

APPENDIX 4D

FOR THE HALF YEAR ENDED 31 DECEMBER 2023

(PREVIOUS CORRESPONDING PERIOD BEING THE HALF YEAR ENDED 31 DECEMBER 2022)

RESULTS FOR ANNOUNCEMENT TO THE MARKET

	December 2023 \$000	December 2022 \$000	% change
Revenue from ordinary activities	62,251	51,522	21%
Profit before impairment, interest, taxes, depreciation and amortisation (EBITDA) from ordinary activities	5,754	5,226	10%
Loss before tax from ordinary activities	(1,559)	(1,586)	2%
Loss after tax from ordinary activities attributable to shareholders	(1,341)	(1,615)	(17%)
Net tangible assets cents per share	9.1 cents	8.3 cents	

DIVIDENDS

No dividend has been paid or declared during the period.

AUDITOR'S REPORT

This Appendix 4D is based on the Interim Financial Report for the half year ended 31 December 2023 (as attached) which has been reviewed by Experience Co Limited's auditors.

OTHER INFORMATION

The remainder of the information requiring disclosure to comply with the Listing Rule 4.2A is contained in the Interim Financial Report that follows.



INTERIM FINANCIAL REPORT

HALF YEAR ENDED 31 DECEMBER 2023

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DIRECTORS' REPORT

The directors present their report on the consolidated entity (referred to herein as the Group) consisting of Experience Co Limited (The Company) and its controlled entities for the half year ended 31 December 2023.

DIRECTORS

The following persons were directors of Experience Co Limited during or since the end of the period up to the date of this report:

Kerry (Bob) East	Chair, Independent Non-Executive Director
Anthony Boucaut	Non-Executive Director
John O'Sullivan	Chief Executive Officer and Executive Director
Neil Cathie	Independent Non-Executive Director
Michelle Cox	Independent Non-Executive Director
Alexander White	Non-Executive Director (appointed 3 November 2023)

REVIEW OF OPERATIONS

Principal Activities

The principal activities of the Group during the period were the provision of adventure tourism and leisure experiences across 37 operating locations in Australia and New Zealand. These activities include operating tandem skydiving in Australia and New Zealand, adventure experiences including tours to the Great Barrier Reef and Daintree region, high rope and zipline aerial activities and nature-based walking and lodge experiences.

Group Financial Performance

	31 December 2023 \$000	31 December 2022 \$000	% change
Revenue	62,251	51,522	20.8%
Underlying EBITDA ¹	7,111	5,781	23.0%
Net loss after tax	(1,341)	(1,615)	17.0%
Net (debt) /cash ²	(6,420)	(2,325)	176.1%

The Group incurred a net loss after tax from ordinary activities of \$1.3 million (31 December 2022: \$1.6 million loss) and Underlying EBITDA was \$7.1 million (31 December 2022: \$5.8 million).

Revenue and Underlying EBITDA growth of 21% and 23%, respectively, compared to the prior comparable period (pcp), was primarily underpinned by the ongoing recovery of Skydiving volumes post-COVID. Pleasingly, the improved performance of the Group has been achieved against the backdrop of an inflationary environment, the gradual recovery of international visitation and Tropical Cyclone Jasper. The result illustrates the benefit of the Group's portfolio diversification strategy to help navigate difficult economic, climate and operating conditions.

Skydiving revenue increased 49% versus pcp as volumes increased to close to 60% of FY19 levels. Australia reported 37k tandem PAX for the half year period (+25% vs pcp) and an increase to 57% of pre-pandemic levels in Q2. Growth was more pronounced in New Zealand which reported 16k tandem PAX for the half year period (+77% vs pcp) and an increase to 61% of pre-pandemic levels in Q2, with New Zealand benefiting from its earlier reinstatement in January 2023 of Approved Destination Status (ADS) with China compared to Australia's ADS reinstatement in August 2023. Skydiving margins continued to improve as volumes recovered, with the Group remaining vigilant on maintaining a balance between forward investment in capacity and cost control in an inflationary environment.

Adventure Experiences revenues and volumes remained resilient, but the segment's relatively higher exposure to domestic customers saw growth rates slow due to continued elevated levels of domestic outbound tourism post-COVID

¹ Underlying EBITDA is presented including the application of AASB 16. Refer to Note 2 to the financial statements for a reconciliation between statutory and underlying.

² Net (debt)/cash is calculated as corporate debt (net of capitalised borrowing costs) and asset finance less cash and cash equivalents. Net (debt)/cash was (\$6.8 million) as at 30 June 2023.

