interim FINANCIAL REPORT

For the 26 weeks ended 26 December 2021

(prior period 26 weeks ended 27 December 2020)

Beacon LIGHTING

Beacon Lighting Group Limited **ACN 164 122 785**

Contents

Directors' Report

The Directors of Beacon Lighting Group Limited (the Company) present the interim report for the Company and its controlled entities for the 26 weeks ended 26 December 2021.

1. DIRECTORS

The names of the Company's Directors in office during the 26 weeks ended 26 December 2021 and until the date of this report are as below. All Directors were in office for the entire period.

Ian Robinson	Executive Chairman	**Eric Barr**	Deputy Chairman, Non-Executive Director
Glen Robinson	Director, Chief Executive Officer	**Neil Osborne**	Non-Executive Director

2. REVIEW OF OPERATIONS

Beacon Lighting Group is the leading retail and eCommerce lighting and fan business servicing both retail and trade customers in Australia. Beacon Lighting also has several other specialty lighting businesses operating in Australia. Beacon International is an emerging wholesaler of fan and lighting products with offices in Hong Kong, United States of America, Germany and China. Beacon Lighting also has a 50% investment in the Large Format Property Fund which owns large format retail properties throughout Australia.

Beacon Lighting has four strategic pillars of growth, which combined with a deep understanding of our customers' needs underpins everything we do. The strategic pillars of growth are:

- Retail which is focused on the store network expansion and optimisation, the latest range of fans and lighting products, inspirational store design, VIP member benefits and a rewarding experience for all customers.
- Trade which is focused on building partnerships with our trade and commercial customers, supported by product extensions and diversifications and an industry leading trade club.
- eCommerce which is focused on providing our customers with engaging websites and seamless customer experience in-store and online.
- New Business which is focused on the Group emerging businesses, international sales, property and new business acquisitions.

Throughout H1 FY2022 the COVID-19 pandemic continued to impact Beacon Lighting operations by way of prolonged lockdowns in New South Wales, Victoria and smaller lockdowns in other states. Beacon Lighting responded with a large number of safety and wellbeing initiatives to support our team members, retail customers, trade customers, business partners and the community.

The COVID-19 pandemic continued to change consumer shopping patterns and their priorities. Beacon Lighting continued to benefit from the importance of the home by our customers. For the 26 weeks ended 26 December 2021 (H1 FY2022), a record Net Profit After Tax result of $22.6 million was achieved. The outstanding sales growth from H1 FY2021 (for the 26 weeks ended 27 December 2020) was maintained despite the additional retail lockdowns throughout Australia. Gross profit margins improved reflecting the exciting lighting and fan product ranges while expenses continued to be carefully managed.

Beacon Lighting Group result for H1 FY2022 compared to H1 FY2021 is presented in the following table:

Consolidated Entity	Statutory H1 FY2022 $'000	Statutory H1 FY2021 $'000	Change $'000	Change %
Sales	151,305	151,343	(38)	(0.0%)
Gross Profit	105,961	103,601	2,360	2.3%
Other Income & Other Revenue (1)	426	544	(118)	(21.7%)
Operating Expenses (2)	(57,085)	(56,669)	(416)	0.7%
EBITDA (3)	49,302	47,476	1,826	3.7%
EBIT (3)	35,181	34,653	528	1.5%
Net Profit After Tax	22,567	22,164	403	1.8%

(1) Other Income includes other revenue, other income and a share of net profits of associates

(2) Operating Expenses exclude depreciation, amortisation and finance costs

(3) Beacon Lighting results comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board. Beacon Lighting discloses certain non-IFRS measures in this Directors' Report, that are not audited or reviewed by the Group's auditors. The Directors believe the presentation of non-IFRS financial measures are useful for the users of this financial report as they provide additional and relevant information that reflect the underlying financial performance of Beacon Lighting.

During H1 FY2022, Beacon Lighting focused on improving the service to our trade customers. Initiatives included, the introduction of new trade specific products, new trade counters in stores and the appointment of a new role, Executive General Manager Trade. New company stores at Ellenbrook (WA), Bundaberg (QLD) and Traralgon (VIC) were opened, stores were relocated at Port Macquarie (NSW), Burleigh (QLD) and Camberwell (VIC) to Hawthorn (VIC) and the Parramatta (NSW) store was closed. Beacon Lighting websites have continued to be enhanced including the launch of a business to consumer transactional website in the United States of America. A 50% interest in a large format retail property was also acquired in Modbury (SA).

3. SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There were no significant changes in the state of affairs of the business during the 26 weeks ended 26 December 2021.

4. AUDITOR'S INDEPENDENCE DECLARATION

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

5. ROUNDING OF AMOUNTS

The Group has relied on the relief provided by ASIC Corporations Instrument 2016/191, and in accordance with that Instrument, amounts in the financial statements have been rounded off to the nearest thousand dollars, or in certain cases, to the nearest dollar.

Signed in accordance with a resolution of Directors,

Ian Robinson
Executive Chairman

Glen Robinson
Chief Executive Officer

Melbourne, 16 February 2022

Auditor's Independence Declaration

pwc

Auditor's Independence Declaration

As lead auditor for the review of Beacon Lighting Group Limited for the period ended 26 December 2021, 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 Beacon Lighting Group Limited and the entities it controlled during the period.

Jason Perry
Partner
PricewaterhouseCoopers

Melbourne
16 February 2022

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

Index to the Financial Statements

This interim financial report is the consolidated financial report of the consolidated entity consisting Beacon Lighting Group Limited, ACN 164 122 785 and its subsidiaries. Beacon Lighting Group Limited is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is 5 Bastow Place Mulgrave Victoria 3170. The financial report was authorised for issue by the Directors on 16 February 2022.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the 26 weeks ended 26 December 2021 and the 26 weeks ended 27 December 2020
Beacon Lighting Group and its controlled entities

Consolidated Entity	Notes	26 December 2021 $'000	27 December 2020 $'000
REVENUE FROM ORDINARY ACTIVITIES			
Revenue from contracts with customers		**151,305**	151,343
Other revenue		**228**	401
		151,533	151,744
Other Income		**149**	143
EXPENSES			
Cost of sales of goods		**(45,344)**	(47,742)
Marketing		**(7,322)**	(6,805)
Selling and distribution		**(55,274)**	(53,287)
General and administration		**(8,610)**	(9,400)
Finance costs		**(2,889)**	(2,868)
Share of net profits of associates accounted for using the equity method		**49**	-
PROFIT BEFORE INCOME TAX		**32,292**	31,785
Income tax expense	16	**(9,725)**	(9,621)
PROFIT FOR THE PERIOD ATTRIBUTABLE TO THE MEMBERS OF THE PARENT ENTITY		**22,567**	22,164
OTHER COMPREHENSIVE INCOME - ITEMS THAT MAY BE RECLASSIFIED TO PROFIT OR LOSS			
Changes in the fair value of derivatives		**(355)**	32
Exchange differences on translation of foreign operations		**466**	(614)
Income tax relating to these items		**(38)**	175
OTHER COMPREHENSIVE INCOME FOR THE PERIOD, NET OF TAX		**93**	(408)
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTRIBUTABLE TO THE MEMBERS OF THE PARENT ENTITY		**22,660**	21,756
EARNINGS PER SHARE FOR THE PROFIT ATTRIBUTABLE TO THE MEMBERS OF THE PARENT ENTITY		**Cents**	Cents
Basic earnings per share		**10.11**	9.98
Diluted earnings per share		**10.11**	9.98

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

CONSOLIDATED BALANCE SHEET

As at 26 December 2021 and as at 27 June 2021
Beacon Lighting Group and its controlled entities

Consolidated Entity	Notes	December 2021 $'000	June 2021 $'000
CURRENT ASSETS			
Cash and cash equivalents		**34,169**	33,830
Trade and other receivables		**8,320**	7,788
Inventories		**83,438**	67,936
Other current assets		**1,468**	1,337
Total current assets		**127,395**	110,891
Non-current assets			
Financial assets at fair value through profit or loss		**150**	213
Investment in associates	5	**19,398**	15,241
Property, plant and equipment	4	**38,247**	35,252
Right of use asset	11	**106,671**	100,746
Intangible assets	6	**13,728**	13,738
Other non-current assets		**325**	416
Deferred tax assets		**12,972**	13,528
Total non-current assets		**191,491**	179,134
TOTAL ASSETS		**318,886**	290,025
CURRENT LIABILITIES			
Trade and other payables	7	**33,107**	23,417
Borrowings	8	**20,683**	18,617
Derivative financial instruments		**252**	18
Provisions	9	**9,729**	9,413
Current tax liabilities		**2,079**	2,666
Lease liabilities	11	**26,036**	25,079
Total current liabilities		**91,886**	79,210
Non-current liabilities			
Lease liabilities	11	**101,523**	97,680
Provisions	10	**903**	939
Total non-current liabilities		**102,426**	98,619
Total liabilities		**194,312**	177,829
Net assets		**124,574**	112,196
EQUITY			
Contributed equity	12	**72,312**	72,312
Other reserves		**(43,271)**	(43,355)
Retained earnings		**95,533**	83,239
Total equity		**124,574**	112,196

