

18 February 2025

Results for announcement to the market

Appendix 4D for the six months ended 31 December 2024

Reliance Worldwide Corporation Limited (ASX: RWC) (“Company”) announces the following financial results for the Company and its controlled entities (together “RWC”) for the six months ended 31 December 2024.

The 31 December 2024 Interim Financial Report has been reviewed by the Company’s auditor.

The reported information should be read in conjunction with the Company’s 30 June 2024 consolidated financial report and any public announcements made by the Company during the interim reporting period.

All amounts are reported in US dollars unless stated otherwise.

**Extracted from the 31 December 2024
Interim Financial Report**

Six months ended:	31 December 2024	31 December 2023	Change
Revenue from ordinary activities	US\$676.5m	US\$589.5m	14.8%
Net profit from ordinary activities after tax attributable to members	US\$67.2m	US\$51.0m	31.8%
Net profit after tax attributable to members	US\$67.2m	US\$51.0m	31.8%

The results include a full period contribution from Holman Industries (acquired 1 March 2024).

The remainder of the information requiring disclosure to comply with ASX Listing Rule 4.2A3 follows in this announcement and/or is contained in the 31 December 2024 Interim Financial Report, Operating and Financial Review and/or presentation slides released today. These documents should be read in conjunction with this and each other document.

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Performance Summary

Six months ended:	31 December 2024 (US\$m)	31 December 2023 (US\$m)	Change
Net sales	676.5	589.5	14.8%
Reported EBITDA¹	142.8	112.6	26.8%
Adjusted for one-off items ²	1.0	12.2	
Adjusted EBITDA¹	143.8	124.8	15.2%
Reported net profit before tax	92.5	69.6	32.9%
Tax Expense	(25.3)	(18.6)	36.0%
Reported net profit after tax	67.2	51.0	31.8%
Adjusted for one-off items ²	8.8	16.7	
Adjusted net profit after tax¹	76.0	67.7	12.3%
Basic earnings per share	8.6 cents	6.5 cents	32.3%
Adjusted earnings per share ¹	9.8 cents	8.6 cents	14.0%

Please also refer to the accompanying 31 December 2024 Interim Financial Report, Operating and Financial Review and presentation slides released today for further information.

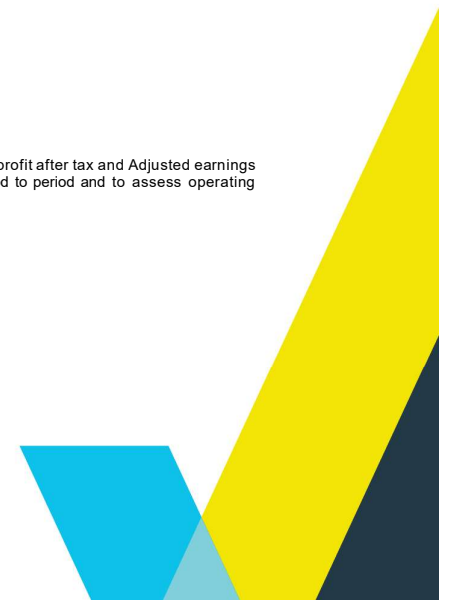
Earnings per share

Weighted average earnings per share (basic) for the six months ended 31 December 2024 were 8.6 cents (2023 – 6.5 cents), an increase of 32.3% on the prior period. Adjusted earnings per share were 9.8 cents, up 14.0% on the prior period.

Net Tangible Assets per Share

Net tangible assets per share at 31 December 2024 were \$0.18 (30 June 2024 - \$0.14).

- 1 EBITDA means earnings before interest, tax, depreciation and amortisation; EBITDA, Adjusted EBITDA, Adjusted net profit after tax and Adjusted earnings per share are non-IFRS measures. These measures are used by RWC in order to enhance comparability from period to period and to assess operating performance. These measures have not been subject to audit or audit review.
- 2 Details of one-off items are shown in Attachment 1.



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Capital Management: Dividend and On-Market Share Buy-Back

Since February 2024, RWC's distribution policy is an intention to distribute between 40% and 60% of annual NPAT³, with the total distribution amount for a period intended to be allocated approximately 50% to a cash dividend and 50% to on-market share buy-backs. The Board recognises the desire of some investors to continue receiving cash dividends. The Board also considers that a capital management strategy utilising on-market share buy-backs will be value accretive for shareholders.

Dividends are expected to be either unfranked or only partly franked.

Since the end of the financial period, the directors have resolved to declare a total distribution amount for the half year ended 31 December 2024 of US5.0 cents per share (US\$39.0 million), comprising an unfranked interim cash dividend of US2.5 cents per share and the undertaking of an on-market share buy-back for US\$19.5 million (equivalent in total to US2.5 cents per share).

The total distribution amount represents 58.0% of Reported NPAT and 51.3% of Adjusted NPAT for the half year ended 31 December 2024.