DIRECTORS' REPORT

and domestic cost of living pressures and the return of inbound visitation more gradual than originally anticipated. Management remained focused on improving the efficiency of operations to mitigate the impact of cost pressures such as award wage rate increases, higher fuel prices driven by the volatile global geopolitical environment and reduced government levy concessions post-COVID.

Regrettably, Tropical Cyclone Jasper disrupted our operations and impacted visitation in the Tropical North Queensland region during the key summer school holiday trading period in December 2023/January 2024. Pleasingly, the significant efforts of our staff in the lead-up to and after the weather event minimised the operational impacts and no significant damage was suffered. We are particularly proud of our Reef Unlimited team for their efforts in providing ferry services between Cairns and Port Douglas whilst road access was cut-off, which was a critical service in the immediate aftermath and aided the region's recovery.

All operations have now recommenced, with the exception of the Treetops Cape Tribulation site which is pending re-opening of public road access north of the Daintree River.

BALANCE SHEET

As at 31 December 2023 the Group had cash and cash equivalents of \$10.7 million and net debt of \$6.4 million.

In December 2023, the Group entered into a new \$42.7 million secured corporate debt facility with Commonwealth Bank of Australia (CBA). The CBA facility comprises an equipment loan facility maturing in 5 years, a market rate loan facility maturing in 3 years and revolving asset finance facilities. The CBA facility replaces the Group's existing corporate debt facility with National Australia Bank (NAB) which was due to expire on 31 March 2025. See Note 7 in the Notes to the Financial Statements for further details.

OUTLOOK

The Board and Management team remain committed to the FY24 strategy to focus on continued business improvement to FY19 levels and growth through management execution and disciplined capital allocation.

The company has observed elevated levels of trading during the Chinese New Year Holiday. This follows on from a stronger trading period during Golden Week in October.

The additional working capital and flexibility afforded by the new CBA facility ensures the business is well placed to capitalise on increased volume, progress planned organic growth projects and evaluate complementary and accretive acquisition opportunities. Our new Treetops Adventure site in Canberra, which is currently under construction and scheduled to be open by Easter 2024, promises to be an exciting new addition to the Group's operations reaffirming our commitment to growing this vertical of our business.

Due to continued uncertainty EXP is not providing earnings guidance for FY24.

DIVIDENDS

No dividend was paid or declared during the period.

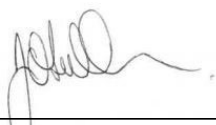
ROUNDING OF AMOUNTS

The Company is an entity to which ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191 issued by ASIC relating to rounding off applies and in accordance with that instrument amounts in the Financial Statements and Directors' Reports have been rounded to the nearest thousand dollars unless otherwise stated.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as requested under section 307C of the Corporation Act 2001 is set out on page 13.

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



John O'Sullivan
Chief Executive Officer
Dated: 21 February 2024



Kerry Robert (Bob) East
Chairman

EXPERIENCE CO LIMITED AND ITS CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Notes	Half year ended 31 December 2023 \$000	Half year ended 31 December 2022 \$000
Sales revenue		62,251	51,522
Cost of sales		(38,838)	(29,771)
Gross profit		23,413	21,751
Other income	3	1,419	996
Employee expenses		(8,347)	(9,118)
Depreciation and amortisation expenses		(6,486)	(6,208)
Marketing and advertising expenses		(1,863)	(1,621)
Repairs and maintenance expenses		(1,114)	(1,114)
Operating expenses		(5,978)	(5,456)
Acquisition-related costs and other significant expenses	4	(1,793)	65
Profit / (Loss) on disposal of assets		17	(277)
Loss before finance costs and taxes		(732)	(982)
Net finance costs		(827)	(604)
Loss before income tax from ordinary activities		(1,559)	(1,586)
Income tax benefit / (expense)		218	(29)
Loss for the half year from ordinary activities		(1,341)	(1,615)
<i>Items that will be reclassified subsequently to profit or loss when specific conditions are met:</i>			
Exchange differences on translating foreign operations, net of income tax		11	30
Other comprehensive income for the half year		11	30
Total comprehensive loss for the half year		(1,330)	(1,585)
Earnings per share for ordinary activities			
Basic earnings per share (cents)		(0.18)	(0.21)
Diluted earnings per share (cents)		(0.18)	(0.21)

The accompanying notes form part of these financial statements.