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the 26 weeks ended 26 December 2021 and the 26 weeks ended 27 December 2020
Beacon Lighting Group and its controlled entities

		Attributable to owners of Beacon Lighting Group Limited					
Consolidated Entity	Notes	Contributed Equity $'000	Reserves $'000	Retained Earnings $'000	Total $'000	Non -controlling interests $'000	Total Equity $'000
Balance as at 28 June 2020		**70,258**	**(43,567)**	**60,277**	**86,968**	**-**	**86,968**
Profit for the period		-	-	22,164	22,164	-	22,164
Other comprehensive (loss)/income		-	(408)	-	(408)	-	(408)
Total comprehensive income for the period		**-**	**(408)**	**22,164**	**21,756**	**-**	**21,756**
Transactions with owners in their capacity as owners							
Dividend re-investment plan issues	12	2,054	-	-	2,054	-	2,054
Employee share scheme			(85)	-	(85)	-	(85)
Treasury share reserve		-	(187)	-	(187)	-	(187)
Dividends provided for or paid	15	-	-	(5,317)	(5,317)	-	(5,317)
Non-controlling interest in investment properties		-	-	-	-	9,126	9,126
Total contributions by and distributions to owners		2,054	(272)	(5,317)	(3,535)	9,126	5,591
Balance as at 27 December 2020		**72,312**	**(44,247)**	**77,124**	**105,189**	**9,126**	**114,315**
Balance as at 27 June 2021		**72,312**	**(43,355)**	**83,239**	**112,196**	**-**	**112,196**
Profit for the period		-	-	22,567	22,567	-	22,567
Other comprehensive (loss)/income		-	93	-	93	-	93
Total comprehensive income for the period		**-**	**93**	**22,567**	**22,660**	**-**	**22,660**
Transactions with owners in their capacity as owners							
Dividend re-investment plan issues	12	-	-	-	-	-	-
Employee share scheme		-	143	-	143	-	143
Treasury share reserve		-	(152)	-	(152)	-	(152)
Dividends provided for or paid	15	-	-	(10,273)	(10,273)	-	(10,273)
Total contributions by and distributions to owners		-	(9)	(10,273)	(10,282)	-	(10,282)
Balance as at 26 December 2021		**72,312**	**(43,271)**	**95,533**	**124,574**	**-**	**124,574**

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

CONSOLIDATED STATEMENT OF CASH FLOWS

For the 26 weeks ended 26 December 2021 and the 26 weeks ended 27 December 2020
Beacon Lighting Group and its controlled entities

Consolidated Entity	Notes	26 December 2021 $'000	27 December 2020 $'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers (inclusive of goods and services tax)		**165,813**	168,921
Payments to suppliers and employees (inclusive of goods and services tax)		**(121,995)**	(119,942)
Interest received		**8**	144
Borrowing costs		**(2,889)**	(2,868)
Income taxes paid		**(9,875)**	(7,557)
Net cash inflow from operating activities		**31,062**	38,698
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		**(6,188)**	(3,506)
Payment for interest in associate		**(4,200)**	-
Payments for investment properties		**-**	(8,452)
Payments for acquisitions		**-**	(1,150)
Payments for financial assets at fair value through profit or loss		**-**	(250)
Proceeds from units issued in non-controlling interests		**-**	4,290
Net cash outflow from investing activities		**(10,388)**	(9,068)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		**34,542**	40,460
Repayment of borrowings		**(32,476)**	(49,506)
Payments for principal portion of lease liabilities		**(12,128)**	(11,277)
Dividends paid to Company's shareholders	15	**(10,273)**	(3,263)
Net cash outflow from financing activities		**(20,335)**	(23,586)
Net increase in cash and cash equivalents		**339**	6,044
Cash and cash equivalents at the beginning of the financial year		**33,830**	44,856
Effects of exchange rate changes on cash and cash equivalents		**-**	(200)
Cash and cash equivalents at end of period		**34,169**	50,700

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

1 Summary of Significant Accounting Policies

The principal accounting policies adopted in the preparation of this consolidated financial report is set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated. The financial report is for the consolidated entity consisting of Beacon Lighting Group Limited and its subsidiaries.