	FY25 Interim		FY24 Interim	
	US\$m	CPS	US\$m	CPS
Total Distribution Amount	39.0	5.0	35.6	4.5
- Dividend	19.5	2.50	17.8	2.25
- On-market Share Buyback	19.5	2.50	17.8	2.25
Dividend Paid/Payable in A\$		3.9691		3.459
Dividend Franked Amount		0%		0%

The interim cash dividend of US2.5 cents per share will be paid in Australian dollars at 3.9691 cents per share.⁴ The record date for entitlement to receive the final dividend is 7 March 2025. The payment date is 4 April 2025.

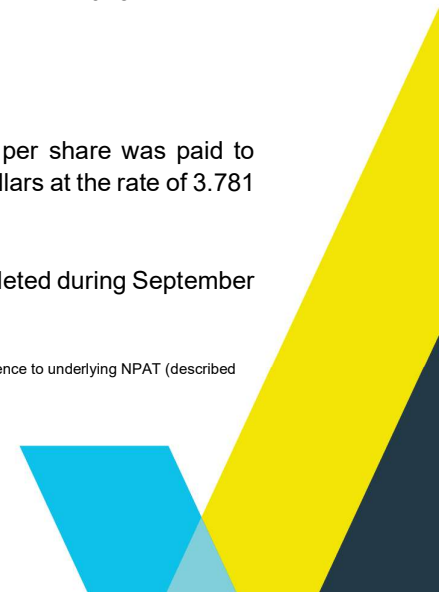
The Company does not have a dividend reinvestment plan.

An unfranked final cash dividend for the 2024 financial year of US2.5 cents per share was paid to eligible shareholders on 4 October 2024. The dividend was paid in Australian dollars at the rate of 3.781 cents per share.

An on-market share buy-back totalling A\$29.7 million was undertaken and completed during September and October 2024.

³ The directors have determined that in future periods it is intended that the total distribution percentage be measured by reference to underlying NPAT (described by RWC as Adjusted NPAT).

⁴ Converted to Australian currency using the average exchange rate over the five business days ended 14 February 2025.



Other information

There were no entities over which control was gained or lost during the period.

For further information, please contact:

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Group Investor Relations Director
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Email: phil.king@rwc.com

This announcement has been authorised for release by the Board.

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Attachment 1

Reconciliation of Reported versus Adjusted Operating Earnings and NPAT

US\$ million	EBITDA	EBIT	Tax Expense	NPAT
HY25 Reported	142.8	107.8	(25.3)	67.2
Americas: DC rationalisation	0.3	0.7	(0.2)	0.5
APAC: Holman integration and synergies realisation costs	0.7	0.7	(0.2)	0.5
Total one-off costs	1.0	1.4	(0.4)	1.0
Goodwill tax amortisation	-	-	7.8	7.8
HY25 Adjusted	143.8	109.2	(17.9)	76.0

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Reliance Worldwide Corporation Limited
ABN 46 610 855 877

Interim Financial Report

31 December 2024

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Reliance Worldwide Corporation Limited

Directors' Report

For the half year ended 31 December 2024

The Directors present their report together with the consolidated Financial Report comprising Reliance Worldwide Corporation Limited ("the Company") and its controlled entities (together "the Group" or "RWC") for the half year ended 31 December 2024 and the Auditor's report thereon.

Directors

The Directors of the Company at all times during and since the end of the reporting period, unless otherwise indicated, were:

Stuart Crosby (Chair)
Heath Sharp (Chief Executive Officer and Managing Director)
Christine Bartlett
Russell Chenu
Darlene Knight
Sharon McCrohan (retired 24 October 2024)
Ian Rowden
Brad Soller

Review of Operations

The principal activities of the Group are the design, manufacture and supply of high quality, reliable and premium branded water flow control and monitoring products and solutions for the plumbing and heating industry.

All amounts reported in this Directors' Report and the 31 December 2024 condensed consolidated financial statements are in US dollars unless stated otherwise.

Net sales were \$676.5 million, 14.8% higher than the prior corresponding period ("pcp"). Sales include a full period contribution from Holman Industries ("Holman") which was acquired on 1 March 2024. Excluding Holman, and the impact from the closure of the Supply Smart sales model in FY24, sales were 3.8% higher than the pcp. Sales in the Americas were up 3.3% on the pcp, APAC external sales, excluding Holman, were up 0.2% on the pcp, and EMEA external sales were 4.6% lower than the pcp.¹

Reported earnings before interest, tax, depreciation and amortisation ("EBITDA") were \$142.8 million, 26.8% higher than the pcp, mainly reflecting the contribution from Holman.²

Cost savings of \$10.2 million were achieved in the period driven by continuous improvement initiatives, the benefits of the restructuring in EMEA undertaken during FY2024 and Holman synergies realisation.

Reported net profit after tax ("NPAT") of \$67.2 million was 31.8% higher than pcp.

A detailed review of the operations of the Group for the half year ended 31 December 2024, the results of those operations and the financial position of the Group at 31 December 2024 is contained in the separate Operating and Financial Review released on 18 February 2025 and should be read in conjunction with this report.

