

11 February 2025

ASX Market Announcements Office
Australian Securities Exchange
20 Bridge Street
Sydney NSW 2000

Breville Group Limited – Half Year Ended 31 December 2024
Appendix 4D and Half Year Report

Attached are the Breville Group Limited Appendix 4D and Half Year Report for the half year ended 31 December 2024.

The release of this announcement was authorised by the Board.

Yours faithfully



Sasha Kitto and Craig Robinson
Joint Company Secretaries

Breville Group Limited

ABN 90 086 933 431

Appendix 4D: Half-Year Report

Note: The numbering marked with [] within this Half-Year Report is consistent with the numbering used in the guidelines issued by the Australian Securities Exchange (ASX) under ASX Listing Rule 4.2 A.

Current reporting period [1]: half-year ended 31 December 2024

Previous corresponding period [1]: half-year ended 31 December 2023

Results for announcement to the market

	Percentage change Up or Down	%	Amount A\$'000
Total sales revenue [2.1]	Up	10.1%	to 997,518
Earnings before interest, tax, depreciation & amortisation (EBITDA)	Up	11.5%	to 177,594
Earnings before interest and tax (EBIT)	Up	10.5%	to 144,802
Net profit after income tax for the half-year attributable to members [2.2] [2.3]	Up	16.1%	to 97,515

Dividends [2.4]	Date paid / payable [5]	Amount per security [2.4]	Franked amount per security [2.4]
Interim dividend			
Current reporting period	28 MAR 25	18.00	18.00
Previous corresponding period	28 MAR 24	16.00	16.00

Ex-dividend date for the interim dividend: 12 March 2025

The Record date for determining entitlements to the interim dividend [2.5]: 13 March 2025

Dividend reinvestment plan [6]

The dividend reinvestment plan will not be in operation for the current reporting period interim dividend.

Brief explanation [2.6]

Please refer to the commentary in the review of results and operations section of the Directors' Report.

For further explanation please refer to the ASX Results Announcement accompanying this Half-Year Report.

Net tangible assets [3]

	Current period cents per security	Previous corresponding period cents per security
Net tangible assets per security	371.35	296.33

Control gained or lost over entities [4]

The Group has not gained or lost control of any entities during the half-year ended 31 December 2024.

Breville Group Limited

ABN 90 086 933 431

Appendix 4D: Half-Year Report**Total dividend paid / payable [5]**

	Current period A\$'000	Previous corresponding period A\$'000
Final dividend paid	24,469	22,231
Interim dividend payable / paid	25,909	22,949
	50,378	45,180

Associates and joint venture entities [7]

The Group held no interests in associates or joint ventures during the half-year ended 31 December 2024.

For foreign entities, which set of accounting standards are used in compiling the report [8]

Not applicable.

Compliance statement

The results for announcement to the market should be read in conjunction with the attached Half-Year Report for the half-year ended 31 December 2024 and the 2024 Annual Report.

This report is based on the Consolidated Financial Statements for the half-year ended 31 December 2024 which have been reviewed by PricewaterhouseCoopers.^[9]

For personal use only

Breville Group Limited

ABN 90 086 933 431

Half-Year Report

FOR THE HALF-YEAR ENDED

31 December 2024

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Corporate Information

This Half-Year Report covers the consolidated entity comprising Breville Group Limited and its subsidiaries (Company or Group).

A description of the Group's operations and of its principal activities is included in the review of results and operations and principal activities in the Directors' Report on page 6. The Directors' Report does not form part of the financial report.

Directors

Timothy Antonie
Non-Executive Chair

Lawrence Myers
Non-Executive Deputy Chair and Lead Independent Director

Jim Clayton
Managing Director and CEO

Tim Baxter
Non-Executive Director

Peter Cowan
Non-Executive Director (resigned 7 November 2024)

Sally Herman
Non-Executive Director

Dean Howell
Non-Executive Director

Tuula Rytälä
Non-Executive Director

Kate Wright
Non-Executive Director

Company secretaries

Sasha Kitto

Craig Robinson

ABN

Breville Group Limited ABN 90 086 933 431

Registered office and principal place of business

Ground Floor, Suite 2
170 -180 Bourke Road
Alexandria NSW 2015
(+61 2) 9384 8100

Corporate Information continued

Share register

Boardroom Pty Limited
Level 8, 210 George St
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Enquiries within Australia: 1300 737 760
Enquiries outside Australia: (+61 2) 9290 9600
Website: www.boardroomlimited.com.au