Basis of preparation

This consolidated interim financial report for the 26 weeks ended 26 December 2021 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 52 weeks ended 27 June 2021 and any public announcements made by Beacon Lighting Group Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001. The accounting policies applied in these interim financial statements are the same as those applied in the Group's consolidated financial statements as at the end of the 52 weeks ended 27 June 2021.

(a) New, revised or amended accounting standards and interpretations adopted by the Group

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

IFRS Interpretations Committee - Costs Necessary to Sell Inventories (IAS 2 Inventories)

Beacon Lighting Group is continuing to monitor developing practice in relation to the recently released IFRIC agenda item "Costs Necessary to Sell Inventories". There is judgement required in the assessment of the costs necessary to make the sale when determining the net realisable value of inventories. Based on the initial assessment Beacon Lighting Group considers the costs are the direct selling costs associated with the sale of certain product lines. These direct costs include, but not limited to, costs such as commissions, direct advertising and marketing campaigns to sell the inventory. Based on the initial assessment, Beacon Lighting Group would consider the impact of the IFRIC agenda decision as not resulting in a material adjustment to the assessment of the net realisable value of inventory.

(b) Historical cost convention

This interim financial report has been prepared in accordance with the historical cost convention, except for certain financial assets and liabilities (including derivative instruments). Comparative information is reclassified where appropriate to enhance comparability.

2 Segment Information

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker for Beacon Lighting Group Limited and its controlled entities (the Group), is the Chief Executive Officer (CEO). The Group determines operating segments based on information provided to the CEO in assessing performance and determining the allocation of resources within the Group. Consideration is given to the manner in which products are sold, nature of the products supplied, the organisational structure and the nature of customers.

Reportable segments are based on the aggregated operating segments determined by the manner in which products are sold, similarity of products, nature of the products supplied, the nature of customers and the methods used to distribute the product. The Group purchases goods in USD for sales predominately into Australia. The Group's one reportable segment is the selling of light fittings, fans and energy efficient products.

3 Fair Value Measurement of Financial Instruments

AASB 13 requires disclosure of fair value measurements by level of the following fair value measurement hierarchy:

a) quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1);

b) inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2); and

c) inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The following table presents the Company's financial assets and financial liabilities measured and recognised at fair value at 26 December 2021, on a recurring basis.

At 26 December 2021	Level 2 $'000	Total $'000
Derivatives used for hedging – Net Position	(252)	(252)

At 27 June 2021	Level 2 $'000	Total $'000
Derivatives used for hedging – Net Position	(18)	(18)

The fair value of financial instruments that are not traded in an active market (for example, over–the–counter derivatives) is determined using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

All of the resulting fair value adjustments are included in level 2.

There are no financial assets and liabilities in Level 1 and Level 3, and there are no transfers between the levels.

4 Property, Plant and Equipment

Consolidated Entity	Furniture, Fittings and Equipment $'000	Vehicles $'000	Land and Buildings $'000	Total $'000
At 27 June 2021				
Cost	59,575	3,646	1,673	64,894
Accumulated depreciation	(27,646)	(1,948)	(48)	(29,642)
Net book amount	**31,929**	**1,698**	**1,625**	**35,252**
Half Year ended 26 December 2021				
Opening net book amount	**31,929**	**1,698**	**1,625**	**35,252**
Additions	5,958	226	4	6,188
Disposals	(634)	-	-	(634)
Depreciation charge	(2,335)	(207)	(17)	(2,559)
Closing net book amount	**34,918**	**1,717**	**1,612**	**38,247**
At 26 December 2021				
Cost	64,175	3,701	1,673	69,549
Accumulated depreciation	(29,257)	(1,984)	(61)	(31,302)
Net book amount	**34,918**	**1,717**	**1,612**	**38,247**