In preparing the condensed consolidated financial statements in conformity with Australian Accounting Standards, due consideration has been given to the judgements, estimates and assumptions that affect the application of accounting 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 judgements about carrying values of assets and liabilities that are not readily apparent from other sources. The Group has managed, and continues to manage, the risks arising from geopolitical and macroeconomic events which are impacting the estimation uncertainty in the preparation of the condensed consolidated financial statements.

At 31 December 2024, the Group has reassessed all significant judgements, assumptions and critical estimates included in the condensed consolidated financial statements, including but not limited to, provisions against trade debtors and inventory and impairment of non-current assets. Actual results may differ from these estimates. Details of the main judgements, estimates and assumptions applied are set out in the notes to the condensed consolidated financial statements.

1 APAC is Asia Pacific, EMEA is Europe, Middle East and Africa.

2 EBITDA, Adjusted EBITDA and Adjusted NPAT are non-IFRS measures used by the Group in order to enhance comparability from period to period and to assess operating performance. EBITDA, Adjusted EBITDA and Adjusted NPAT have not been subject to audit or audit review. Details of adjusting items are contained in the Operating and Financial Review dated 18 February 2025.

Reliance Worldwide Corporation Limited

Directors' Report

For the half year ended 31 December 2024

Capital Management: Dividend and On-Market Share Buy-Back

Since February 2024, RWC's distribution policy is an intention to distribute between 40% and 60% of annual NPAT, with the total distribution amount for a period intended to be allocated approximately 50% to a cash dividend and 50% to on-market share buy-backs. The Board recognises the desire of some investors to continue receiving cash dividends. The Board also considers that a capital management strategy utilising on-market share buy-backs will be value accretive for shareholders.

Dividends are expected to be either unfranked or only partly franked.

Since the end of the financial period, the directors have resolved to declare a total distribution amount for the half year ended 31 December 2024 of 5.0 cents per share (\$39.0 million), comprising an unfranked interim cash dividend of 2.5 cents per share and the undertaking of an on-market share buy-back for \$19.5 million (equivalent in total to 2.5 cents per share). The total distribution amount represents 58.0% of Reported NPAT and 51.3% of Adjusted NPAT for the half year ended 31 December 2024.

The directors have determined that in future periods it is intended that the total distribution percentage be measured by reference to underlying NPAT (described by RWC as Adjusted NPAT).

An on-market share buy-back was completed during September and October 2024. The Company bought back and cancelled 5,133,304 shares at a cost of A\$29.7 million.

Cash Dividends

An unfranked final dividend for the financial year ended 30 June 2024 of 2.5 cents per share was paid to eligible shareholders on 4 October 2024. The dividend was paid in Australian dollars at the rate of 3.781 cents per share.

As noted above, since the end of the financial period, the directors have resolved to declare an unfranked interim dividend of 2.5 cents per share. The dividend will be paid in Australian dollars at the rate of 3.9691 cents per share. The dividend will be paid to eligible shareholders on 4 April 2025. The record date for dividend entitlement is 7 March 2025.

The Company does not have a dividend reinvestment plan.

Events subsequent to reporting date

As stated above, since the end of the financial period, the directors have resolved to declare an unfranked interim dividend of 2.5 cents per share and that the Company will undertake an on-market share buy-back for \$19.5 million.

The Directors are not aware of any other matter or circumstance that has occurred since the end of the financial period which has significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial periods and has not been covered elsewhere in this report or the interim consolidated financial statements.

Lead auditor's independence declaration under Section 307C of the Corporations Act 2001

The lead auditor's independence declaration is set out on page 4 and forms part of this Directors' Report.

Rounding off

In accordance with the Australian Securities and Investments Commission Corporations (Rounding in Financial / Directors' Reports) Instrument 2016/191, values reported in this Directors' Report are rounded to the nearest million dollars, unless otherwise stated. Where an amount is \$500 or less the amount is rounded to zero, unless otherwise stated.

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



Stuart Crosby
Chairman



Heath Sharp
Chief Executive Officer
and Managing Director

Melbourne
18 February 2025



Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Reliance Worldwide Corporation Limited

I declare that, to the best of my knowledge and belief, in relation to the review of Reliance Worldwide Corporation Limited for the half-year ended 31 December 2024 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Vicky Carlson

Partner

Melbourne

18 February 2025

Reliance Worldwide Corporation Limited

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income

For the half year ended 31 December 2024

	Note	31 December 2024 US\$000	31 December 2023 US\$000
Revenue			
Revenue from sale of goods	4	676,525	589,529
Cost of sales		(410,846)	(358,937)
Gross profit		265,679	230,592
Other income		1,813	3,768
Product development expenses		(6,270)	(6,648)
Selling, warehousing and marketing expenses		(88,792)	(75,997)
Administration expenses		(62,430)	(55,736)
Other expenses	5	(2,224)	(11,372)
Operating profit		107,776	84,607
Finance income		182	178
Finance costs		(15,450)	(15,172)
Net finance costs		(15,268)	(14,994)
Profit before tax		92,508	69,613
Income tax expense	6	(25,316)	(18,586)
Profit for the period attributable to the Owners of the Company		67,192	51,027
Other Comprehensive profit			
Items that may be classified to profit or loss:			
Foreign currency translation differences		(20,922)	5,079
Total comprehensive profit for the period attributable to the Owners of the Company		46,270	56,106
		US Cents	US Cents
Earnings per share			
Basic earnings per share attributable to ordinary equity holders		8.6	6.5
Diluted earnings per share attributable to ordinary equity holders		8.6	6.5

