



CIVMEC LIMITED

(Company Registration No: 201011837H)

**CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE
SIX MONTHS and FULL YEAR ENDED 30 JUNE 2024**

TABLE OF CONTENTS

A.	Condensed interim consolidated statement of profit or loss and other comprehensive income	1
B.	Condensed interim statements of financial position.....	2
C.	Condensed interim statements of changes in equity	3
D.	Condensed interim consolidated statement of cash flows.....	5
E.	Notes to the condensed interim consolidated financial statements	7
F.	Other Information Required by Listing Rule Appendix 7.2	29

A. Condensed interim consolidated statement of profit or loss and other comprehensive income

	Note	Group			
		6 months ended		12 months ended	
		30 June 2024 A\$'000	30 June 2023 A\$'000	30 June 2024 A\$'000	30 June 2023 A\$'000
Revenue	4	541,127	412,015	1,033,473	830,866
Cost of sales		(482,387)	(354,660)	(914,442)	(721,695)
Gross profit		58,740	57,355	119,031	109,171
Other income	5	3,354	2,145	5,330	2,631
Administrative expenses		(13,126)	(14,613)	(27,310)	(24,606)
Other reversal		495	149	495	149
Finance costs		(3,090)	(2,649)	(6,055)	(4,774)
Profit before income tax	5	46,373	42,387	91,491	82,571
Income tax expense	7	(13,858)	(12,980)	(27,082)	(24,898)
Profit for the period/year		32,515	29,407	64,409	57,673
Other comprehensive income:					
<i>Items that will not be reclassified subsequently to profit or loss</i>					
Net gain on revaluation of freehold land and buildings		30,642	12,100	30,642	12,100
Total comprehensive income for the period/year		63,157	41,507	95,051	69,773
Profit attributable to:					
Owners of the Company		32,515	29,407	64,409	57,655
Non-controlling interest		-	-	-	18
		32,515	29,407	64,409	57,673
Total comprehensive income attributable to:					
Owners of the Company		63,157	41,507	95,051	69,755
Non-controlling interest		-	-	-	18
		63,157	41,507	95,051	69,773
Earnings per share attributable to equity holders of the Company (cents per share):					
- Basic	8	6.41	5.83	12.70	11.42
- Diluted	8	6.34	5.69	12.57	11.16

B. Condensed interim statements of financial position

		Group		Company	
	Note	As at 30 June 2024 A\$'000	As at 30 June 2023 A\$'000	As at 30 June 2024 A\$'000	As at 30 June 2023 A\$'000
ASSETS					
Current assets					
Cash and cash equivalents		88,457	70,381	2	-
Trade and other receivables		94,602	108,243	57,597	33,117
Contract assets		173,588	100,093	-	-
Other current assets		1,393	2,274	-	-
		358,040	280,991	57,599	33,117
Non-current assets					
Investment in subsidiaries		-	-	7,579	8,324
Property, plant and equipment		532,840	476,302	-	-
Investment properties	11	18,459	17,184	-	-
Intangible assets		10	10	-	-
Deferred tax assets		968	47	72	30
		552,277	493,543	7,651	8,354
TOTAL ASSETS		910,317	774,534	65,250	41,471
LIABILITIES AND EQUITY					
Current liabilities					
Trade and other payables		153,149	117,671	2,012	2,494
Contract liabilities		49,292	44,706	-	-
Lease liabilities		5,964	6,816	-	-
Borrowings	13	8,000	8,000	-	-
Income tax payable		7,462	673	7,462	664
Provisions		18,455	17,849	-	-
		242,302	195,715	9,474	3,158
Non-current liabilities					
Lease liabilities		51,333	50,519	-	-
Borrowings	13	56,000	48,500	-	-
Provisions		493	737	-	-
Deferred tax liabilities		71,951	58,454	-	-
		179,797	158,210	-	-
TOTAL LIABILITIES		422,099	353,925	9,474	3,158
Capital and Reserves					
Share capital	14	29,918	29,807	29,918	29,807
Treasury shares		(10)	(10)	(10)	(10)
Asset revaluation reserve		160,219	129,577	-	-
Other reserves		11,862	11,497	7,504	7,885
Retained earnings		286,490	249,999	18,364	631
Total equity attributable to the Owners of the Company		488,479	420,870	55,776	38,313
Non-controlling interest		(261)	(261)	-	-
TOTAL EQUITY		488,218	420,609	55,776	38,313
TOTAL LIABILITIES AND EQUITY		910,317	774,534	65,250	41,471

C. Condensed interim statements of changes in equity

GROUP	Share capital A\$'000	Treasury shares A\$'000	Asset revaluation reserve A\$'000	Merger reserve A\$'000	← Other reserves →		Retained earnings A\$'000	Total A\$'000	Non-controlling interest A\$'000	Total A\$'000
					Equity-settled employee benefits reserve A\$'000	Other reserves A\$'000				
Balance as at 1 July 2023	29,807	(10)	129,577	7,578	3,642	277	249,999	420,870	(261)	420,609
Profit for the year	-	-	-	-	-	-	64,409	64,409	-	64,409
Other comprehensive income for the year:										
Net gain on revaluation of freehold land and buildings	-	-	30,642	-	-	-	-	30,642	-	30,642
Total comprehensive income for the year	-	-	30,642	-	-	-	64,409	95,051	-	95,051
Share options exercised: issuance of new ordinary shares	111	-	-	-	-	-	-	111	-	111
Recognition of share based payment	-	-	-	-	365	-	-	365	-	365
Dividends paid	-	-	-	-	-	-	(27,918)	(27,918)	-	(27,918)
Balance as at 30 June 2024	29,918	(10)	160,219	7,578	4,007	277	286,490	488,479	(261)	488,218
Balance as at 1 July 2022	29,807	(10)	117,477	7,578	3,715	277	212,549	371,393	(279)	371,114
Profit for the year	-	-	-	-	-	-	57,655	57,655	18	57,673
Other comprehensive income for the year:										
Net gain on revaluation of freehold land and buildings	-	-	12,100	-	-	-	-	12,100	-	12,100
Total comprehensive income for the year	-	-	12,100	-	-	-	57,655	69,755	18	69,773
Recognition of share based payment	-	-	-	-	1,073	-	-	1,073	-	1,073
Reclassification to cash-settled employee benefits	-	-	-	-	(1,146)	-	-	(1,146)	-	(1,146)
Dividends paid	-	-	-	-	-	-	(20,205)	(20,205)	-	(20,205)
Balance as at 30 June 2023	29,807	(10)	129,577	7,578	3,642	277	249,999	420,870	(261)	420,609