EXPERIENCE CO LIMITED AND ITS CONTROLLED ENTITIES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Notes	As at 31 December 2023 \$000	As at 30 June 2023 \$000
Assets			
Current assets			
Cash and cash equivalents		10,695	8,587
Trade and other receivables		4,441	3,612
Inventories		5,648	4,870
Other assets		2,285	2,923
Total current assets		23,069	19,992
Non-current assets			
Property, plant and equipment	5	93,480	94,440
Asset under construction		2,869	2,281
Right-of-use assets		17,208	15,828
Deferred tax assets		11,923	11,687
Intangible assets	6	46,450	46,568
Total non-current assets		171,930	170,804
Total assets		194,999	190,796
Liabilities			
Current liabilities			
Trade and other payables		13,250	10,893
Borrowings - current	7	2,052	-
Lease liabilities		2,622	4,346
Employee benefits		3,421	3,333
Deferred Consideration		3,075	2,195
Contract liabilities		11,996	11,733
Total current liabilities		36,416	32,500
Non-current liabilities			
Borrowings	7	15,063	9,210
Lease liabilities		15,869	18,779
Employee benefits		259	196
Provisions		46	72
Deferred Consideration		75	1,075
Total non-current liabilities		31,312	29,332
Total liabilities		67,728	61,832
Net assets		127,271	128,964
Equity			
Issued capital		232,602	232,218
Accumulated losses		(108,205)	(106,864)
Reserves		2,874	3,610
Total equity		127,271	128,964

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Issued Capital \$000	Accumulated Losses \$000	Asset Revaluation Reserve \$000	Common Control Reserve \$000	Share Option Reserve \$000	Foreign Currency Translation Reserve \$000	Total \$000
Balance at 1 July 2022	231,398	(106,322)	1,347	(4,171)	1,879	(210)	123,921
Comprehensive income							-
Loss for the year	-	(1,615)	-	-	-	-	(1,615)
Other comprehensive loss for the year	-	-	-	-	-	30	30
Total comprehensive loss for the year	-	(1,615)	-	-	-	30	(1,585)
Transactions with owners, in their capacity as owners, and other transfers							
Issued share capital	-	-	-	-	-	-	-
Transfer to Issued capital	411	-	-	-	(411)	-	-
Options issued during the year	-	-	-	-	342	-	342
Total transactions with owners and other transfers	411	-	-	-	(69)	-	342
Balance at 31 December 2022	231,809	(107,937)	1,347	(4,171)	1,810	(180)	122,678
Balance at 1 July 2023	232,218	(106,864)	5,813	(4,171)	2,186	(218)	128,964
Comprehensive income							
Loss for the year	-	(1,341)	-	-	-	-	(1,341)
Other comprehensive income for the year	-	-	-	-	-	11	11
Total comprehensive loss for the year	-	(1,341)	-	-	-	11	(1,330)
Transactions with owners, in their capacity as owners							
Issued share capital	-	-	-	-	-	-	-
Transfer to Issued capital	384	-	-	-	(384)	-	-
Options lapsed during the half year	-	-	-	-	(363)	-	(363)
Total transactions with owners and other transfers	384	-	-	-	(747)	-	(363)
Balance at 31 December 2023	232,602	(108,205)	5,813	(4,171)	1,439	(207)	127,271

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

	Half year ended 31 December 2023 \$000	Half year ended 31 December 2022 \$000
Operating activities		
Receipts from customers (GST inclusive)	67,975	56,993
Interest received	103	28
Payments to suppliers and employees (GST inclusive)	(60,178)	(52,515)
Finance costs	(930)	(326)
Net cash provided by operating activities	6,970	4,180
Investing activities		
Sale of property, plant and equipment	18	734
Payments for assets under construction	(588)	(2,305)
Purchase of property, plant and equipment	(3,772)	(3,281)
Payments for purchase of businesses	(120)	-
Net cash used in by investing activities	(4,462)	(4,852)
Financing activities		
Proceeds from borrowings	16,496	719
Repayment of borrowings	(8,489)	(984)
Repayment of principal component of leases liabilities	(8,414)	(2,963)
Net cash used in financing activities	(407)	(3,228)
Net increase/(decrease) in cash held	2,101	(3,900)
Cash and cash equivalents at beginning of the period	8,594	18,317
Cash and cash equivalents at end of the period	10,695	14,417

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS**NOTE 1 SIGNIFICANT ACCOUNTING POLICIES**

The Interim Financial Report of Experience Co Limited (the Company) and its subsidiaries (collectively, the Group) for the half year ended 31 December 2023 was authorised for issue in accordance with a resolution of the Directors.