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Reliance Worldwide Corporation Limited
Condensed Consolidated Statement of Financial Position
At 31 December 2024

	Note	31 December 2024 US\$000	30 June 2024 ¹ US\$000
Assets			
Current assets			
Cash and cash equivalents		22,454	19,912
Trade and other receivables		232,992	238,812
Inventories		302,295	292,780
Current tax assets		20,824	20,289
Other current assets		12,900	8,478
Total current assets		591,465	580,271
Non-current assets			
Property, plant and equipment		227,959	239,920
Right-of-use assets		100,582	109,888
Deferred tax assets		56,480	57,815
Goodwill	8	808,439	820,372
Other intangible assets	8	325,967	331,866
Other non-current assets		3,412	4,112
Total non-current assets		1,522,839	1,563,973
Total assets		2,114,304	2,144,244
Liabilities			
Current liabilities			
Trade and other payables		180,105	178,844
Current tax liabilities		8,184	3,158
Employee benefits		5,786	6,738
Lease liabilities		20,138	20,769
Total current liabilities		214,213	209,509
Non-current liabilities			
Borrowings	7	401,076	438,327
Deferred tax liabilities		126,615	125,763
Employee benefits		4,294	4,567
Lease liabilities		93,513	101,710
Total non-current liabilities		625,498	670,367
Total liabilities		839,711	879,876
Net assets		1,274,593	1,264,368
Equity			
Share capital	9	1,727,842	1,737,277
Reserves		(912,012)	(884,034)
Retained earnings		458,763	411,125
Total equity		1,274,593	1,264,368

¹Prior year comparatives have been restated due to changes in provisional accounting for the Holman acquisition (refer note 3)

Reliance Worldwide Corporation Limited
Condensed Consolidated Statement of Changes in Equity
For the half year ended 31 December 2024

	Share capital	Foreign currency translation reserve	Share based payment reserve	Other reserves	Retained earnings	Total equity
	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000
Balance at 1 July 2023	1,742,078	(38,158)	18,229	(848,734)	357,943	1,231,358
Profit for the period	-	-	-	-	51,027	51,027
Foreign currency translation Reserve	-	5,079	-	-	-	5,079
Total comprehensive income	-	5,079	-	-	51,027	56,106
Transactions with owners of the Company						
Treasury shares	3,406	-	-	-	-	3,406
Share based payments	-	-	(2,935)	-	-	(2,935)
Dividends paid	-	-	-	-	(39,266)	(39,266)
Total transactions with owners of the Company	3,406	-	(2,935)	-	(39,266)	(38,795)
Balance at 31 December 2023	1,745,484	(33,079)	15,294	(848,734)	369,704	1,248,669
Balance at 1 July 2024	1,737,277	(42,305)	15,507	(857,236)	411,125	1,264,368
Profit for the period	-	-	-	-	67,192	67,192
Foreign currency translation Reserve	-	(20,922)	-	-	-	(20,922)
Total comprehensive income	-	(20,922)	-	-	67,192	46,270
Transactions with owners of the Company						
Treasury shares	1,094	-	-	-	-	1,094
Shares cancelled - on market buy-back	(10,529)	-	-	(9,546)	-	(20,075)
Share based payments	-	-	2,490	-	-	2,490
Dividends paid	-	-	-	-	(19,554)	(19,554)
Total transactions with owners of the Company	(9,435)	-	2,490	(9,546)	(19,554)	(36,045)
Balance at 31 December 2024	1,727,842	(63,227)	17,997	(866,782)	458,763	1,274,593

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

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Reliance Worldwide Corporation Limited
Condensed Consolidated Statement of Cash Flows
For the half year ended 31 December 2024

	31 December 2024 US\$000	31 December 2023 US\$000
Cash flows from operating activities		
Receipts from customers	746,195	646,773
Payments to suppliers, employees and for customer rebates	(619,173)	(495,124)
Cash generated from operations	127,022	151,649
Income taxes paid	(18,278)	(29,602)
Net cash inflow from operating activities	108,744	122,047
Cash flows from investing activities		
Payments for purchase of property, plant and equipment	(12,848)	(20,526)
Proceeds from sale of property, plant and equipment	229	175
Payments for intellectual property and other intangible assets acquired	(3,988)	(624)
Refund from vendor on finalisation of acquisition completion adjustments (Note 3)	2,066	-
Net cash outflow from investing activities	(14,541)	(20,975)
Cash flows from financing activities		
Payments for share buy-back	(20,075)	-
Proceeds from borrowings	31,954	49,017
Repayment of borrowings	(60,965)	(80,586)
Interest received	182	178
Interest paid	(12,506)	(12,504)
Dividends paid	(19,554)	(39,266)
Lease payments	(9,896)	(7,890)
Net cash outflow from financing activities	(90,860)	(91,051)
Net change in cash and cash equivalents	3,343	10,021
Cash and cash equivalents at 1 July	19,915	16,617
Effects of movements in exchange rates on cash held	(804)	527
Cash and cash equivalents at 31 December	22,454	27,165
Represented by:		
Cash at bank	22,454	27,165
Cash and cash equivalents at the end of the period	22,454	27,165