C. Condensed interim statements of changes in equity (continued)

COMPANY	← Other reserves Equity-settled employee benefits reserve A\$'000 →						Total A\$'000
	Share capital A\$'000	Treasury shares A\$'000	Merger reserve A\$'000	Other reserves A\$'000	Retained earnings A\$'000		
Balance as at 1 July 2023	29,807	(10)	7,578	3,642	(3,335)	631	38,313
Profit for the year	-	-	-	-	-	45,651	45,651
Other comprehensive income for the year	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	45,651	45,651
Share options exercised: issuance of new ordinary shares	111	-	-	-	-	-	111
Recognition of share based payment	-	-	-	365	-	-	365
De-registration of a subsidiary	-	-	-	-	(746)	-	(746)
Dividends paid	-	-	-	-	-	(27,918)	(27,918)
Balance as at 30 June 2024	29,918	(10)	7,578	4,007	(4,081)	18,364	55,776
Balance as at 1 July 2022	29,807	(10)	7,578	3,715	(3,335)	782	38,537
Profit for the year	-	-	-	-	-	20,054	20,054
Other comprehensive income for the year	-	-	-	-	-	-	-
Total comprehensive income for the year	-	-	-	-	-	20,054	20,054
Recognition of share based payment	-	-	-	1,073	-	-	1,073
Reclassification to cash-settled employee benefits	-	-	-	(1,146)	-	-	(1,146)
Dividends paid	-	-	-	-	-	(20,205)	(20,205)
Balance as at 30 June 2023	29,807	(10)	7,578	3,642	(3,335)	631	38,313

D. Condensed interim consolidated statement of cash flows

	<u>Note</u>	<u>Group</u>	
		12 months ended	
		30 June	30 June
		<u>2024</u>	<u>2023</u>
		A\$'000	A\$'000
Cash Flows from Operating Activities			
Profit before income tax		91,491	82,571
Adjustment for:			
Depreciation of property, plant and equipment and investment properties – leasehold land	5	19,676	18,418
Gain on disposal of property, plant and equipment		(64)	(331)
Gain on disposal of interest in a former associate		-	(80)
Fair value gains on investment property at fair value through profit or loss		(730)	(420)
Reversal of revaluation loss on freehold land and buildings		(495)	(149)
Finance cost		9,583	8,090
Interest income		(3,325)	(1,099)
Equity-settled share based payments		365	1,073
Foreign exchange differences		43	(30)
Operating cash flow before working capital changes		116,544	108,043
Changes in working capital:			
Decrease/(increase) in trade and other receivables		13,641	(13,213)
(Increase)/decrease in contract assets		(73,495)	21,561
Decrease/(increase) in other current assets		881	(445)
Increase in trade and other payables		34,353	2,992
Increase in contract liabilities		4,586	1,381
Increase in provisions		362	2,510
Cash generated from operations		96,872	122,828
Interest received		3,325	1,099
Finance cost paid		(8,078)	(6,707)
Income tax refund		2,681	2,190
Income taxes paid		(23,446)	(24,170)
Net cash generated from operating activities		71,354	95,240
Cash Flows from Investing Activities			
Proceeds from sale of property, plant and equipment		112	428
Purchase of property, plant and equipment	10	(25,210)	(19,880)
Proceeds from disposal of interest in a former associate		-	80
Net cash used in investing activities		(25,098)	(19,372)

D. Condensed interim consolidated statement of cash flows

(continued)

	<u>Note</u>	Group	
		12 months ended	
		30 June	30 June
		<u>2024</u>	<u>2023</u>
		A\$'000	A\$'000
Cash Flows from Financing Activities			
Proceeds from borrowings		21,500	45,500
Repayment of borrowings		(14,000)	(63,000)
Repayment of principal lease liabilities		(7,873)	(8,623)
Proceeds from issuance of ordinary shares		111	-
Dividends paid		(27,918)	(20,205)
Net cash used in financing activities		(28,180)	(46,328)
Net increase in cash and cash equivalents		18,076	29,540
Cash and cash equivalents at the beginning of the year		70,381	40,841
Cash and cash equivalents at the end of the year		88,457	70,381

E. Notes to the condensed interim consolidated financial statements

1 Company information

Civmec Limited (the 'Company') is incorporated and domiciled in Singapore and its shares are publicly traded on the Singapore Exchange and the Australian Stock Exchange. These condensed interim consolidated financial statements as at and for the six months ended 30 June 2024 comprise the Company and its subsidiaries (collectively, the Group). The primary activity of the Company is that of an investment holding company.

The principal activities of the Group include heavy engineering, shipbuilding, modularisation, SMP (structural, mechanical, piping), EIC (electrical, instrumentation and control), precast concrete, site civil works, industrial insulation, maintenance, surface treatment, refractory and access solutions.

Pending change of domicile of the head company of the Group

On 27 October 2023, the Company has entered into an implementation agreement with Civmec Australia Limited (the 'NewCo') with the intention to change the domicile of the head company of the Group from the Company (domiciled in Singapore) to the NewCo (domiciled in Australia). The Change of Domicile will be achieved through a restructuring of the Company by way of a scheme of arrangement in accordance with Section 210 of the Companies Act 1967 of Singapore.

Shareholders voted to approve the Scheme at a meeting held on 1 August 2024 and the Shareholders' Scheme has been sanctioned by the Court on 28 August 2024.

2 Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2024 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last interim financial statements for the period ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in Australia dollars (AUD or A\$), which is the functional currency of the Company. All financial information presented in Australia dollars have been rounded to the nearest thousand, unless otherwise stated.

2.1 New and amended standards adopted by the Group

A number of amendments to Standards have become 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 those standards.

E. Notes to the condensed interim consolidated financial statements (continued)

2 Basis of preparation (continued)

2.2 Use of judgements and estimates

The preparation of the interim condensed consolidated financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgments about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 30 June 2023.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

(a) Critical judgements in applying the Group's accounting policies

Information about critical judgements in applying accounting policies that have the most significant effect on the amounts recognised in the financial statements is included in the following notes:

Impairment of trade and other receivables and contract assets

The Group applies the simplified approach to provide for the ECL ('Expected Credit Losses') for all trade receivables and contract assets at an amount equal to the lifetime ECL. ECLs are a probability weighted estimate (based on the Group's historical experience) measured as the present value of all cash shortfalls on default financial assets considering both quantitative and qualitative information and analysis. Factors considered in individual assessment are geographical regions, payment history, past due status and term.

Construction contract revenue

Construction contract revenue is recognised over time by reference to the Group's progress towards completion of the contract. The measure of progress is determined based on the proportion of contract costs incurred to date to the estimated total contract costs ('input method'). Costs incurred that are not related to the contract or that do not contribute towards satisfying a performance obligation ('PO') are excluded from the measure of progress and instead are expensed as incurred.

Construction contract revenue comprises the initial amount of revenue agreed in the contract and variations in contract work to the extent that is highly probable that a significant reversal in the amount of the cumulative revenue will not occur.

In estimating the variable consideration for contract revenue, the Group uses the expected value amount method to estimate the transaction price. The expected value is the sum of probability-weighted amounts in a range of possible consideration amounts. Management has relied on historical experience and the work of experts, analysed by customers and nature of scope of work, from prior years.

Management has exercised judgement in applying the constraint on the estimated variable consideration that can be included in the transaction price. For variations claims, management has determined that a portion of the estimated variable consideration is subject to the constraint as, based on past experience with the customers, it is highly probable that a significant reversal in the cumulative amount of revenue recognised will occur, and therefore will not be recognised as revenue.