Auditors

PricewaterhouseCoopers
One International Towers Sydney
Watermans Quay
Barangaroo NSW 2000

Bankers

Australia and New Zealand Banking Group Limited
242 Pitt Street
Sydney NSW 2000

Company websites

brevillegroup.com
breville.com
kambrook.com.au
sageappliances.com
chefsteps.com
baratza.com
beanz.com
lelit.com

Directors' Report

The Board of Breville Group Limited (Company) has pleasure in submitting its report in respect of the Group for the half-year ended 31 December 2024.

Directors

The following persons held office as Directors of Breville Group Limited during the financial period:

Timothy Antonie	Non-Executive Chair
Lawrence Myers	Non-Executive Deputy Chair and Lead Independent Director
Jim Clayton	Managing Director and CEO
Tim Baxter	Non-Executive Director
Peter Cowan	Non-Executive Director (resigned 7 November 2024)
Sally Herman	Non-Executive Director
Dean Howell	Non-Executive Director
Tuula Ryttilä	Non-Executive Director
Kate Wright	Non-Executive Director

Review of results and operations

Revenues of the Group for the half-year to 31 December 2024 were \$997,518,000 (half-year to 31 December 2023: \$905,832,000), an increase of 10.1% on the previous corresponding period (pcp). This was a record revenue half for the Group against a backdrop of resilient consumer demand.

In a solid revenue growth period, similarly gross profit grew by 10.3%, or \$34,229,000 and gross margin held consistent at 36.7% (pcp: 36.7%). Operating expenses, increased by 10.2%, aligned to gross profit growth and yielding on-target EBIT growth of 10.5% to \$144,802,000 (pcp: \$131,011,000).

NPAT grew 16.1% to \$97,515,000 (pcp: \$83,970,000) with lower interest costs arising from reduced borrowings in the period as a result of strong underlying cash generation.

Net debt of \$55,084,000 is an improvement on the pcp net debt balance of \$97,539,000.

As expected, the Group's inventory holding has increased to \$443,412,000 at 31 December 2024 (pcp: \$379,953,000) primarily resulting from the tactical re-phasing of inventory purchases in the USA.

The basic earnings per share for the Group was 67.8 cents per share (pcp: 58.6 cents per share).

For further information please refer to the Results Announcement and the Investor Presentation for the half-year ended 31 December 2024.

Principal activities

During the half-year, the principal activities of the consolidated entity were the design, innovation, development, marketing and distribution of small domestic appliances through two distinct business models as follows:

The 'Global Product' segment sells premium products designed and developed by the Group that are sold directly or through third parties, and may be branded Breville®, Sage®, Baratza®, LELIT® or other Group owned brands.

The 'Distribution' segment sells products that are designed and developed by a third party and are distributed pursuant to a license or distribution agreement or are sourced directly from manufacturers. Products in this business unit may be sold under a brand owned by the Group (e.g. Breville®, Kambrook®), or may be distributed under a third-party brand (e.g. Nespresso®).

Directors' Report continued

Rounding of amounts

The amounts contained in this report and in the financial report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the company under ASIC Corporations (Rounding in Financial/Directors Reports) Instrument 2016/191. The Company is an entity to which the Instrument applies.

Auditor's Independence Declaration

Attached on page 23 is a copy of the Auditor's Independence Declaration provided under section 307C of the Corporations Act 2001 in relation to the review for the half-year ended 31 December 2024. This Auditor's Independence Declaration forms part of this Directors' Report.

Signed in accordance with a resolution of the Directors.