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

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Reliance Worldwide Corporation Limited
Notes to the Condensed Consolidated Financial Statements
For the half year ended 31 December 2024

1 Basis of preparation

(a) **Reporting Entity**

Reliance Worldwide Corporation Limited (“the Company” or “Reliance”) is a limited liability company which was incorporated on 19 February 2016 and is domiciled in Australia. These condensed consolidated financial statements comprise the Company and its subsidiaries (together referred to as “the Group”). The Company’s registered office is at 28 Chapman Place, Eagle Farm, Queensland 4009, Australia.

The principal activities of the Group are the design, manufacture and supply of high quality, reliable and premium branded water flow, control and monitoring products and solutions for the plumbing and heating industry.

(b) **Statement of Compliance**

These condensed consolidated financial statements are general purpose financial statements prepared in accordance with AASB 134 *Interim Financial Reporting*, the *Corporations Act 2001* (“Corporations Act”) and IAS 34 *Interim Financial Reporting*. They do not include all of the information required for a complete set of annual financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of changes in the Group’s financial position and performance since the last annual consolidated financial statements as at and for the year ended 30 June 2024. Accordingly, this report is to be read in conjunction with the 30 June 2024 consolidated financial report and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act.

(c) **Basis of preparation**

These condensed consolidated financial statements:

- have been prepared on a going concern basis, having regard to the financial performance of the Group and consideration of the financial position at 31 December using historical cost conventions unless otherwise stated;
- have been prepared in accordance with the Australian Securities and Investments Commission Corporations (Rounding in Financial / Directors’ Reports) Instrument 2016/191. Values are rounded to the nearest thousand dollars, unless otherwise stated;
- adopt all new and amended AASBs and Interpretations issued by the AASB that are relevant to the operations of the Group and effective for reporting periods beginning on or after 1 July 2024; and
- do not early adopt any AASBs and Interpretations that have been issued or amended but are not yet effective.

The Company is a for-profit entity. These condensed consolidated financial statements are presented in US dollars, which is the Group’s presentation currency.

The condensed consolidated financial statements were authorised for issue by the Board of Directors on 18 February 2025.

(d) **Use of estimates and judgements**

The preparation of condensed consolidated financial statements in conformity with Australian Accounting Standards 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 judgements 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 RWC group accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual financial statements as at and for the year ended 30 June 2024.

Reliance Worldwide Corporation Limited
Notes to the Condensed Consolidated Financial Statements
For the half year ended 31 December 2024

1 Basis of preparation (continued)

(e) New Standards, interpretations and amendments adopted by the Group

The accounting policies and methods of computation applied by the Group in this Interim Financial Report are consistent with those applied by the Group in its 30 June 2024 Financial Report. There have been no new or revised accounting standards that materially impacted the interim financial report.

Standards not yet applicable are not expected to have a material impact on the Group.

2 Segment reporting

Segment information is presented in a manner which is consistent with the internal reporting to the Chief Executive Officer, who is the chief operating decision maker (the CODM) in the allocation of resources and assessing the performance of the operating segments of the Group.

The Group's regional segments are based on geographical operation of the business and comprise:

- Americas, including the United States of America and Canada
- Asia Pacific, including Australia, New Zealand, Korea and China¹
- EMEA, including the United Kingdom, Germany, Spain, Italy, Poland, France and Czech Republic

Segment revenues, expenses, assets and liabilities are reported on a gross basis. Segment results are presented before the elimination of profits made on inventory sales between segments, with a total deduction for intersegment profits to arrive at the Group's consolidated operating profit.

¹ Ningbo Rockwall Manufacturing business in China is reported under the Americas segment consistent with internal reporting to the CODM.