E. Notes to the condensed interim consolidated financial statements (continued)

2 Basis of preparation (continued)

2.2 Use of judgements and estimates (continued)

(a) Critical judgements in applying the Group's accounting policies (continued)

Legal proceedings

The Group is exposed to the risk of claims and litigation which can arise for various reasons, including changes in scope of work, delay and disputes etc. Given the nature of the business, variation orders, additional works and prolongation costs are common. As some of these items could be subjective and hence contentious in nature, the Group may from time to time be involved in adjudication or legal processes.

In making its judgment as to whether it is probable that any such adjudication decisions or litigation will result in a liability and whether any such liability can be measured reliably, management relies on past experience and the opinion of legal advisors and technical experts.

In making that overall judgment, management has included in its consideration the likely outcome of the claims. Although an adverse outcome of those claims could have a material adverse impact on the financial position of the Group, management have taken the view that such a material adverse outcome is very unlikely.

Impairment of property, plant and equipment and investment properties

The Group assesses impairment of property, plant and equipment and investment properties at each year end by evaluating conditions specific to the Group that may lead to impairment of assets. Adjustments are made when considered necessary.

Impairment assessment of property, plant and equipment and investment properties includes considering certain indications such as significant changes in asset usage, significant decline in assets' market value, obsolescence or physical damage of an asset, significant under performance relative to the expected historical or future operating results and significant negative industry or economic trends.

Determination of the lease term

In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not to exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease term is reasonably certain to be extended (or not terminated). The lease term is reassessed if an option is actually exercised (or not exercised) or the Group becomes obliged to exercise (or not exercise) it. The assessment of reasonable certainty is only revised if a significant event or a significant change in circumstances occurs, which affects the assessment, and that is within the control of the lessee. For leases of the leasehold land and buildings, the following factors are normally the most relevant:

- If there are significant penalties to terminate (or not extend), the Group is typically reasonably certain to extend (or not terminate).
- If any leasehold improvements are expected to have a significant remaining value, the Group is typically reasonably certain to extend (or not terminate).
- Otherwise, the Group considers other factors including historical lease durations and the costs and business disruption required to replace the leased asset.

E. Notes to the condensed interim consolidated financial statements (continued)

2 Basis of preparation (continued)

2.2 Use of judgements and estimates (continued)

(a) Critical judgements in applying the Group's accounting policies (continued)

Valuation of freehold land and buildings and investment properties

The Group carries its freehold land and building and investment properties at fair values which are determined by an independent real estate valuation expert using the highest-and-best use approach which is generally the sales comparison approach (i.e. the basis of market value). In arriving at the valuation figure, the valuer has taken into consideration the prevailing market conditions and differences between the freehold land and building and investment properties and the comparables in terms of location, tenure, size, shape, design and layout, age and condition of the buildings, dates of transactions and other factors affecting their values. The most significant inputs in this valuation approach are the selling price per square meter and the usage of the properties. The estimates are based on local market conditions existing at the reporting date.

Fair values of buildings with no available market information are determined by the independent real estate valuation expert using the depreciated replacement cost method, which involves estimating the current replacement cost of the buildings and from which deductions are made to allow for depreciation due to age, condition and functional obsolescence. The replacement cost is then added to the land value to derive the fair value. The land value is determined based on the direct comparison method with transactions of comparable plots of land within the vicinity and elsewhere. In arriving at the valuation figure, the valuation expert has taken into consideration the prevailing market condition and differences between the freehold land and buildings and the comparable in terms of location, tenure, size, shape, design and layout, age and condition, dates of transactions and other factors affecting their values. The most significant inputs into this valuation approach are the estimated construction costs, depreciation rates and developer profit margin.

E. Notes to the condensed interim consolidated financial statements (continued)

2 Basis of preparation (continued)

2.2 Use of judgements and estimates (continued)

(b) Key sources of estimation uncertainty

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following:

Estimation of total contract costs for contracts

The Group has significant ongoing construction contracts as at 30 June 2024 that are non-cancellable. For these contracts, revenue is recognised over time by reference to the Group's progress towards completion of the contract. The measure of progress is determined based on the proportion of contract costs incurred to date to the estimated total contract costs ('input method').

Management has to estimate the total contract costs to complete, which are used in the input method to determine the Group's recognition of construction revenue. When it is probable that the total contract costs will exceed the total construction revenue, a provision for onerous contracts is recognised immediately.

Significant assumptions are used to estimate the total contract sum and the total contract costs which affect the accuracy of revenue recognition based on the percentage-of-completion and completeness of provision for onerous contracts recognised. In making these estimates, management has relied on past experience and the work of specialists.

The Group includes incremental costs of fulfilling the contracts which are the cost of materials and labour required to construct the projects. In estimating the forecast costs, the management exercised judgement in considering costs that relate directly to the contracts.

Estimation of useful lives of property, plant and equipment and investment properties – leasehold land

The useful lives of assets have been based on historical experience, lease terms and best available information for similar items in the industry. These estimations will affect the depreciation expense recognised in the financial period. There is no change in the estimated useful lives of plant and equipment and investment properties – leasehold land during the current financial period.

Income taxes

The Group has exposure to income taxes of which a portion of these taxes arose from certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group recognises receivables or liabilities on expected tax issues based on their best estimates of the likely taxes recoverable or due. Where the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax positions in the period in which such determination is made.

E. Notes to the condensed interim consolidated financial statements (continued)

3 Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4 Segment and revenue information

The Group is organised into the following main business segments:

- Energy
- Resources
- Infrastructure, Marine & Defence

Although the Operations Management receives separate reports for each project in the Energy, Resources, and Infrastructure, Marine & Defence businesses, these have been aggregated into the respective reportable segments as they have similar long-term average gross margins.

E. Notes to the condensed interim consolidated financial statements (continued)

4 Segment and revenue information (continued)

4.1 Reportable segments

	Group 12 months ended 30 June 2024				Group 12 months ended 30 June 2023			
	Energy A\$'000	Resources A\$'000	Infra- structure, Marine & Defence A\$'000	Total A\$'000	Energy A\$'000	Resources A\$'000	Infra- structure, Marine & Defence A\$'000	Total A\$'000
Revenue	31,039	876,478	125,956	1,033,473	42,960	678,581	109,325	830,866
Cost of sales (excluding depreciation)	(26,232)	(762,530)	(106,100)	(894,862)	(36,699)	(573,638)	(93,115)	(703,452)
Depreciation expense	(475)	(17,177)	(1,928)	(19,580)	(781)	(15,476)	(1,986)	(18,243)
Segment results	4,332	96,771	17,928	119,031	5,480	89,467	14,224	109,171
Other income				5,330				2,631
Unallocated costs								
Administrative expenses*				(27,214)				(24,431)
Depreciation in admin expense*				(96)				(175)
Reversal of:								
- revaluation loss on freehold land and buildings				495				149
Finance costs				(6,055)				(4,774)
Profit before income tax				91,491				82,571
Income tax expense				(27,082)				(24,898)
Profit for the year				64,409				57,673
				As at 30 June 2024				As at 30 June 2023
Segment assets:								
Intangible assets	-	10	-	10	-	10	-	10
Unallocated assets:								
Assets				907,946				772,203
Other current assets				1,393				2,274
Deferred tax assets				968				47
Total assets				910,317				774,534
Segment liabilities:								
Unallocated liabilities								
Liabilities				339,151				278,839
Borrowings				64,000				56,500
Provisions				18,948				18,586
Total liabilities				422,099				353,925

*Administrative expenses above exclude depreciation which is disclosed separately above.