5 Investment in Associates

Consolidated Entity	December 2021 $'000	June 2021 $'000
Shares in associates at carrying amount at start of period	**15,241**	-
Net investment in associate	**4,108**	15,241
Share of net profit of associates accounted for using the equity method	**49**	-
Carrying amount at end of period	**19,398**	15,241

6 Intangible Assets

Consolidated Entity	Goodwill $'000	Patents, trademarks and other rights $'000	Total $'000
At 27 June 2021			
Cost	13,578	500	14,078
Accumulated amortisation and impairment	-	(340)	(340)
Net book amount	13,578	160	13,738
At 26 December 2021			
Cost	**13,578**	**500**	**14,078**
Accumulated amortisation and impairment	**-**	**(350)**	**(350)**
Net book amount	**13,578**	**150**	**13,728**

7 Trade and Other Payables

Consolidated Entity	December 2021 $'000	June 2021 $'000
Trade payables	**17,061**	9,167
Customer deposits	**5,357**	4,375
Sundry creditors	**8,083**	7,218
Marketing fund	**1,466**	1,670
Other payables	**1,140**	987
	33,107	23,417

Fair Value

Trade payables are unsecured and are usually paid within 30 days of recognition.

The carrying amounts of trade and other payables are assumed to be the same as their fair values, due to their short-term nature.

8 Current Borrowings

Consolidated Entity	December 2021 $'000	June 2021 $'000
Secured		
Interchange facility	**20,683**	18,617

9 Current Provisions

Consolidated Entity	December 2021 $'000	June 2021 $'000
Employee benefits	**7,376**	7,121
Warranty provision [(a)]	**1,601**	1,570
Other provisions [(b)]	**752**	722
	9,729	9,413

(a) Warranty provision

The Group generally offers 12 months warranty on its products. Provision is made for estimated warranty claims in respect of products sold which are still under warranty at the end of the reporting period. These claims are expected to be settled in the next financial year. Management estimates the provision based on historical warranty claim information and any recent trends that may suggest claims could differ from historical amounts.

Movement in warranty provision

Consolidated Entity	December 2021 $'000	June 2021 $'000
Carrying amount at the start of the period	**1,570**	1,351
Charged to profit or loss - amount incurred and charged	**31**	219
Carrying amount at end of period	**1,601**	1,570

(b) Other provisions

Other provisions are minor in nature at the end of the reporting period.

Movement in other provisions

Consolidated Entity	December 2021 $'000	June 2021 $'000
Carrying amount at the start of the period	**722**	476
Charged to profit or loss - amount incurred and charged	**627**	796
Amounts used during the period	**(597)**	(550)
Carrying amount at end of period	**752**	722

10 Non Current Provisions

Consolidated Entity	December 2021 $'000	June 2021 $'000
Employee benefits	**903**	939

11 Leases

Consolidated Entity	December 2021 $'000	June 2021 $'000
Right of Use Assets		
Buildings	**106,102**	100,155
Equipment	**457**	471
Vehicles	**112**	120
	106,671	100,746
Lease Liabilities		
Current	**26,036**	25,079
Non current	**101,523**	97,680
	127,559	122,759

Amounts recognized in the statement of profit or loss

Consolidated Entity	December 2021 $'000	June 2021 $'000
Depreciation charge right of use assets		
Buildings	**11,553**	21,721
Equipment	**13**	26
Vehicles	**8**	16
	11,574	21,763
Lease liabilities		
Interest expense	**2,281**	4,423

12 Contributed Equity

Consolidated Entity	December 2021 Shares	June 2021 Shares
Number of ordinary shares, fully paid	**223,321,406**	223,321,406

Consolidated Entity	December 2021 Shares	June 2021 Shares
Movements in the number of ordinary shares		
Balance at the beginning of the period	**223,321,406**	221,537,880
Dividend re-investment plan issue	**-**	1,783,526
Balance at the end of the period	**223,321,406**	223,321,406

Consolidated Entity	December 2021 $'000	June 2021 $'000
Movements in ordinary share capital		
Balance at the beginning of the period	**72,312**	70,258
Dividend re-investment plan issue	**-**	2,054
Balance at the end of the period	**72,312**	72,312

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Group in proportion to the number of and amounts paid on the shares held.