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Reliance Worldwide Corporation Limited

Notes to the Condensed Consolidated Financial Statements

For the half year ended 31 December 2024

2 Segment reporting (continued)

	Americas		Asia Pacific		EMEA		Corporate/Other		Elimination		Total	
	31-Dec 2024	31-Dec 2023	31-Dec 2024	31-Dec 2023	31-Dec 2024	31-Dec 2023	31-Dec 2024	31-Dec 2023	31-Dec 2024	31-Dec 2023	31-Dec 2024	31-Dec 2023
	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000
Revenue												
From external customers	439,685	425,465	132,442	57,984	104,398	106,080	-	-	-	-	676,525	589,529
From other segments	935	985	17,813	20,955	17,453	20,909	-	-	(36,201)	(42,849)	-	-
Segment revenues	440,620	426,450	150,255	78,939	121,851	126,989	-	-	(36,201)	(42,849)	676,525	589,529
Cost of sales	(275,508)	(273,669)	(109,585)	(60,599)	(63,163)	(66,670)	-	-	37,410	42,001	(410,846)	(358,937)
Gross Profit	165,112	152,781	40,670	18,340	58,688	60,319	-	-	1,209	(848)	265,679	230,592
Other income	1,005	2,639	125	35	60	1,094	623	-	-	-	1,813	3,768
Product development expenses	(3,312)	(3,942)	(1,432)	(1,242)	(1,526)	(1,464)	-	-	-	-	(6,270)	(6,648)
Selling, warehousing and marketing expenses	(53,914)	(52,737)	(19,786)	(7,307)	(14,853)	(15,666)	(239)	(287)	-	-	(88,792)	(75,997)
Administration expenses	(32,976)	(28,359)	(10,777)	(5,424)	(14,184)	(17,381)	(4,493)	(4,572)	-	-	(62,430)	(55,736)
Other expenses	(1,402)	(10,902)	(337)	(209)	(485)	(190)	-	(71)	-	-	(2,224)	(11,372)
Segment operating profit/(loss)	74,513	59,480	8,463	4,193	27,700	26,712	(4,109)	(4,930)	1,209	(848)	107,776	84,607
	31-Dec 2024	30-Jun 2024	31-Dec 2024	30-Jun 2024 ¹	31-Dec 2024	30-Jun 2024	31-Dec 2024	30-Jun 2024	31-Dec 2024	30-Jun 2024	31-Dec 2024	30-Jun 2024 ¹
	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000	US\$000
Segment assets	935,319	955,113	358,254	382,900	767,000	787,017	1,033,591	1,027,348	(979,860)	(1,008,134)	2,114,304	2,144,244
Segment liabilities	572,481	623,944	206,603	224,982	57,966	60,802	982,521	978,282	(979,860)	(1,008,134)	839,711	879,876

¹Prior year comparatives have been restated due to changes in provisional accounting for the Holman acquisition (refer note 3)

Reliance Worldwide Corporation Limited

Notes to the Condensed Consolidated Financial Statements

For the half year ended 31 December 2024

2 Segment reporting (continued)

	Americas		Asia Pacific		EMEA		Corporate/Other		Elimination		Total	
	31-Dec 2024 US\$000	31-Dec 2023 US\$000	31-Dec 2024 US\$000	31-Dec 2023 US\$000	31-Dec 2024 US\$000	31-Dec 2023 US\$000	31-Dec 2024 US\$000	31-Dec 2023 US\$000	31-Dec 2024 US\$000	31-Dec 2023 US\$000	31-Dec 2024 US\$000	31-Dec 2023 US\$000
EBITDA ¹	92,308	75,230	17,341	8,416	35,570	34,258	(3,628)	(4,432)	1,208	(848)	142,799	112,624
Depreciation of property, plant and equipment	(13,701)	(11,658)	(7,412)	(3,912)	(6,859)	(6,569)	(161)	(82)	-	-	(28,133)	(22,221)
Amortisation of intangible assets	(4,095)	(4,092)	(1,466)	(311)	(1,010)	(977)	(319)	(416)	-	-	(6,890)	(5,796)
Segment operating profit/(loss)	74,512	59,480	8,463	4,193	27,701	26,712	(4,108)	(4,930)	1,208	(848)	107,776	84,607
Finance income	143	78	(19)	4	-	-	58	96	-	-	182	178
Finance costs	(9,184)	(12,436)	(3,964)	(464)	(354)	(377)	(1,948)	(1,895)	-	-	(15,450)	(15,172)
Income tax expense	(15,806)	(10,943)	(1,138)	(1,097)	(7,064)	(5,550)	(972)	(1,193)	(336)	197	(25,316)	(18,586)
Net Profit After Tax for the Period											67,192	51,027
Other material items of income and (expenses)												
Supply Smart closure of operations	-	(9,781)	-	-	-	-	-	-	-	-	-	(9,781)
Restructuring costs	-	-	-	-	-	(2,370)	-	-	-	-	-	(2,370)
Distribution Centres rationalisation	(255)	-	-	-	-	-	-	-	-	-	(255)	-
Holman integration costs/costs to achieve synergies	-	-	(734)	-	-	-	-	-	-	-	(734)	-
	(255)	(9,781)	(734)	-	-	(2,370)	-	-	-	-	(989)	(12,151)

¹EBITDA is operating profit before interest, tax, depreciation, and amortisation.

Reliance Worldwide Corporation Limited
Notes to the Condensed Consolidated Financial Statements
For the half year ended 31 December 2024

3 Business Combinations

Acquisition of Holman Industries

The Group completed the acquisition of Holman Industries (Holman) on 1 March 2024. The acquisition was provisionally accounted at 30 June 2024 and the same treatment is applied at 31 December 2024. If new information, obtained within one year of the date of acquisition about the facts and circumstances that existed at the date of acquisition, identifies adjustments to the below amounts, or any additional provisions that existed at the date of acquisition, then the accounting for the acquisition will be revised and finalised as at 30 June 2025.