E. Notes to the condensed interim consolidated financial statements (continued)

4 Segment and revenue information (continued)

4.2 Disaggregation of revenue

	Group 6 months ended 30 June 2024				Group 6 months ended 30 June 2023			
	<u>Energy</u> A\$'000	<u>Resources</u> A\$'000	<u>Infra- structure, Marine & Defence</u> A\$'000	<u>Total</u> A\$'000	<u>Energy</u> A\$'000	<u>Resources</u> A\$'000	<u>Infra- structure, Marine & Defence</u> A\$'000	<u>Total</u> A\$'000
Types of goods or services:								
Construction contract	10,090	403,664	65,533	479,287	23,692	280,832	51,530	356,054
Rendering of services	580	52,960	7,342	60,882	1,961	52,459	907	55,327
Sales of goods	-	958	-	958	-	634	-	634
Total revenue	10,670	457,582	72,875	541,127	25,653	333,925	52,437	412,015
Timing of revenue recognition:								
At a point in time	-	1,159	1,130	2,289	-	634	907	1,541
Over time	10,670	456,423	71,745	538,838	25,653	333,291	51,530	410,474
Total revenue	10,670	457,582	72,875	541,127	25,653	333,925	52,437	412,015
Geographical information:								
Australia	10,670	457,582	72,875	541,127	25,653	333,925	52,437	412,015
	Group 12 months ended 30 June 2024				Group 12 months ended 30 June 2023			
	<u>Energy</u> A\$'000	<u>Resources</u> A\$'000	<u>Infra- structure, Marine & Defence</u> A\$'000	<u>Total</u> A\$'000	<u>Energy</u> A\$'000	<u>Resources</u> A\$'000	<u>Infra- structure, Marine & Defence</u> A\$'000	<u>Total</u> A\$'000
Types of goods or services:								
Construction contract	26,730	782,164	117,848	926,742	40,496	563,664	107,575	711,735
Rendering of services	4,309	92,514	8,108	104,931	2,464	113,374	1,750	117,588
Sales of goods	-	1,800	-	1,800	-	1,543	-	1,543
Total revenue	31,039	876,478	125,956	1,033,473	42,960	678,581	109,325	830,866
Timing of revenue recognition:								
At a point in time	-	2,001	1,896	3,897	-	1,543	1,750	3,293
Over time	31,039	874,477	124,060	1,029,576	42,960	677,038	107,575	827,573
Total revenue	31,039	876,478	125,956	1,033,473	42,960	678,581	109,325	830,866
Geographical information:								
Australia	31,039	876,478	125,956	1,033,473	42,960	678,581	109,325	830,866

E. Notes to the condensed interim consolidated financial statements (continued)

4 Segment and revenue information (continued)

4.2 Disaggregation of revenue (continued)

A breakdown of sales:

	Group		
	12 months ended 30 June 2024 A\$'000	12 months ended 30 June 2023 A\$'000	Increase / (decrease) %
Sales reported for the first half year	492,346	418,851	17.5
Operating profit after tax before deducting NCI for the first half year	31,894	28,248	12.9
Sales reported for second half year	541,127	412,015	31.3
Operating profit after tax before deducting NCI for the second half year	32,515	29,407	10.6

5 Profit before income tax

5.1 Significant items

	Group			
	6 months ended		12 months ended	
	30 June 2024 A\$'000	30 June 2023 A\$'000	30 June 2024 A\$'000	30 June 2023 A\$'000
<u>Other income</u>				
Insurance recoveries	379	45	383	53
Fuel tax rebate	699	433	785	489
Interest income	1,539	814	3,325	1,099
Gain/(loss) on disposal of property, plant and equipment	(15)	306	64	331
Gain on disposal of interest in a former associate	-	80	-	80
Fair value gain on investment property at fair value through profit or loss	730	420	730	420
Subsidies and incentives	14	43	32	127
Net foreign exchange gain	-	2	-	30
Sundry revenue	8	2	11	2
	3,354	2,145	5,330	2,631

Depreciation of property, plant and
equipment and investment properties
– leasehold land

Included in cost of sales	9,796	9,300	19,580	18,243
Included in administrative expenses	42	89	96	175
	9,838	9,389	19,676	18,418

E. Notes to the condensed interim consolidated financial statements (continued)

5 Profit before income tax (continued)

5.1 Significant items (continued)

	Group			
	6 months ended		12 months ended	
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	A\$'000	A\$'000	A\$'000	A\$'000
<u>Employee benefits</u>				
Included in cost of sales	282,476	229,370	485,349	398,089
Included in administrative expenses	11,933	9,612	18,545	15,889
	294,409	238,982	503,894	413,978
<u>Finance costs</u>				
Corporate market loan and line fees	2,409	2,064	4,824	3,637
Trade finances	-	-	-	102
Lease liabilities	394	361	801	767
Other finance costs	287	224	430	268
	3,090	2,649	6,055	4,774
Included in cost of sales:				
Lease liabilities	1,806	1,685	3,528	3,316
Total finance costs	4,896	4,334	9,583	8,090
<u>Other reversal</u>				
Reversal of revaluation loss on freehold land and buildings ⁽¹⁾	(495)	(149)	(495)	(149)

- The fair value of freehold land and buildings at 2-8 Stuart Drive, Henderson increased as a result of a revaluation carried out at 30 June 2024. The net revaluation increase reverses its net revaluation loss previously recognised in the financial year ended 30 June 2020 (2023: A\$149,000 reversal).

E. Notes to the condensed interim consolidated financial statements (continued)

6 Related party transactions

The Group's main related parties are as follows:

Entities exercising control over the Group

The largest shareholders are James Finbarr Fitzgerald and Olive Theresa Fitzgerald (acting as trustees for the JF & OT Fitzgerald Family Trust) (19.25%) and Goldfirm Pty Ltd (acting as trustee for the Kariong Investment Trust) (19.23%). Patrick John Tallon is a beneficiary of the Kariong Investment Trust.

Key Management Personnel

Any person having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity is considered key management personnel.

Remuneration paid to key management personnel is as follows:

	Group			
	6 months ended		12 months ended	
	30 June	30 June	30 June	30 June
	2024	2023	2024	2023
	A\$'000	A\$'000	A\$'000	A\$'000
Directors' remuneration				
- Salaries and other related costs	1,092	927	2,911	2,635
- Directors' fees	150	148	313	290
- Cash-settled share-based payment	-	-	1,308	917
- Benefits including defined contribution plans	71	73	142	141
Other key management personnel				
- Salaries and other related costs	1,236	1,107	3,029	2,928
- Benefits including defined contribution plans	136	130	244	246
	2,685	2,385	7,947	7,157

E. Notes to the condensed interim consolidated financial statements (continued)

6 Related party transactions (continued)

Directors' interest in employee share benefit plans

At the end of the reporting date, the total number of outstanding share options and performance rights that were issued/allocated to the directors and key management personnel under existing employee benefit schemes is given below:

	Group	
	As at	
	30 June	30 June
	<u>2024</u>	<u>2023</u>
	No.	No.
Share options		
Key management personnel	-	1,000,000
Performance rights		
Directors	1,057,000	2,774,000
Key management personnel	2,512,000	2,999,000

Other related parties

Other related parties include immediate family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel, individually or collectively with their immediate family members.

Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

There was no transaction with related parties during the current period.

7 Income tax expense

The Group calculates the period income tax expense using the currently enacted tax rates that are applicable to the total earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	Group			
	6 months ended		12 months ended	
	30 June	30 June	30 June	30 June
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	A\$'000	A\$'000	A\$'000	A\$'000
Current income tax expense	14,494	9,354	28,134	20,056
Deferred income tax expense relating to origination and reversal of temporary differences	(636)	3,626	(1,052)	4,842
Total income tax expense	13,858	12,980	27,082	24,898

E. Notes to the condensed interim consolidated financial statements (continued)

8 Earnings per share

	Group			
	6 months ended 30 June <u>2024</u>	30 June <u>2023</u>	12 months ended 30 June <u>2024</u>	30 June <u>2023</u>
Profit attributable to owners of the Company (A\$'000)	32,515	29,407	64,409	57,655
Weighted average number of shares				
- Basic	507,189,973	504,683,775	507,189,973	504,683,775
- Diluted	512,478,973	516,633,775	512,478,973	516,633,775
Earnings per ordinary share (A\$ cents)				
- Basic	6.41	5.83	12.70	11.42
- Diluted	6.34	5.69	12.57	11.16

Basic earnings per share is calculated by dividing the consolidated profit after tax attributable to the equity holders of the Company, by the weighted average number of ordinary shares outstanding during the financial period.

As at 30 June 2024, the diluted earnings per share includes the effect of 5,289,000 unissued ordinary shares granted under CPRP due to the performance targets are likely to be met. The effect of the inclusion is dilutive (2023: 7,950,000, dilutive).

9 Net asset value

	Group		Company	
	As at 30 June <u>2024</u>	30 June <u>2023</u>	As at 30 June <u>2024</u>	30 June <u>2023</u>
Net assets attributable to owners (A\$'000)	488,479	420,870	55,776	38,313
Net asset value per ordinary share based on issued share capital at the end of the respective periods (A\$ cents)	96.23	83.32	10.99	7.58

Net asset value per share is calculated by dividing the net assets attributable to the equity holders of the Company by the number of issued shares as at 30 June 2024 of 507,591,000 (2023: 505,117,000) and excludes treasury shares of 15,000 (2023:15,000).

E. Notes to the condensed interim consolidated financial statements (continued)

10 Property, plant and equipment

During the financial year ended 30 June 2024, the Group acquired assets amounting to A\$25,210,000 (2023: A\$19,880,000).

At the balance sheet date, the details of the Group's freehold land and buildings are as follows:

<u>Location</u>	<u>Description/Existing use</u>	<u>Tenure</u>
2-8 Stuart Drive, Henderson, Western Australia	Land and buildings / Operational readiness and logistics support facility	Freehold
16 Nautical Drive, Henderson, Western Australia	Buildings on leasehold land / Undercover waterfront, Manufacturing, Modularisation and Maintenance Facility	Leasehold land leases: i. 34-year lease from August 2010, with further 35 years option ii. 30-year lease from March 2014, with further 35 years option iii. 28-year lease from December 2016, with further 45 years option
35-39 Old Punt Road, Tomago, New South Wales	Land and buildings / Manufacturing facility and modular assembly laydown area	Freehold
Lot 324 Hematite Drive & Lot 325 Furnace Road, Wedgefield, Port Hedland Western Australia	Land and buildings / Manufacturing workshop and office facility	Freehold
10 Eucla Close, South Hedland, Western Australia	Land and buildings / Accommodation support	Freehold
45 Bensted Road, Callemondah, Gladstone Queensland	Land / New facility to be constructed. This is currently classified under Asset under construction	Freehold
2 George Mamalis, Callemondah Gladstone Queensland	Land and building / Workshop and office facility. This is currently classified under Asset under construction	Freehold

Freehold land and buildings carried at fair value

At 30 June 2024, an independent valuation was carried out by Asset Valuation Advisory on all the freehold land and buildings of the Group. The fair value is determined by the valuer on the highest and best use approach of each asset. Such valuation was determined using the Sales Comparison approach (to market-type properties), Hypothetical Development approach, Income Capitalisation approach and Depreciated Replacement Cost ('DRC') approach (to non-market-type properties). The fair value has been derived through a mix of Level 2 inputs where applicable and Level 3 inputs where the Valuer has deemed Level 2 inputs to be not applicable.

E. Notes to the condensed interim consolidated financial statements (continued)

10 Property, plant and equipment (continued)

Freehold land and buildings carried at fair value (continued)

Details of the Group's freehold land and buildings and information about the fair value hierarchy as at 30 June 2024 and 30 June 2023 are as follows:

	<u>Level 1</u> A\$'000	<u>Level 2</u> A\$'000	<u>Level 3</u> A\$'000	Fair value as at 30 June 2024 A\$'000
Freehold land	-	29,485	-	29,485
Buildings	-	6,545	384,786	391,331

	<u>Level 1</u> A\$'000	<u>Level 2</u> A\$'000	<u>Level 3</u> A\$'000	Fair value as at 30 June 2023 A\$'000
Freehold land	-	22,045	-	22,045
Buildings	-	6,155	335,315	341,470

Level 2 fair value of the Group's freehold land and building have been derived using the market data approach. Sales prices of comparable properties in close proximity are adjusted for differences in key attributes as disclosed in Note 2.2(a) to the financial statements. The most significant input in this valuation approach is the selling price per square meter and the usage of the property.

Valuation techniques used to derive Level 3 fair values

The following table shows the information about fair value measurements using significant unobservable inputs (Level 3) as at 30 June 2024 and 2023:

<u>Description</u>	Fair value as at 30 June 2024 A\$'000	<u>Valuation techniques</u>	<u>Unobservable inputs</u>	<u>Range of inputs</u>	<u>Relationship of unobservable inputs to fair value</u>
Buildings	384,786	Depreciated Replacement Cost (DRC)	Depreciation rates	2% to 33%	The higher the depreciation rates, the lower the fair value.
			Estimated construction costs per square metre	A\$1,286 to A\$6,393	The higher the construction costs, the higher the fair value.
			Developer profit margin	5% to 8%	The higher the profit margin, the higher the fair value.

E. Notes to the condensed interim consolidated financial statements (continued)

10 Property, plant and equipment (continued)

Freehold land and buildings carried at fair value (continued)

Valuation techniques used to derive Level 3 fair values (continued)

<u>Description</u>	Fair value as at 30 June 2023 A\$'000	<u>Valuation techniques</u>	<u>Unobservable inputs</u>	<u>Range of inputs</u>	Relationship of unobservable inputs to fair value
Buildings	335,315	Depreciated Replacement Cost (DRC)	Depreciation rates	2% to 33%	The higher the depreciation rates, the lower the fair value.
			Estimated construction costs per square metre	A\$1,079 to A\$5,571	The higher the construction costs, the higher the fair value.
			Developer profit margin	5% to 8%	The higher the profit margin, the higher the fair value.