All shares carry one vote per share.

Ordinary shares have no par value and the Group does not have a limited amount of authorised capital.

Capital risk management

The Group's objectives when managing capital are to safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital.

Consistently with others in the industry, the Group monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt (borrowings less cash) divided by total equity.

13 Contractual Maturities of Financial Liabilities

Consolidated Entity	Less Than 6 Months $'000	6-12 Months $'000	Between 1 and 5 Years $'000	Over 5 Years $'000	Total Contractual Cash Flows $'000	Carrying Amount (Assets) / Liabilities $'000
Non Derivatives						
Trade and other payables	34,206	-	-	-	34,206	34,206
Borrowings	20,718	-	-	-	20,718	20,718
Lease liabilities	179	25,857	33,256	68,267	127,559	127,559
Total non derivatives	**54,004**	**25,857**	**33,256**	**68,267**	**182,483**	**182,483**
Derivatives						
Forward exchange contracts	(39)	-	-	-	(39)	(39)
Interest rate swap contract	(213)	-	-	-	(213)	(213)
Net settled cash flow hedges	**(252)**	**-**	**-**	**-**	**(252)**	**(252)**

14 Transactions with Related Parties

Beacon Lighting Group Limited holds 50% of the issued units in Beacon Commercial Property Fund for the amount of $19,398,000. The Group recognized investment in associates during the period of $4,200,000 and a share of the net profit of associates accounted for using the equity method of $49,000.

During H1 FY2022, the Large Format Property Fund issued a Management Performance Right in favour of the Large Format Management Company Pty Ltd which is its Fund Manager and Property Manager. The Beacon Lighting Group holds a 45% interest in the Large Format Management Company Pty Ltd. The Management Performance Right allows for the Large Format Management Company Pty Ltd to convert the right into units in the Large Format Property Fund in the event of a future exercisable event for no consideration. The quantum of converted units is to equal 20% of the uplift in value of the Large Format Property Fund.

15 Dividends

Consolidated Entity	27 December 2021 $'000	27 December 2020 $'000
Total dividends provided for or paid during the half year	**10,273**	5,317

16 Income Tax

The Income tax expense for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. The estimated average annual tax rate used for the 26 weeks ended 26 December 2021 is 30%, compared to 30% for the 26 weeks ended 27 December 2020.

17 Contingencies

There were no significant or material contingent liabilities including legal claims at 26 December 2021 or 27 December 2020.

18 Commitments

Other than the item described below, there has been no significant change to the substance or value of commitments to those disclosed in the 27 June 2021 financial report.

19 Events Occurring After the Reporting Period

Other than the items described below, there has been no other matter or circumstance that has occurred subsequent to period end that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations or the state of affairs of the Company or economic entity in subsequent financial periods.

- A fully franked interim dividend of $0.043 was declared on 16 February 2022.

Directors' Declaration

In the opinion of the Directors:

(a) the Financial Statements, notes and the additional disclosures set out on pages 6 to 21 are in accordance with the Corporations Act 2001, including:

(i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and

(ii) giving a true and fair view of the consolidated entity's financial position as at 26 December 2021 and of its performance for the 26 weeks period ended on that date, and

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

Signed in accordance with a resolution of Directors.

Ian Robinson
Executive Chairman

Melbourne, 16 February 2022

Glen Robinson
Chief Executive Officer

Independent auditor's review report to the members of Beacon Lighting Group Limited

Report on the interim financial report

Conclusion

We have reviewed the interim financial report of Beacon Lighting Group Limited (the Company) and the entities it controlled during the period (together the Group), which comprises the consolidated balance sheet as at 26 December 2021, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the period ended on that date, significant accounting policies and explanatory notes and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying interim financial report of Beacon Lighting Group Limited does not comply with the *Corporations Act 2001* including:

1. giving a true and fair view of the Group's financial position as at 26 December 2021 and of its performance for the period ended on that date

2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the interim financial report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibilities of the directors for the interim financial report

The directors of the Company are responsible for the preparation of the interim 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 interim financial report that gives a true and fair view and is free from material misstatement whether due to fraud or error.

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999

pwc

Auditor's responsibilities for the review of the interim financial report

Our responsibility is to express a conclusion on the interim financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 26 December 2021 and of its performance for the period ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an interim 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.