The completion adjustment which was under vendor review as at 30 June 2024, has now been finalised.

(a) Purchase consideration and summary of cash movement

	US\$000
Base purchase price/Cash consideration paid on acquisition	104,177
Refund from vendor on finalisation of acquisition completion adjustment	(2,066)
Total Purchase consideration	<u>102,111</u>

(b) Changes to the provisional fair values

The Group based on new information available about the facts and circumstances existing at the acquisition date has made the following measurement period adjustments during the period ended 31 December 2024.

- (i) Refund of fringe benefits tax on filing of return credited to cash and cash equivalents
- (ii) Derecognition of leasehold improvements pertaining to leased property exited
- (iii) Some accounting errors were identified in recognising Intangible assets, prepayments and Trade and other payables. These were rectified during the period.

Reliance Worldwide Corporation Limited
Notes to the Condensed Consolidated Financial Statements
For the half year ended 31 December 2024

3 Business Combinations(continue)

The following table summarises the changes in the provisional fair value recognised on acquisition:

	Provisional Fair Value recognised on acquisition	Measurement period adjustments	Revised Provisional Fair Value recognised on acquisition
	US\$000	US\$000	US\$000
Identifiable assets			
Cash and cash equivalents	2,484	(3)	2,481
Trade and other receivables	18,693	-	18,693
Inventories	30,515	-	30,515
Plant and equipment	11,809	(200)	11,609
Right-of-use assets	22,998	-	22,998
Intangible assets			
- Computer software	14	7	21
- Brand names	6,136	-	6,136
- Customer relationships	19,409	-	19,409
Other non-current assets	1,281	(28)	1,253
Deferred Tax Assets	8,055	-	8,055
Total identifiable assets acquired	121,394	(224)	121,170
Identifiable liabilities			
Trade and other payables	15,353	(256)	15,097
Lease liabilities	22,998	-	22,998
Employee benefits	1,861	-	1,861
Tax liabilities	370	-	370
Deferred Tax Liabilities	17,964	-	17,964
Total liabilities assumed	58,546	(256)	58,290
Net identifiable assets acquired at fair value	62,848	32	62,880
Total Purchase consideration	100,534	1,577	102,111
Provisional goodwill on acquisition and unidentified other intangible assets	37,686	1,545	39,231

Reliance Worldwide Corporation Limited

Notes to the Condensed Consolidated Financial Statements

For the half year ended 31 December 2024

4 Revenue

The principal product categories from which the segments derive revenue are:

- **Plumbing Solutions** – brass and plastic push-to-connect plumbing fittings, other fittings, pipes, valves and integrated installation solutions;
- **Appliance Installations Solutions** – Fluid Tech and Appliance Installation and repair; and
- **Other Products**

Revenue by product group for the period ended 31 December:

	31 December 2024	31 December 2023
	US\$000	US\$000
Plumbing Solutions	487,169	452,987
Appliance Installations Solutions	126,315	109,837
Other Products	63,041	26,705
	676,525	589,529

Revenue by distribution channel for the period ended 31 December:

	31 December 2024	31 December 2023
	US\$000	US\$000
Retail	313,603	231,851
Wholesale	216,505	208,028
OEM	82,065	80,599
Other	64,352	69,051
	676,525	589,529

Revenue by geography for the period ended 31 December:

	31 December 2024	31 December 2023
	US\$000	US\$000
Australia	122,543	50,427
United Kingdom	76,807	79,976
United States of America	420,136	406,490
Other	57,039	52,636
	676,525	589,529

Reliance Worldwide Corporation Limited
Notes to the Condensed Consolidated Financial Statements
For the half year ended 31 December 2024

4 Revenue (continue)

Seasonality of operations

The Group's results may be affected by seasonal influences in each segment.

In the Americas, sales demand in the quarter ending 31 December is generally strong as retail and wholesale outlets typically build their inventory in anticipation of higher demand for repair and maintenance products during winter. The quarter ending 31 March may be affected by higher demand for repair and maintenance products as a result of unusually colder weather. Milder weather conditions can also result in lower sales during this period as retailers and wholesalers normalise their stock levels.

The EMEA segment generally derives stronger revenue during the second half of the year due to customer activity slowdown in summer and winter breaks.

In APAC, the Holman business generally derives stronger revenue during the first half of the year due to higher demand for watering products ahead of the summer in Australia.

5 Other expenses

	31 December 2024 US\$000	31 December 2023 US\$000
Impairment expenses	1,362	9,781
Other expenses	862	1,591
	2,224	11,372

In the half-year ended 31 December 2023, an impairment expense of \$9.4 million was recorded against intangible assets (customer relationships) as a result of a review of carrying values related to a decision to cease operating a non-core direct marketing selling model that was acquired as part of the EZ-Flo acquisition in the US.