The Company is listed on the Australian Securities Exchange, incorporated and domiciled in Australia and its shares are publicly traded. The registered office of the Company is located at Level 5, 89 York Street, Sydney, New South Wales, Australia.

BASIS OF PREPARATION

The Interim Financial Report is a general-purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 Interim Financial Reporting. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 Interim Financial Reporting. The Interim Financial Report does not include notes of the type normally included in an Annual Financial Report and should be read in conjunction with the most recent Annual Financial Report.

All amounts are presented in Australian dollars, unless otherwise noted.

The accounting policies adopted in the preparation of the Interim Financial Report are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 30 June 2023. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing the Interim Financial Report, the Group has made judgements, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, revenue and expenses. Actual results may differ from these estimates. Significant judgements made by management in applying the Group's accounting policies and the key sources of estimate uncertainty were the same as that applied to the audited consolidated financial statements for the year ended 30 June 2023.

GOING CONCERN

In preparing the financial report, the Directors have made an assessment of the ability of the Group to continue as a going concern, which contemplates the continuity of business operations, realisation of assets and settlement of liabilities in the ordinary course of business.

The Group incurred a loss before tax of \$1,559,000 for the half year ended 31 December 2023 (31 December 2022: \$1,586,000 loss before tax). The Group had net current liabilities of \$13,347,000 as at balance date (30 June 2023: \$12,508,000).

For the half year ended 31 December 2023:

- As at balance date the Group has a cash and cash equivalents balance of \$10,695,000 (30 June 2023: \$8,587,000) and net assets of \$127,271,000 (30 June 2023: \$128,964,000).
- The Group reported a net operating cash inflow of \$6,970,000 for the half year ended 31 December 2023 (31 December 2022: \$4,180,000).
- The Group entered into a new secured debt facility with CBA in December 2023 which replaced its secured debt facility with NAB (see Note 7).

The Directors have assessed projected trading results and cash flows for the Group. These projections are necessarily based on best-estimate assumptions that are subject to influences and events outside of the control of the Group.

In the event that trading conditions do not improve, the Group could seek to make adjustments to business operations, raise additional funds from shareholders or other parties or divest assets to raise additional funds.

After making enquiries and considering the matters set out above, the Directors have a reasonable expectation that the Group will have adequate resources to continue to meet its obligations as they fall due. For these reasons, the Directors continue to adopt the going concern basis in preparing the financial report.

COMPARATIVE AMOUNTS

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current year.

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 OPERATING SEGMENTS

IDENTIFICATION OF REPORTABLE OPERATING SEGMENTS

The Group has identified the following reportable operating segments based on a combination of factors including products and services, geographical areas and regulatory environment:

- **Skydiving:** comprises tandem skydive and related products, with ancillary aircraft maintenance activities.
- **Adventure Experiences:** comprises tours to the Great Barrier Reef and Daintree region, high rope and zipline aerial activities and nature-based walking and lodge experiences.
- **Corporate:** comprises the centralised management and business administration services.

These operating segments are based on the internal reports that are reviewed and used by the CEO in determining the allocation of resources. The CEO reviews earnings before interest, taxes, depreciation and amortisation (EBITDA) at the segment level. The accounting policies adopted for internal reporting to the CEO are consistent with those adopted in the financial statements.

	Skydiving	Adventure Experiences	Corporate	Group
31 December 2023	\$000	\$000	\$000	\$000
Revenue				
Sales to external customers at a point in time	29,065	33,178	8	62,251
Sales revenue	29,065	33,178	8	62,251
Other income	216	1,197	6	1,419
Total segment revenue	29,281	34,375	14	63,670
EBITDA	2,681	7,205	(4,132)	5,754
Acquisition-related costs and other significant expenses	673	297	823	1,793
Share based payments	-	-	(419)	(419)
Net gain/loss on sale of assets	1	(18)	-	(17)
Underlying EBITDA	3,355	7,484	(3,728)	7,111
Depreciation and amortisation	(2,335)	(3,659)	(492)	(6,486)
Segment profit before finance costs and taxes	346	3,546	(4,624)	(732)