PricewaterhouseCoopers

PricewaterhouseCoopers

Jason Perry
Partner

Melbourne
16 February 2022

Corporate Directory

DIRECTORS

Ian Robinson	Executive Chairman
Glen Robinson	Chief Executive Officer
(James) Eric Barr	Deputy Chairman
Neil Osborne	Non-Executive Director

COMPANY SECRETARY

Tracey Hutchinson

REGISTERED OFFICE

5 Bastow Place
Mulgrave
Victoria

WEBSITE

Corporate site
beaconlightinggroup.com.au

Retail site
beaconlighting.com.au

Other business websites
beaconlightingtradeclub.com.au
beaconlightingcommercial.com.au
beaconinternational.com
customlighting.com.au
lightsourcesolutions.com.au
lightsourcesolutions.co.nz
lucciair.com
fanaway.com
massonforlight.com.au
beaconlighting.us
beaconlighting.eu

LEGAL ADVISORS

Baker & McKenzie
Level 19
181 William Street
Melbourne
Victoria

AUDITORS

PricewaterhouseCoopers
2 Riverside Quay
Southbank
Victoria

SHARE REGISTRY

Computershare Investor Services Pty Limited
Yarra Falls
452 Johnston Street
Abbotsford
Victoria

STOCK EXCHANGE LISTING

Beacon Lighting Group Limited (BLX) shares are listed on the ASX

Store Locations

VIC

Abbotsford
250 Hoddle St

Ballarat
Wendouree
Homemaker Centre
333 Gillies St

Balwyn North
304 Doncaster Rd

Bayswater
216 Canterbury Rd
Bayswater Nth

Bendigo
285 High St
Kangaroo Flat

Burwood
110 Burwood Hwy

Chirnside Park
Showroom Centre
286 Maroondah Hwy

Coburg
Lincoln Mills
Homemaker Centre
64-74 Gaffney St

Craigieburn
440 Craigieburn Rd

Cranbourne
Cranbourne Home
Cnr Sth Gippsland Hwy
& Thompsons Rd

Essendon DFO
Homemaker Hub
120 Bulla Rd
Strathmore

Fountain Gate
Casey Lifestyle Centre
430 Princes Hwy

Frankston
22 McMahons Rd

Geelong
354 Melbourne Rd

Hawthorn
291 Burwood Road

Heidelberg
2-4 Dora St

Hoppers Crossing
283 Old Geelong Rd

Maribyrnong
Harvey Norman Centre
169 Rosamond Rd

Mentone
27-29 Nepean Hwy

Moorabbin
867 Nepean Hwy

Nunawading
262 Whitehorse Rd

Oakleigh
1402-1404 Dandenong Rd

Pakenham
Lifestyle Centre
825 Princes Hwy

Preston
23 Bell St

Scoresby
1391 Ferntree Gully Rd

South Melbourne
50-56 York St

South Morang
825 Plenty Rd

Springvale
IKEA Homemaker Centre
917 Princes Hwy

St Kilda
366 St Kilda Rd

Thomastown
Homemaker Centre
Cnr Dalton and
Settlement Rds

Warrnambool
14, 1-49 Raglan St

Watergardens
Homemaker Centre
440 Keilor-Melton Hwy
Taylors Lakes

Waurn Ponds
Homemaker Centre
235 Colac Rd
(Princes Hwy)