Timothy Antonie
Non-Executive Chair

Sydney
11 February 2025

Consolidated Statement of Comprehensive Income

For the half-year ended 31 December 2024

		Half-year ended	
		31 December 2024	31 December 2023
	Notes	\$'000	\$'000
Revenue	2	997,518	905,832
Cost of sales	2	(631,248)	(573,791)
Gross profit		366,270	332,041
Other income		98	135
Employee benefits expenses	3	(111,132)	(105,220)
Premises and utilities expenses		(7,102)	(7,569)
Advertising and marketing expenses	3	(36,305)	(30,041)
Other expenses		(34,235)	(30,108)
Earnings before interest, tax, depreciation & amortisation (EBITDA)		177,594	159,238
Depreciation and amortisation expense	3	(32,792)	(28,227)
Earnings before interest & tax (EBIT)		144,802	131,011
Finance costs	10	(9,269)	(13,683)
Finance income	10	853	842
Profit before income tax		136,386	118,170
Income tax expense		(38,871)	(34,200)
Net profit after income tax for the half-year attributable to members of Breville Group Limited		97,515	83,970
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Net change in fair value of cash flow hedges	6	2,300	(8,852)
Foreign currency translation differences		35,328	(10,889)
Income tax on other comprehensive income		4,740	6,110
Other comprehensive income for the period, net of tax		42,368	(13,631)
Total comprehensive income for the period is attributable to:			
Owners of Breville Group Limited		139,883	70,339
		Cents	Cents
Earnings per share for profit attributable to the ordinary equity holders of the Company:			
Basic earnings per share		67.8	58.6
Diluted earnings per share		66.9	58.2

The accompanying notes form an integral part of this Consolidated Statement of Comprehensive Income.

Consolidated Statement of Financial Position

For the half-year ended 31 December 2024

	Notes	31 December 2024 \$'000	30 June 2024 \$'000	31 December 2023 \$'000
ASSETS				
Current assets				
Cash and cash equivalents	5	121,622	137,772	146,170
Trade and other receivables		479,149	282,017	449,803
Inventories		443,412	332,790	379,953
Current tax receivables		5,075	6,930	2,280
Derivative financial instruments	6	5,864	3,942	7,133
Other financial assets		-	559	4,437
Total current assets		1,055,122	764,010	989,776
Non-current assets				
Property, plant and equipment	7	70,108	62,858	60,779
Deferred tax assets		30,406	29,241	38,945
Right-of-use assets		66,117	65,431	71,361
Intangible assets	8	438,299	410,288	400,771
Derivative financial instruments	6	186	-	-
Other financial assets		4,029	9,243	-
Total non-current assets		609,145	577,061	571,856
Total assets		1,664,267	1,341,071	1,561,632
LIABILITIES				
Current liabilities				
Trade and other payables		371,366	273,269	333,740
Lease liabilities		23,356	22,020	20,888
Current tax liabilities		9,224	9,376	19,423
Borrowings	5	78,389	2,735	102,068
Provisions		35,320	30,337	34,669
Derivative financial instruments	6	1,678	207	1,471
Total current liabilities		519,333	337,944	512,259
Non-current liabilities				
Borrowings	5	98,317	81,431	141,641
Lease liabilities		48,617	49,797	56,089
Deferred tax liabilities		20,138	19,413	21,704
Provisions		5,055	4,272	4,152
Total non-current liabilities		172,127	154,913	223,586
Total liabilities		691,460	492,857	735,845
Net assets		972,807	848,214	825,787
EQUITY				
Equity attributable to equity holders of Breville Group Limited				
Issued capital	9	418,283	401,129	400,993
Other reserves		63,370	28,977	18,274
Retained earnings		491,154	418,108	406,520
Total equity		972,807	848,214	825,787

The accompanying notes form an integral part of this Consolidated Statement of Financial Position.

Consolidated Cash Flow Statement

For the half-year ended 31 December 2024

		Half-year ended	
		31 December 2024	31 December 2023
	Notes	\$'000	\$'000
Cash flows from operating activities			
Receipts from customers		910,063	815,693
Payments to suppliers and employees		(892,457)	(698,025)
Finance costs paid		(9,269)	(13,683)
Income tax paid		(33,125)	(23,163)
Finance income received		853	842
Net cash (outflow) / inflow from operating activities		(23,935)	81,664
Cash flows from investing activities			
Purchase of property, plant and equipment	7	(14,251)	(14,602)
Proceeds from sale of property, plant and equipment		42	224
Purchase and development of intangible assets	8	(27,847)	(16,768)
Net cash outflow from investing activities		(42,056)	(31,146)
Cash flows from financing activities			
Proceeds from borrowings		224,863	180,397
Repayment of borrowings		(141,617)	(136,772)
Principal elements of lease payments		(12,138)	(10,302)
Equity dividends paid	4(a)	(24,469)	(22,231)
Net cash inflow from financing activities		46,639	11,092
Net (decrease) / increase in cash and cash equivalents		(19,352)	61,610
Cash and cash equivalents at the beginning of the half-year		137,772	84,155
Net foreign exchange difference		3,202	405
Cash and cash equivalents at end of the half-year	5	121,622	146,170

The accompanying notes form an integral part of this Consolidated Cash Flow Statement.