	Skydiving	Adventure Experiences	Corporate	Group
31 December 2022	\$000	\$000	\$000	\$000
Revenue				
Sales to external customers at a point in time	19,518	31,991	13	51,522
Sales revenue	19,518	31,991	13	51,522
Other income	237	731	28	996
Total segment revenue	19,755	32,722	41	52,518
EBITDA	(291)	8,714	(3,197)	5,226
Acquisition-related costs and other significant expenses	343	26	(434)	(65)
Share based payments	-	-	343	343
Net gain/loss on sale of assets	277	-	-	277
Underlying EBITDA	329	8,740	(3,288)	5,781
Depreciation and amortisation	(1,734)	(4,076)	(398)	(6,208)
Segment profit before finance costs and taxes	(2,025)	4,638	(3,595)	(982)

NOTES TO THE FINANCIAL STATEMENTS

NOTE 2 OPERATING SEGMENTS (CONTINUED)

Finance costs and finance income are not allocated to individual segments as these are managed on a group basis. Current taxes, deferred taxes and certain financial assets and liabilities are not allocated to those segments as they are also managed on a group basis.

A reconciliation of profit / (loss) to Underlying EBITDA is as follows:

	31 December 2023 \$000	31 December 2022 \$000
Loss for the half year	(1,341)	(1,615)
Finance costs	827	604
Depreciation and amortisation	6,486	6,208
Income tax (expense)/ benefit	(218)	29
EBITDA	5,754	5,226
Acquisition-related costs and other significant expenses (see note 4)	1,793	(65)
Share-based payments expense	(419)	343
Profit on Disposal of Assets	(17)	277
Underlying EBITDA	7,111	5,781

NOTE 3 OTHER INCOME

	31 December 2023 \$000	31 December 2022 \$000
Training & Education Grants	407	84
Diesel Fuel Rebate	448	321
Insurance Recoveries	109	130
Other	455	461
Other income	1,419	996

NOTE 4 ACQUISITION-RELATED COSTS AND OTHER SIGNIFICANT EXPENSES

Acquisition-related costs and other significant expenses in the period included a number of non-recurring items, principally due to acquisition-related transaction costs, restructuring costs and a legal settlement.

	31 December 2023 \$000	31 December 2022 \$000
Acquisition-related costs	(803)	456
Restructuring costs	(173)	(360)
Legal settlement cost	(600)	-
Other (net)	(217)	(31)
Acquisition-related costs and other significant expenses	(1,793)	65

NOTES TO THE FINANCIAL STATEMENTS

NOTE 5 PROPERTY PLANT & EQUIPMENT

	Land & Buildings \$000	Plant & Equipment \$000	Leasehold Improv. \$000	Aircraft \$000	Motor Vehicles \$000	Office Equipment \$000	Vessels \$000	Total \$000
Cost 1 July 2023	3,686	20,217	7,899	47,138	4,507	2,381	42,324	128,152
Accumulated depreciation	(488)	(10,420)	(1,663)	-	(2,571)	(1,864)	(16,706)	(33,712)
Carrying amount 1 July 2023	3,198	9,797	6,236	47,138	1,936	517	25,618	94,440
Additions	-	933	80	1,554	119	29	933	3,648
Depreciation expense	(73)	(1,112)	(285)	(1,349)	(160)	(101)	(1,475)	(4,555)
Disposals	-	-	-	-	(7)	-	-	(7)
Movement in foreign exchange	3	(114)	17	30	1	7	-	(56)
Other	-	10	-	-	-	-	-	10
Cost 31 December 2023	3,689	21,054	7,999	48,726	4,594	2,410	41,880	130,352
Accumulated depreciation	(561)	(11,540)	(1,951)	(1,353)	(2,705)	(1,958)	(16,804)	(36,872)
Carrying amount 31 December 2023	3,128	9,514	6,048	47,373	1,889	452	25,076	93,480

NOTE 6 INTANGIBLE ASSETS

	Goodwill \$000	Trademarks \$000	Computer Software \$000	Customer relationships and other \$000	Leases & Licences \$000	Total \$000
Cost 1 July 2023	29,364	15,579	3,286	4,090	3,451	55,770
Accumulated amortisation and impairment	-	-	(2,035)	(4,090)	(3,077)	(9,202)
Carrying amount 1 July 2023	29,364	15,579	1,251	-	374	46,568
Additions	-	-	121	-	-	121
Amortisation expense	-	-	(230)	-	(9)	(239)
Cost 31 December 2023	29,364	15,579	3,407	4,090	3,451	55,891
Accumulated amortisation and impairment	-	-	(2,265)	(4,090)	(3,086)	(9,441)
Carrying amount 31 December 2023	29,364	15,579	1,142	-	365	46,450