The following table represents the changes in level 3 items for the financial year ended 30 June 2024 and 30 June 2023:

<u>Description</u>	Group As at	
	30 June 2024 A\$'000	30 June 2023 A\$'000
At the beginning of the year	335,315	326,134
Acquisition	16,893	904
Depreciation	(8,463)	(8,169)
Gain on revaluation of buildings	41,041	16,446
Closing balance	384,786	335,315

There were no transfers between Level 1 and Level 2 during the year.

If the freehold land and building were stated on the historical cost basis, the carrying amount would be as follows:

<u>Description</u>	Group As at	
	30 June 2024 A\$'000	30 June 2023 A\$'000
Freehold land*	20,042	16,499
Buildings	225,934	207,730
Accumulated depreciation	(41,484)	(35,077)
Net book value	204,492	189,152

*exclude freehold land under Asset under construction

E. Notes to the condensed interim consolidated financial statements (continued)

10 Property, plant and equipment (continued)

Right-of-use assets

Right-of-use assets acquired under leasing arrangements are presented together with the owned assets of the same class. As at the balance sheet date, the net book value of property, plant and equipment that were under lease liabilities was A\$67,847,000 (2023: A\$65,654,000).

The carrying amount of property, plant and equipment that are pledged for security are as follows:

<u>Description</u>	<u>Borrowings</u>	Group	
		As at	
		30 June 2024 A\$'000	30 June 2023 A\$'000
Leased plant and equipment	Lease liabilities	36,167	35,250
Remaining property, plant and equipment	Corporate market loan, multi-option	496,673	441,052
		532,840	476,302

11 Investment properties

	<u>Buildings</u> A\$'000	<u>Leasehold land</u> A\$'000	<u>Total</u> A\$'000
2024			
<u>Cost or valuation</u>			
At 1 July 2023	15,260	2,006	17,266
Addition – ROU	-	591	591
Revaluation increase – recognised in profit or loss	730	-	730
At 30 June 2024	15,990	2,597	18,587
<u>Accumulated depreciation</u>			
At 1 July 2023	-	(82)	(82)
Depreciation for the year	-	(46)	(46)
At 30 June 2024	-	(128)	(128)
<u>Net carrying amount</u>			
At 30 June 2024	15,990	2,469	18,459

E. Notes to the condensed interim consolidated financial statements (continued)

11 Investment properties (continued)

	<u>Buildings</u> A\$'000	<u>Leasehold</u> land A\$'000	<u>Total</u> A\$'000
2023			
<u>Cost or valuation</u>			
At 1 July 2022	14,840	2,006	16,846
Revaluation increase – recognised in profit or loss	420	-	420
At 30 June 2023	15,260	2,006	17,266
<u>Accumulated depreciation</u>			
At 1 July 2022	-	(41)	(41)
Depreciation for the year	-	(41)	(41)
At 30 June 2023	-	(82)	(82)
<u>Net carrying amount</u>			
At 30 June 2023	15,260	1,924	17,184

Buildings carried at fair value

At 30 June 2024, an independent valuation was carried out by Asset Valuation Advisory on the investment properties of the Group. The fair value is determined based on significant unobservable inputs and is categorised under Level 3 of the fair value measurement hierarchy due to its specialised nature which is not readily traded in the marketplace.

At the balance sheet date, the investment properties held by the Group is as follows:

<u>Location</u>	<u>Description/Existing use</u>	<u>Tenure</u>
1 Welding Pass, Henderson, Western Australia	Buildings on leasehold land / Submarine rescue facility	Leasehold land leases: 28-year lease from April 2020, with further 22 years option Leasehold land sub-lease: 26-year and 4 month lease from July 2021, with 2 options to renew for a further 3 years each

The fair value measurement for the investment property of A\$15,990,000 (2023: A\$15,260,000) has been categorised as a level 3 fair value based on the inputs to the valuation technique used.

E. Notes to the condensed interim consolidated financial statements (continued)

11 Investment properties (continued)

Buildings carried at fair value (continued)

Valuation techniques used to derive Level 3 fair values

The following table shows the information about fair value measurements using significant unobservable inputs (Level 3):

<u>Description</u>	Fair value as at 30 June 2024 A\$'000	<u>Valuation techniques</u>	<u>Unobservable inputs</u>	<u>Range of inputs</u>	<u>Relationship of unobservable inputs to fair value</u>
Buildings	15,990	Depreciated Replacement Cost (DRC)	Depreciation rates	2%	The higher the depreciation rates, the lower the fair value.
			Estimated construction costs per square metre	A\$1,491	The higher the construction costs, the higher the fair value.
			Developer profit margin	5% to 8%	The higher the profit margin, the higher the fair value.

<u>Description</u>	Fair value as at 30 June 2023 A\$'000	<u>Valuation techniques</u>	<u>Unobservable inputs</u>	<u>Range of inputs</u>	<u>Relationship of unobservable inputs to fair value</u>
Buildings	15,260	Depreciated Replacement Cost (DRC)	Depreciation rates	2%	The higher the depreciation rates, the lower the fair value.
			Estimated construction costs per square metre	A\$1,318	The higher the construction costs, the higher the fair value.
			Developer profit margin	5% to 8%	The higher the profit margin, the higher the fair value.

E. Notes to the condensed interim consolidated financial statements (continued)

11 Investment properties (continued)

Leasehold land carried at cost

The asset is depreciated on a straight-line basis over its lease term. The depreciation rate used is 2.1%.

(a) Investment properties is sub-leased to non-related parties under operating leases.

Amounts recognised in profit or loss for investment properties

	Group			
	6 months ended		12 months ended	
	30 June	30 June	30 June	30 June
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
	A\$'000	A\$'000	A\$'000	A\$'000
Rental income	176	175	351	510
Direct operating expenses from investment property that generated rental income	(199)	(202)	(348)	(345)

(b) The carrying amount of investment properties that are pledged for security is as follows:

<u>Description</u>	<u>Borrowings</u>	Group	
		As at	
		30 June	30 June
		<u>2024</u>	<u>2023</u>
		A\$'000	A\$'000
Investment properties	Corporate market loan, multi-option	18,459	17,184

12 Investment in subsidiaries

During the financial year ended 30 June 2024, *Civmec Mala PNG Ltd* (88% held by Civmec Construction and Engineering Pty Ltd) and *Civmec Construction and Engineering, Singapore Pte Ltd* (100% held by Civmec Ltd) were de-registered and *Civmec Construction and Engineering Uganda Ltd* (100% held by Civmec Construction and Engineering Africa Ltd) was dissolved.

E. Notes to the condensed interim consolidated financial statements (continued)

13 Borrowings

	Group			
	As at	As at	As at	As at
	30 June	30 June	30 June	30 June
	<u>2024</u>	<u>2024</u>	<u>2023</u>	<u>2023</u>
	Secured	Unsecured	Secured	Unsecured
	A\$'000	A\$'000	A\$'000	A\$'000
Amount repayable in one year or less, or on demand:				
Corporate market loan	8,000	-	8,000	-
Amount repayable after one year, or on demand:				
Corporate market loan	56,000	-	48,500	-
Total borrowings	64,000	-	56,500	-

Corporate market loan

The Group is required by the banks to maintain certain financial ratios such as leverage ratio, tangible net worth and debt service cover ratio. As at 30 June 2024, the Group met all of these financial covenants.