Consolidated Statement of Changes in Equity

For the half-year ended 31 December 2024

	Notes	Issued capital \$'000	Foreign currency translation \$'000	Employee equity benefits reserve \$'000	Cash flow hedges \$'000	Retained earnings \$'000	Total \$'000
2024							
At 1 July 2024		401,129	26,538	(175)	2,614	418,108	848,214
Foreign currency translation reserve		-	35,328	-	-	-	35,328
Cash flow hedges		-	-	-	2,300	-	2,300
Income tax on items taken directly to equity		-	-	5,430	(690)	-	4,740
Total other comprehensive income for the half-year		-	35,328	5,430	1,610	-	42,368
Profit for the half-year		-	-	-	-	97,515	97,515
Total comprehensive income for the half-year		-	35,328	5,430	1,610	97,515	139,883
Transactions with owners in their capacity as owners:							
Dividends paid	4	-	-	-	-	(24,469)	(24,469)
Ordinary shares issued for Performance Rights Plan (LTI) and Fixed Deferred Remuneration Plan, net of transaction costs and tax	9	17,154	-	(17,187)	-	-	(33)
Ordinary shares acquired by the Trustee of the Breville Group Performance Share Plan		(16,436)	-	-	-	-	(16,436)
Transferred to participants of the Performance Rights Plan (LTI) and Fixed Deferred Remuneration Plan		16,436	-	-	-	-	16,436
Share-based payments		-	-	9,212	-	-	9,212
At 31 December 2024		418,283	61,866	(2,720)	4,224	491,154	972,807

The accompanying notes form an integral part of this Consolidated Statement of Changes in Equity.

BRG GROUP

Consolidated Statement of Changes in Equity

For the half-year ended 31 December 2024

	Notes	Issued capital \$'000	Foreign currency translation \$'000	Employee equity benefits reserve \$'000	Cash flow hedges \$'000	Retained earnings \$'000	Total equity \$'000
2023							
At 1 July 2023		385,541	34,526	(4,128)	8,939	344,781	769,659
Foreign currency translation reserve		-	(10,889)	-	-	-	(10,889)
Cash flow hedges		-	-	-	(8,852)	-	(8,852)
Income tax on items taken directly to equity		-	-	3,455	2,655	-	6,110
Total other comprehensive income for the half-year		-	(10,889)	3,455	(6,197)	-	(13,631)
Profit for the half-year		-	-	-	-	83,970	83,970
Total comprehensive income for the half-year		-	(10,889)	3,455	(6,197)	83,970	70,339
Transactions with owners in their capacity as owners:							
Dividends paid	4	-	-	-	-	(22,231)	(22,231)
Ordinary shares issued for Performance Rights Plan (LTI) and Fixed Deferred Remuneration Plan, net of transaction costs and tax	9	15,452	-	(15,481)	-	-	(29)
Ordinary shares acquired by the Trustee of the Breville Group Performance Share Plan		(14,802)	-	-	-	-	(14,802)
Transferred to participants of the Performance Rights Plan (LTI) and Fixed Deferred Remuneration Plan		14,802	-	-	-	-	14,802
Share-based payments		-	-	8,049	-	-	8,049
At 31 December 2023		400,993	23,637	(8,105)	2,742	406,520	825,787

The accompanying notes form an integral part of this Consolidated Statement of Changes in Equity.

Notes to the Half-Year Report

For the half-year ended 31 December 2024

Note 1. Basis of preparation of Half-Year Report

(a) Corporate information

This financial report covers the consolidated entity comprising Breville Group Limited and its subsidiaries (Company or Group) for the half-year ended 31 December 2024. This financial report was authorised for issue in accordance with a resolution of the Directors on 11 February 2025. Breville Group Limited is a for profit Company limited by shares incorporated in Australia. Breville Group Limited shares are quoted on the Australian Securities Exchange.

The nature of the operations and principal activities of the Group are described in the Directors' Report.