NOTES TO THE FINANCIAL STATEMENTS

NOTE 7 BORROWINGS

	31 December 2023 \$000	30 June 2023 \$000
Current		
Bank loans	2,052	-
Total current borrowings	2,052	-
Non-current		
Government loan	1,857	1,838
Bank loans	13,206	7,372
Total non-current borrowings	15,063	9,210
Total borrowings	17,115	9,210

Movement:

Carrying amount at 30 June 2023

Drawdowns (net of capitalised borrowing costs)
Repayments
FX revaluation

Carrying amount at 31 December 2023

	\$000
Carrying amount at 30 June 2023	9,210
Drawdowns (net of capitalised borrowing costs)	15,258
Repayments	(7,372)
FX revaluation	19
Carrying amount at 31 December 2023	17,115

In December 2023, the Group entered into a new secured corporate debt facility with Commonwealth Bank of Australia (CBA). The CBA facility replaced the Group's Multi Option Facility Agreement with National Australia Bank (NAB). The CBA facility limits at 31 December 2023 are:

- Equipment loan facility: \$14.0 million, fully drawn at 31 December 2023. Facility expiry is December 2028. Principal and interest payments are payable quarterly.
- Market rate loan facility: \$20.5 million, drawn to \$2.0 million at 31 December 2023. Facility expiry is December 2026. Interest is payable monthly.
- Asset finance lease facility: \$3.0 million revolving subject to annual review, undrawn at 31 December 2023.
- Other facilities: \$5.2 million, comprising working capital (overdraft, credit card) and bank guarantee facilities.

Interest rates on the drawn CBA borrowings range from 6.8% to 7.2% per annum at 31 December 2023. The Group has entered into a General Security Agreement with CBA for both the Australia and New Zealand operations. CBA holds a security interest in and over all the secured property of the Group. Additionally, under the Equipment loan facility, CBA has a first registered charge over 11 of the Group's aircraft as security.

The CBA facility includes Gross Leverage Ratio and Debt Service Cover Ratio financial covenants.

NOTE 8 DIVIDENDS

No dividend paid or declared during the period (31 December 2022: nil)

NOTE 9 SUBSEQUENT EVENTS

On 20 October 2023, one of the company's aircraft operated by Skydive Australia undertook a forced landing which resulted in significant damage to the aircraft. During the reporting period, the Company lodged a claim in relation to the damage under the Company's relevant insurance policy. The aircraft, which had a carrying value of \$2.3 million as at 31 December 2023, is insured for a value which approximates its carrying value. At the date of this report, the claim assessment process by the Company's insurers is ongoing. The Company anticipates feedback on the outcome of the insurance claim assessment process during the second half of the financial year.

Other than the events outlined elsewhere in the half year financial statements, no matters or circumstances have arisen since the end of the reporting period that have significantly affected, or may significantly affect, the operations, results of operations or state of affairs on the Group in subsequent reporting periods.

DIRECTORS' DECLARATION

In the Directors' opinion:

1. The financial statements and notes thereto:
 - (a) comply with the Corporations Act 2001, AASB 134 Interim Financial Reporting, Corporations Regulations 2001 and other mandatory professional reporting requirements;
 - (b) comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as described in Note 1 to the financial statements; and
 - (c) give a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the half year period ended on that date.
2. There are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

The directors have been given the declarations required by section 295A of the Corporate Act 2001.

Signed in accordance with a resolution of the Directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the Directors.



John O'Sullivan
Chief Executive Officer



Kerry Robert (Bob) East
Chairman

Dated: 21 February 2024

AUDITOR'S INDEPENDENCE DECLARATION



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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Experience Co Limited for the half year ended 31 December 2023, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

RSM

RSM AUSTRALIA PARTNERS

A handwritten signature in blue ink, appearing to read 'GNS', is written over the printed name and title.

Gary Sherwood
Partner

Sydney, NSW
Dated: 21 February 2024

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INDEPENDENT AUDITORS REVIEW REPORT



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INDEPENDENT AUDITOR'S REVIEW REPORT To the Members of Experience Co Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Experience Co Limited which comprises the statement of financial position as at 31 December 2023, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the consolidated entities are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Experience Co Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

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

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INDEPENDENT AUDITORS REVIEW REPORT



Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Experience Co Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance of the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial reporting* and *Corporations Regulations 2001*.

RSM

RSM Australia Partners


Gary Sherwood
Partner

Sydney, NSW
Dated: 21 February 2024