As at 30 June 2024, the Group has a commercial bank facility amounting to A\$64 million (2023: A\$70 million) which was fully utilised (2023: 81% utilised). The facility is repaid at an amount of A\$8 million per annum. Interest rates are variable and ranged between 5.02% to 5.47% (2023: 1.53% to 5.01%) per annum during the current financial year.

Multi-option facility

The Group has a multi-option facility of A\$70 million (2023: A\$65 million) which was not utilised as at 30 June 2024 (2023: 2% utilised). It can be used for trade financing, bank guarantees and letters of credit. Interest rates are fixed at the time of drawing and ranged between 5.45% to 5.47% (2023: 2.59% to 3.99%) per annum during the current financial year.

General security deed

Both the commercial bank and multi-option facilities are secured by certain property, plant and equipment and investment properties as disclosed in Note 10 and Note 11 to the financial statements.

E. Notes to the condensed interim consolidated financial statements (continued)

14 Share capital

Fully paid ordinary shares

	Group and Company			
	30 June 2024		30 June 2023	
	No. of shares	A\$'000	No. of shares	A\$'000
At the beginning of the year	505,132,000	29,807	502,450,000	29,807
Share issued during the year				
- Conversion of performance rights	2,324,000	-	2,682,000	-
- Conversion of share options	150,000	111	-	-
At the end of the year	507,606,000	29,918	505,132,000	29,807

Treasury shares

As at 30 June 2024, 15,000 shares are held as Treasury Shares (2023: 15,000).

Performance rights

5,289,000 rights remain unvested as at 30 June 2024 (2023: 7,950,000).

15 Subsequent events

On 27 October 2023, the Company has entered into an implementation agreement with Civmec Australia Limited (the 'NewCo') with the intention to change the domicile of the head company of the Group from the Company (domiciled in Singapore) to the NewCo (domiciled in Australia). The Change of Domicile will be achieved through a restructuring of the Company by way of a scheme of arrangement in accordance with Section 210 of the Companies Act 1967 of Singapore.

The resolution to re-domicile Group's parent company was passed at the Shareholder Scheme meeting on 1 August 2024 and the Shareholders' Scheme has been sanctioned by the Court on 28 August 2024. The Company will lodge the Court Order on the 4 September 2024 with the Accounting and Corporate Regulatory Authority of Singapore and the scheme will take effect on and from the date of lodgement.

F. Other Information Required by Listing Rule Appendix 7.2

1 Review

These figures have not been audited or reviewed.

2 Review of performance of the Group

Statement of comprehensive income

2H2024 vs 2H2023

Revenue for the half-year ended 30 June 2024 ('2H2024') increased 31.3% to A\$541.1 million from A\$412.0 million for the half-year ended 30 June 2023 ('2H2023') mainly due to the increased activity levels of the Group and timing of revenue recognition on projects.

Gross profit for 2H2024 increased 2.4% to A\$58.7 million from A\$57.4 million in 2H2023 reflecting the increase in revenue.

Other income increased by 56.4% to A\$3.4 million 2H2024 compared to 2H2023 mainly due to interest income generated from bank accounts and a fair value increment recognised on investment property valuation as at 30 June 2024.

Administrative expenses decreased 10.2% in 2H2024 compared to 2H2023 mainly due to facility restructure fee incurred in 2H2023 that in this financial year was incurred in 1H2024. The Group also has an increase in IT expenditure in 2H2024.

During the period ended 2H2024, there was a reversal of revaluation loss previously recognised on freehold land and buildings due to its fair value increment from the independent valuation carried out at 30 June 2024.

Finance cost is increased by 16.6% in 2H2024 compared to 2H2023 as a result of increased in borrowings and higher interest rate paid on borrowings.

Net profit attributable to shareholders increased 10.6% to A\$32.5 million in 2H2024 from A\$29.4 million in 2H2023 as a result of increased revenue in the period coupled with an increase in other income flowing through to the bottom line.

2H2024 vs 1H2024

Revenue for the half-year ended 30 June 2024 ('2H2024') increased 9.9% to A\$541.1 million from A\$492.3 million for the half-year ended 31 December 2023 ('1H2024') mainly due to the increased activity levels of the Group and timing of revenue recognition on projects.

Gross profit for 2H2024 slightly decreased 2.6% to A\$58.7 million from A\$60.3 million in 1H2024.

Administrative expenses decreased by 7.5% in 2H2024 compared to 1H2024 mainly due to facility restructure fee and professional fees (associated with the change in domicile of the parent company) incurred in 1H2024.

Net profit attributable to shareholders slightly increased 1.9% to A\$32.5 million in 2H2024 from A\$31.9 million in 1H2024 as a result of increased revenue with increase in other income and lower administrative expenses flowing through to the bottom line.

F. Other Information Required by Listing Rule Appendix 7.2 (continued)

2 Review of performance of the Group (continued)

Statement of comprehensive income (continued)

FY2024 vs FY2023

For the twelve months ended 30 June 2024 ('FY2024') revenue increased 24.4% to A\$1.0 billion from A\$830.9 million for the twelve months ended 30 June 2023 ('FY2023') due to the increased activity levels of the Group and timing of revenue recognition on projects.

Gross profit for FY2024 increased 9.0% to A\$119.0 million from A\$109.2 million in FY2023 reflecting the increase in revenue.

Other income for FY2024 increased 102.6% to A\$5.3 million from A\$2.6 million in FY2023 mainly due to the fair value gain on an investment property and increase in interest income earned in FY2024.

Administration expenses for FY2024 increased by 11.0% compared to FY2023 mainly due to an increase in employee benefits, IT and consultant fees.

Other reversal were 232.2% higher at A\$0.5 million in FY2024 compared to A\$0.1 million in FY2023 mainly due to the reversal of the revaluation loss on freehold land and buildings realised in financial year ended 30 June 2020.

Finance costs for FY2024 increased 26.8% to A\$6.1 million from A\$4.8 million in FY2023 due to higher borrowings in the period and higher interest rates payable on these borrowings.

Net profit attributable to shareholders increased 11.7% to A\$64.4 million in FY2024 from A\$57.7 million in FY2023 as a result of increased revenue with increase in other income flowing through to the bottom line.

Business Segments

Revenue for the Energy segment decreased 27.7% to A\$31.0 million (FY2023: A\$43.0 million) due to the timing of contracts being undertaken in this sector. Gross profit margin for this sector however improved to 14.0% in FY2024 compared to 12.8% in FY2023.

Revenue for the Resources segment increased 29.2% to A\$876.5 million (FY2023: A\$678.6 million) due to increased activity levels. Gross profit for the sector increased by 8.2% to A\$96.8 million in FY2024 compared to A\$89.5 million in FY2023.

Revenue for the Infrastructure, Marine & Defence segment increased 15.2% to A\$126.0 million (FY2023: A\$109.3 million) due to the timing of revenue recognition on projects. Gross profit margin for this sector improved to 14.2% in FY2024 compared to 13.0% in FY2023.