(b) Summary of material accounting policies

The Half-Year Consolidated Financial Report does not include all notes of the type normally included within the Annual Financial Report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full Annual Financial Report.

The Half-Year Report should be read in conjunction with the Annual Financial Report of Breville Group Limited for the year ended 30 June 2024.

It is also recommended that the Half-Year Report be considered together with any public announcements by Breville Group Limited and its controlled entities during the half-year ended 31 December 2024 in accordance with the continuous disclosure obligations arising under the *Corporations Act 2001*.

(i) Basis of accounting

The Half-Year Consolidated Financial Report is a general purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001* and *AASB 134 Interim Financial Reporting*. The Half-Year Financial Report has been prepared on a historical cost basis, except for derivative financial instruments which have been measured at fair value.

The amounts contained in this report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191. The Company is an entity to which this applies.

(ii) Material accounting policies

The accounting policies adopted in the preparation of the Half-Year Consolidated Financial Statements are consistent with those followed in the preparation of the Group's Annual Consolidated Financial Statements for the year ended 30 June 2024.

(iii) Basis of consolidation

The Half-Year Consolidated Financial Statements comprise the financial statements of Breville Group Limited and its subsidiaries as at 31 December 2024 (the Group).

(c) Seasonality of operations

The financial performance of the Group is exposed to seasonality in the volume of sales, such that the Company's financial performance is historically weighted in favour of the half-year to 31 December. This seasonality is a reflection of the additional retail sales generated during the holiday trading period each year. The seasonality in the volume of sales also generally results in a higher level of receivable and inventory balances at the half-year compared to year-end, usually resulting in a higher working capital requirement and lower operating cash flows at the half-year.

(d) New accounting standards and interpretations

(i) Changes to accounting policy and disclosures

All accounting policies of the Group are consistent with those of the previous financial year. The Group adopted all other new and amended Australian Accounting Standards and Interpretations that became applicable during the current financial half-year. The adoption of other Standards and Interpretations did not have a significant impact on the Group's financial results or Statement of Financial Position.

Notes to the Half-Year Report continued

For the half-year ended 31 December 2024

Note 2. Operating segments

The following tables present the revenue and gross profit information regarding operating segments for the half-year periods ended 31 December 2024 and 31 December 2023.

The Company's external reporting segments are 'Global Product' and 'Distribution'. The two segments reflect the two business models in the Company: (i) a global, innovation driven, product business, and (ii) a distribution business. For both business units, the geographic regions execute the sales, distribution and business development functions, supported by centralised functions including product development, marketing, operations, IT, finance and HR.

'Global Product' sells premium products designed and developed by BRG, which are sold globally. Products may be sold directly or through 3rd parties, and may be branded Breville®, Sage®, Baratza®, LELIT® or carry a 3rd party brand.

'Distribution' sells products that are designed and developed by a 3rd party. BRG distributes these products pursuant to a license or distribution agreement, or they are sourced directly from manufacturers. Products in this business unit may be sold under a brand owned by the Group (e.g. Breville®, Kambrook®), or they may be distributed under a 3rd party brand.

	Half-year ended					
	31 December 2024			31 December 2023		
	Global Product \$'000	Distribution \$'000	Total \$'000	Global Product \$'000	Distribution \$'000	Total \$'000
Segment revenue	877,745	119,773	997,518	782,838	122,994	905,832
Cost of sales	(549,872)	(81,376)	(631,248)	(484,306)	(89,485)	(573,791)
Gross Profit	327,873	38,397	366,270	298,532	33,509	332,041
GM%	37.4%	32.1%	36.7%	38.1%	27.2%	36.7%
Total Operating expenses	-	-	(221,468)	-	-	(201,030)
EBIT			144,802			131,011
Finance income			853			842
Finance costs			(9,269)			(13,683)
Profit before income tax			136,386			118,170

Notes to the Half-Year Report continued

For the half-year ended 31 December 2024

Note 2. Operating segments (continued)

(a) Segment revenue

	Half-year ended	
	31 December 2024 \$'000	31 December 2023 \$'000
Global Product		
Americas	492,414	450,278
EMEA	205,582	177,201
APAC	179,749	155,359
Total Global Product revenue	877,745	782,838

Distribution

All revenue is generated from Americas and APAC.