NSW

Albury Wodonga
Harvey Norman Centre
94 Borella Rd
Albury

Alexandria
Style Homemaker Centre
Cnr O'Riordan
& Doody Sts

Artarmon
Home HQ North Shore
Cnr Reserve Rd
& Frederick St

Bankstown
Home Central
9 - 67 Chapel Rd South

Belrose
Supa Centa Belrose
4-6 Niangala Cl

Brookvale
577-579 Pittwater Rd

Carlton
367 Princes Hwy

Campbelltown
Homebase
24 Blaxland Rd

Camperdown
139-143 Parramatta Rd

Castle Hill
Home Hub Hills
Cnr Victoria & Hudson Ave

Crossroads
Homemaker Centre
Parkers Farm Place
Casula

Crows Nest
118 Falcon St

Gladesville
Wharf Sqaure
8 Wharf Rd

Gosford West
Hometown
356 Manns Rd

Hornsby
Cnr Pacific Hwy
& Yardley Ave
Waitara

Killara
694 Pacific Hwy

Kotara
Kotara Home
108 Park Ave

Lake Haven
Home Mega Centre
Cnr Pacific Hwy
& Lake Haven Drv

Marsden Park
Home Hub
Hollinsworth Rd

McGraths Hill
Home Central
264-272 Windsor Rd

Mittagong
Highlands
Homemaker Centre
205 Old Hume Hwy

Moore Park
Supa Centa Moore Park
Cnr Sth Dowling St
& Todman Ave

Penrith
Homemaker Centre
2 Patty's Place

Port Macquarie
18 John Oxley Drive

Prospect
Homebase
19 Stoddart Rd

Rutherford
Harvey Norman Centre
366 New England Hwy

Shellharbour
146 New Lake
Entrance Rd

Taren Point
105 Parraweena Rd

Traralgon
73 Argle Street

Tweed Heads
29-41 Greenway Dr

Warners Bay
Warners Bay Home
240 Hillsborough Rd

QLD

Bundall
61 Upton St

Burleigh Home & Life
Reedy Creek Road

Cairns
331 Mulgrave Rd

Cannon Hill Homemaker Centre
1881 Creek Rd

Capalaba Freedom Home Centre
67 Redland Bay Rd

Carseldine Homemaker Centre
1925 Gympie Rd
Bald Hills

Fortitude Valley Homemaker City North
111 McLachlan St

Helensvale
Homeworld
502 Hope Island Rd

Hervey Bay
140 Boat Harbour Drv

Ipswich
Ipswich Riverlink
Shopping Centre
Cnr The Terrace
& Downs Sts

Jindalee Homemaker City
182 Sinnamon Rd

Kawana
2 Eden St
Minyama

Macgregor
550 Kessels Rd

Mackay
2/2 Heaths Rd

Maroochydore
Sunshine Homemaker Centre
72 Maroochydore Rd

Morayfield
Supa Centre
344 Morayfield Rd

Noosa
Noosa Civic
Eenie Creek Rd

Northlakes
Primewest Northlakes
Cnr Northlakes Drv
Mason St
& Stapylton St

Rockhampton
Red Hill
Homemaker Centre
Cnr Yaamba &
Richardson Rds

Southport
Bunnings Complex
542 Olsen Ave

Toowoomba
Harvey Norman Centre
910 Ruthven St

Townsville - Fairfield
Homemaker Centre
1 D'Arcy Dr
Idalia

Townsville - Garbutt
Mega Centre
Cnr Dalrymple Rd
& Duckworth St

Underwood Homemaker HQ
1-21 Kingston Rd

Virginia
1860 Sandgate Rd

Windsor Homemaker City
190 Lutwyche Rd

WA

Baldivis
Safety Bay Rd

Belmont
225 Great Eastern Hwy

Bunbury
Homemaker Centre
42 Strickland St

Cannington
21 William St

Clarkson
Ocean Keys
Homemaker Centre
61 Key Largo Drv

Claremont
201-207 Stirling Hwy

Ellenbrook
180 The Promenade

Jandakot
South Central
Cockburn
87 Armadale Rd

Joondalup
3 Sundew Rise

Malaga
Home Centre
655 Marshall Rd

Mandurah Home City
430 Pinjarra Rd

Midland
Midland Central
Cnr Clayton & Lloyd Sts

Myaree
Melville Square
Cnr Leach Hwy
& Norma Rd

Osborne Park
Hometown
381 Scarborough Beach Rd

SA

Churchill
Churchill Centre South
252 Churchill Rd
Kilburn

Gepps Cross
Home HQ
750 Main North Rd

Melrose Park
Melrose Plaza
1039 South Rd

Mile End
Mile End Home
121 Railway Tce

Modbury
985 North East Rd

Munno Para
Harvey Norman Centre
600 Main North Rd
Smithfield

Noarlunga
Harvey Norman Centre
2 Seaman Dr

NT

Darwin
Homemaker Village
356-362 Bagot Rd
Millner

TAS

Launceston
40 William St

Moonah
7-9 Derwent Park Rd

ACT

Fyshwick
175 Gladstone St

Gungahlin
14/5 Hibberson St