>	<u>19,490</u>

(c) Weighted average number of B Class shares used as a denominator

	31 October 2015	31 October 2014
	000's	000's
Weighted average number of B Class shares	<u>55,762</u>	<u>55,762</u>

12 Net tangible assets

	31 October 2015	31 October 2014
Net tangible asset backing per B Class share	<u>\$ 6.50</u>	<u>\$ 5.88</u>

Notes to the financial statements

13 Events occurring after the balance sheet date

The Directors are not aware of any other matter or circumstance, since the end of the financial half year, that has significantly, or may significantly, affect the operations of the Group, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial periods.

**Ricegrowers Limited
& Controlled Entities
ABN 55 007 481 156**

Directors' Declaration

In the directors' opinion :

(a) the financial statements and notes set out on pages 3 to 14 are in accordance with the *Corporations Act 2001* , including:

- (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- (ii) giving a true and fair view of the consolidated entity's financial position as at 31 October 2015 and of its performance for the half year ended on that date; and

(b) there are reasonable grounds to believe that Ricegrowers Limited will be able to pay its debts as and when they become due and payable.

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

For and on behalf of the Board.



L Arthur
Chairman



R Gordon
Director

14 December 2015



Independent auditor's review report to the members of Ricegrowers Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Ricegrowers Limited (the company), which comprises the consolidated balance sheet as at 31 October 2015, the consolidated income statement and consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated cash flow statement for the half-year ended on that date, selected explanatory notes and the directors' declaration for Ricegrowers Limited (the consolidated entity). The consolidated entity comprises the company and the entities it controlled during that half-year.

Directors' responsibility for the 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 (including the Australian Accounting Interpretations) 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 financial report based on our review. We conducted our review in accordance with Australian 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 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 October 2015 and its performance for the ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Ricegrowers 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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

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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 Ricegrowers 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 October 2015 and of its performance for the half-year ended on that date;
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

PricewaterhouseCoopers

PricewaterhouseCoopers

P. J. Carney

Paddy Carney
Partner
PricewaterhouseCoopers

Sydney
14 December 2015



Auditor's Independence Declaration

As lead auditor for the review of Ricegrowers Limited for the half-year ended 31 October 2015, I declare that 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; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Ricegrowers Limited and the entities it controlled during the period.

A handwritten signature in black ink that reads 'P. J. Carney'. The signature is written in a cursive, flowing style.

Paddy Carney
Partner
PricewaterhouseCoopers

Sydney
14 December 2015