Note 3. Expenses

Total Operating expenses, including D&A, increased by 10.2% or \$20,438,000 to \$221,468,000 (pcp: \$201,030,000).

Employee benefit expenses increased \$5,912,000 or 5.6%, to \$111,132,000, (pcp: \$105,220,000) primarily driven by wage inflation of the existing team and increases in headcount from geographic expansion.

Advertising and marketing expenses increased by \$6,264,000, or 20.9%, to \$36,305,000 (pcp: \$30,041,000).

D&A expenses increased by 16.2% or \$4,565,000 to \$32,792,000 (pcp: \$28,227,000) led by an increase in the amortisation of capitalised development costs and software, the depreciation of tooling assets, and an increase in right of use asset depreciation.

Notes to the Half-Year Report continued

For the half-year ended 31 December 2024

Note 4. Dividends

	Half-year ended 31 December 2024 \$'000	31 December 2023 \$'000
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(a) Dividends on ordinary shares paid during the half-year to equity holders

Final dividend for the financial year ended 30 June 2024 of 17.0 cents per share 100% franked (2023: Final dividend for the financial year ended 30 June 2023 of 15.5 cents per share 100% franked)

Final fully franked dividend based on tax paid at 30%	24,469	22,231
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(b) Dividends proposed and not recognised as a liability to equity holders

Interim dividend for the period ending 31 December 2024 of 18.0 cents per share 100% franked (1H24: Interim dividend for the period ending 31 December 2023 of 16.0 cents per share 100% franked)

Interim fully franked dividend based on tax paid at 30%	25,909	22,949
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Note 5. Cash, Borrowings and Net Debt

(a) Cash and cash equivalents

	31 December 2024 \$'000	30 June 2024 \$'000	31 December 2023 \$'000
For the purposes of the Cash Flow Statement, cash and cash equivalents comprise the following:			
Cash at bank	121,622	137,772	146,170
Total cash and cash equivalents, net	121,622	137,772	146,170

(b) Borrowings

Borrowings - Current	(78,389)	(2,735)	(102,068)
Borrowings - Non-current	(98,317)	(81,431)	(141,641)
Total Borrowings	(176,706)	(84,166)	(243,709)

(c) Net (debt) / cash

Net (debt) / cash	(55,084)	53,606	(97,539)
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The Group has \$150,760,000 undrawn on ANZ bank facilities of \$325,000,000 along with an unused HSBC bank facility of \$1,646,000 as at 31 December 2024 and cash at bank of \$121,622,000.

Notes to the Half-Year Report continued

For the half-year ended 31 December 2024

Note 6. Financial assets and liabilities

(a) Financial instruments

During the half-year, the Group designated certain forward exchange contracts as hedges of highly probable forecasted purchases of inventory, principally in USD. The forecast purchases are expected to occur between 0-12 months from 31 December 2024. The terms of the forward exchange contracts have been negotiated to match the terms of the forecasted transactions. Consequently, the hedges were assessed to be highly effective. In the 6 months to 31 December 2024, an unrealised gain of \$2,300,000 (pcp: \$8,852,000 loss) is included in other comprehensive income.

These forward exchange contracts are initially recognised in the Statement of Financial Position at fair value and subsequently remeasured to their fair value. Accordingly, there is no difference between the carrying value and the fair value of these derivative financial instruments at reporting date.

The carrying value and estimated net fair values of the borrowings held with banks is assumed to approximate their fair value, being the amount at which the liability could be settled in a current transaction between willing parties.

(b) Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1 - quoted (unadjusted) prices in active markets for identical assets or liabilities

Level 2 - other techniques for which all inputs that have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3 - techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data

(c) Valuation technique

The forward exchange contracts are measured based on observable spot exchange rates, the yield curves of the respective currencies, as well as the currency basis spreads between the respective currencies.

Note 7. Property, plant and equipment (PPE)

During the half-year ended 31 December 2024, the Group invested \$14,251,000 (pcp: \$14,602,000) in manufacturing equipment, tooling and in-store fixtures.

Depreciation of \$8,089,000 was expensed during the half-year (pcp: \$6,998,000).

The remaining movement during the half-year period to 31 December 2024 of \$1,088,000 increase (pcp: \$591,000 decrease) is attributable to foreign exchange differences.