F. Other Information Required by Listing Rule Appendix 7.2 (continued)

2 Review of performance of the Group (continued)

Statement of financial position

Total shareholders' equity increased to A\$488.5 million as at 30 June 2024 from A\$420.9 million as at 30 June 2023 as a result of profit earned in the period and revaluations of freehold land and buildings being partially offset by dividends paid.

Trade and other receivables decreased to A\$94.6 million as at 30 June 2024 from A\$108.2 million as at 30 June 2023 mainly due to timing of invoicing to customers and cash received from customers during the period.

Contract assets increased to A\$173.6 million as at 30 June 2024 from A\$100.1 million as at 30 June 2023 reflecting the timing of payment claims and revenue recognition on current projects.

Trade and other payables increased to A\$153.1 million as at 30 June 2024 from A\$117.7 million as at 30 June 2023 due to the increased activity levels of the Group. Contract liabilities increased to A\$49.3 million as at 30 June 2024 from A\$44.7 million as at 30 June 2023 reflecting the timing of payment claims and revenue recognition on current projects.

Cash and cash equivalents as at 30 June 2024 were A\$88.5 million increasing from A\$70.4 million as at 30 June 2023 mainly as a result of the increased cash generated from operations in the period.

Property, plant and equipment increased to A\$532.8 million as at 30 June 2024 from A\$476.3 million as at 30 June 2023 mainly attributable to the revaluation increment on freehold land and buildings, re-measurement of existing right-of-use assets due to price escalation, capital works and purchase of land and building and new assets which is partially offset by the depreciation expenses for the period.

Overall lease liabilities remained at A\$57.3 million as at 30 June 2024 as a result of re-measurement of existing leases due to increased price escalation during the period, offset by the repayment of principal lease liabilities.

Overall borrowings increased to A\$64.0 million as at 30 June 2024 from A\$56.5 million as at 30 June 2023 as a result of drawdown of borrowings in the period to fund construction of a new facility in Port Hedland.

F. Other Information Required by Listing Rule Appendix 7.2 (continued)

2 Review of performance of the Group (continued)

Statement of cash flows

Overall cashflow before working capital changes was A\$116.5 million for the twelve months ended 30 June 2024 ('FY2024') compared to A\$108.0 million for the twelve months ended 30 June 2023 ('FY2023') reflecting the increased revenue and increased profit before tax in the period.

Cash generated from operations remained positive at A\$96.9 million for FY2024 compared to A\$122.8 million in FY2023 reflecting changes in working capital requirements in the period. The cash generated from operations resulted in net cash generated from operating activities decreasing to A\$71.4 million for FY2024 compared to A\$95.2 million in FY2023 mainly due to the timing of conversion of contract assets into cash.

The Group spent A\$25.2 million on capital expenditure, predominantly for development of the Port Hedland facility, a new parcel of land and adjoining buildings in Gladstone and for replacement of ageing plant and equipment with new equipment.

The Group made net drawdown of A\$7.5 million on borrowings and made repayments against leases of A\$7.9 million. The Group also received A\$0.1 million from share options exercised under the CESOS. During FY2024, the Group also paid a final dividend of A\$15.2 million relating to the financial year ended 30 June 2023 and an interim dividend of A\$12.7 million relating to the financial year ended 30 June 2024.

As at 30 June 2024, the Group's cash and cash equivalents were A\$88.5 million an increase from A\$70.4 million as at 30 June 2023.

3 Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

No forecast or prospect statement has previously been disclosed.

4 A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next operating period and the next 12 months

Civmec is an integrated multi-disciplinary heavy engineering and construction provider to the Energy, Resources, Infrastructure, Marine & Defence sectors.

The Group has continued to exercise its targeted approach to securing work, remaining cognizant of the labour constraints and low unemployment rates within the industry. This awareness necessitates a strategic alignment of our work acquisition efforts with the Group's core strategic drivers, ensuring that each opportunity we pursue is well-suited to our strengths and market position.

The Group has maintained a continued focus on providing clients with maintenance solutions, underscored by the completion of our state-of-the-art facilities in Port Headland and Gladstone. These facilities represent our commitment to delivering exceptional service and support to our clients in these strategic locations.

We have also continued our pursuit of opportunities in the defence sector, including the potential arising from the memorandum of understanding in support of the Australian Army's future LAND8710 Phase 2, Landing Craft Heavy (LC-H) project. This initiative aligns with our strategic objectives and showcases our capability to contribute significantly to national defence projects.

As of 30 June 2024, the order book stood at A\$853.4 million. This value is largely driven by the timing of award of major resource project. The company remains confident in its strategic approach and the upcoming opportunities that align with our long-term goals. The Group remains committed to leveraging its strengths to build upon its current position and continue to enhance value for our shareholders.

F. Other Information Required by Listing Rule Appendix 7.2 (continued)

5 Dividend information

a) Any dividend declared for the current financial period reported on?

Name of Dividend	Final (Foreign Sourced)
Dividend Type	Cash
Dividend Amount per Share	3.5 Australian Cents
Tax Rate	Tax Exempt
Number of Shares	507,591,000

Note: For Australian tax resident shareholders the dividend payable is fully franked.

b) Any dividend declared for the corresponding period of the immediately preceding financial year?

Name of Dividend	Final (Foreign Sourced)
Dividend Type	Cash
Dividend Amount per Share	3.0 Australian Cent
Tax Rate	Tax Exempt
Number of Shares	507,591,000

c) Date payable

The final dividend is subject to completion of the change of domicile for the head company which is anticipated to be become effective on 4 September 2024. Subject to completion of the change of domicile, the dividend will become payable on 25 October 2024.

d) Books closure date

Share Transfer Books of Civmec Limited (the 'Company') will be closed on 16 October 2024, for the preparation of dividend warrants to the proposed tax exempt (Foreign Sourced) Final dividend of A\$0.035 for the financial year ended 30 June 2024 ('Final Dividend').

Duly completed registrable transfers in respect of the shares in the Company received up to 5:00 p.m. on 15 October 2024 ('Record Date') by the Company's Share Registrars will be registered to determine Members' entitlements to the Final Dividend. Depositors whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares in the Company as at 5:00 p.m. on the Record Date will be entitled to the Final Dividend.

6 Interested person transactions

The Group has not obtained a general mandate from shareholders of the Company for Interested Person Transactions.

There were no interested person transactions for the period.

7 Confirmation that the issuer has procured undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) under Rule 720(1)

The Company confirms that it has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7.7 pursuant to Rule 720(1) of the Listing Manual.

F. Other Information Required by Listing Rule Appendix 7.2 (continued)

8 Review of performance of the Group – turnover and earnings

Please refer to section E4 and F2 for further details.

9 Disclosure of persons occupying managerial positions who are related to a director, CEO or substantial shareholder

Pursuant to Rule 704(13) of the Listing Manual, the Company confirms that there are no persons occupying a managerial position in the Company or in any of its principal subsidiaries who is a relative of a director, chief executive officer or substantial shareholder of the Company.

Confirmations by the Board

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the six-month period ended 30 June 2024 to be false or misleading in any material aspect.

ON BEHALF OF THE BOARD

A handwritten signature in black ink, appearing to read "James Finbarr Fitzgerald".

James Finbarr Fitzgerald
Executive Chairman

29 August 2024