Note 8. Intangible assets

During the half-year ended 31 December 2024, the Group capitalised development costs and software of \$20,369,000 (pcp: \$16,768,000) and recognised an amortisation expense of \$13,007,000 (pcp: \$10,209,000).

In the immediately preceding six month period to 30 June 2024 the Group capitalised development costs and software of \$20,426,000 and recognised an amortisation expense of \$12,575,000.

Intangible assets for the half-year to 31 December 2024 were increased by foreign exchange differences of \$13,550,000 (pcp: decreased \$4,816,000) of which \$1,174,000 related to capitalised development costs and software (pcp: decrease \$495,000).

Notes to the Half-Year Report continued

For the half-year ended 31 December 2024

Note 9. Issued capital

(a) Issued Capital

	31 December 2024 \$'000	30 June 2024 \$'000	31 December 2023 \$'000
Ordinary shares – authorised, issued and fully paid	418,283	401,129	400,993
Ordinary shares – held by the Breville Group Employee Share Trust	-	-	-
Total contributed equity	418,283	401,129	400,993

(b) Movements in ordinary shares:

Details	Consolidated 31 December 2024 Number of shares	\$'000	Consolidated 31 December 2023 Number of shares	\$'000
Beginning of the year	143,430,691	401,129	142,781,365	385,541
Movements during the half-year				
Ordinary shares issued during the half-year for Performance Rights Plan (LT1) and Fixed Deferred Remuneration Plan (net of transaction costs) (i)	507,132	17,154	643,983	15,452
End of the half-year	143,937,823	418,283	143,425,348	400,993

- (i) During the half-year the Group issued 507,132 fully paid ordinary shares (1H24: 643,983) of Breville Group Limited as a result of the vesting of performance and fixed deferred remuneration rights issued under the Group's share plan. The average value attributable to these issued shares was \$33.89 (1H24: \$24.04), as of the date of issue.

Notes to the Half-Year Report continued

For the half-year ended 31 December 2024

Note 10. Finance costs / income

	Half-year ended	
	31 December 2024	31 December 2023
Notes	\$'000	\$'000
Finance costs paid or payable on borrowings and bank overdrafts:		
Interest and borrowing costs	7,041	11,438
Interest on lease liabilities	2,228	2,245
Finance costs	9,269	13,683
Finance income	(853)	(842)
Total net finance costs	8,416	12,841

Note 11. Contingencies

The Group had no contingent liabilities at 31 December 2024 (31 December 2023: nil).

Note 12. Events occurring after the reporting period

There are no other matters or circumstances that have arisen since the end of the half-year that significantly affected or may affect the operations of the consolidated entity.

Directors' Declaration

In accordance with a resolution of the Directors of Breville Group Limited, I state that:

In the Directors' opinion:

- (a) the financial statements and notes set out on pages 8 to 19 are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and
 - (ii) giving a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the half-year ended on that date and
- (b) there are reasonable grounds to believe that Breville Group Limited will be able to pay its debts as and when they become due and payable.

On behalf of the board



Timothy Antonie
Non-Executive Chair

Sydney
11 February 2025



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

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of Breville Group Limited (the Company) and the entities it controlled during the half-year (together the Group), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated cash flow statement for the half-year ended on that date, material accounting policy information and selected explanatory notes and the directors' declaration.

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

1. giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the half-year ended on that date
2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

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

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

Responsibilities of the directors for the half-year financial report

The directors of the Company are responsible for the preparation of the half-year financial report, in accordance with Australian Accounting Standards and the *Corporations Act 2001*, including giving a true and fair view, 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.

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Auditor's responsibilities for the review of the half-year financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2024 and of 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*.

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.

A handwritten signature in black ink that reads 'PricewaterhouseCoopers' in a cursive script.

PricewaterhouseCoopers

A handwritten signature in black ink that reads 'Aishwarya Chandran' in a cursive script.

Aishwarya Chandran
Partner

Sydney
11 February 2025



Auditor's Independence Declaration

As lead auditor for the review of Breville Group Limited for the half-year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (b) no contraventions of any applicable code of professional conduct in relation to the review.

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

A handwritten signature in black ink, appearing to read 'Aishwarya Chandran', with a horizontal line underneath.

Aishwarya Chandran
Partner
PricewaterhouseCoopers

Sydney
11 February 2025