Reliance Worldwide Corporation Limited
Notes to the Condensed Consolidated Financial Statements
For the half year ended 31 December 2024

6 Income tax expense

Reconciliation of prima facie tax expense to income tax expense recognised in the Condensed Consolidated Statement of Profit or Loss

The major components that reconcile the expected income tax expense based on the Australian statutory rate of tax of the Group at 30% to the reported actual income tax expense in the condensed consolidated statement of profit or loss are as follows:

	31 December 2024 US\$000	31 December 2023 US\$000
Profit before income tax	92,508	69,613
Prima facie income tax expense at 30%	(27,752)	(20,884)
<i>Tax effect of items which (increase) / decrease tax expense:</i>		
Effect of tax rates in foreign jurisdictions	5,244	3,770
Non-deductible expenses	(281)	(847)
Net (under) over provision from prior years	550	-
Foreign income subject to US tax	(2,240)	(2,487)
Other	(837)	1,862
Actual income tax expense reported in the condensed consolidated statement of profit or loss and other comprehensive income	(25,316)	(18,586)

7 Net Debt

(a) Borrowings	31 December 2024 US\$000	30 June 2024 US\$000
Non-Current		
Bank borrowings – Unsecured	153,005	191,047
Guaranteed Senior Notes/ US Private Placement (USPP) – Unsecured	250,000	250,000
	403,005	441,047
Less: Transaction costs capitalised	(1,929)	(2,720)
Total borrowings	401,076	438,327

Reliance Worldwide Corporation Limited
Notes to the Condensed Consolidated Financial Statements
For the half year ended 31 December 2024

7 Net Debt (continue)

(b) Net Debt

At 31 December 2024	Facility Limit US\$000	Borrowings US\$000	Cash US\$000	Net cash/(debt) Balance US\$000
Syndicated Loan Facility (Tranche A1)	(217,500)	(112,005)	-	(112,005)
Syndicated Loan Facility (Tranche A2)	(217,500)	-	-	-
Syndicated Loan Facility (Tranche B)	(290,000)	(41,000)	-	(41,000)
Bilateral US Dollar Facility (Tranche A)	(45,000)	-	-	-
Bilateral US Dollar Facility (Tranche B)	(30,000)	-	-	-
Guaranteed Senior Notes/US Private Placement (USPP)	(250,000)	(250,000)	-	(250,000)
Cash and cash equivalents	-	-	22,454	22,454
Total	(1,050,000)	(403,005)	22,454	(380,551)

At 30 June 2024	Facility Limit US\$000	Borrowings US\$000	Cash US\$000	Net cash/(debt) Balance US\$000
Syndicated Loan Facility (Tranche A1)	(217,500)	(100,047)	-	(100,047)
Syndicated Loan Facility (Tranche A2)	(217,500)	-	-	-
Syndicated Loan Facility (Tranche B)	(290,000)	(86,000)	-	(86,000)
Bilateral US Dollar Facility (Tranche A)	(45,000)	-	-	-
Bilateral US Dollar Facility (Tranche B)	(30,000)	(5,000)	-	(5,000)
Guaranteed Senior Notes/US Private Placement (USPP)	(250,000)	(250,000)	-	(250,000)
Cash and cash equivalents	-	-	19,915	19,915
Total	(1,050,000)	(441,047)	19,915	(421,132)

The Group's weighted average debt maturity on the drawn down borrowings at 31 December 2024 was 6.2 years (30 June 2024: 6.3 years).

Reliance Worldwide Corporation Limited
Notes to the Condensed Consolidated Financial Statements
For the half year ended 31 December 2024

8 Goodwill and intangible assets

	31 December 2024 US\$000	30 June 2024 ¹ US\$000
<i>Carrying value</i>		
Goodwill	808,439	820,372
Identified intangible assets		
- Intellectual property, trade names, brand names and trademarks	231,517	233,383
- Product technology	12,250	12,837
- Customer relationships	65,596	70,201
- Licence fees, software and other	16,604	15,445
	325,967	331,866
	1,134,406	1,152,238

The Group assesses whether there are indicators that goodwill and other intangible assets have suffered any impairment at each reporting date and believes that no impairment charge is required for any significant asset or Cash Generating Unit in the half year ended 31 December 2024.

9 Share Capital

	Number of shares		Amount	
	31 December 2024 Number	30 June 2024 Number	31 December 2024 US\$	30 June 2024 US\$
<i>Ordinary shares</i>				
Opening balance	785,305,292	790,094,765	1,737,277,173	1,742,078,163
Shares bought back and cancelled ²	(5,133,304)	(4,789,473)	(10,528,963)	(9,500,573)
Treasury shares	-	-	1,093,883	4,699,583
Closing balance at	780,171,988	785,305,292	1,727,842,093	1,737,277,173

¹Prior year comparatives have been restated due to changes in provisional accounting for the Holman acquisition (refer note 3).

²On-market share buy-back undertaken as part of the Company's final distribution for the year ended 30 June 2024 of US5.0 cents per share comprising an unfranked cash dividend of US2.5 cents per share and undertaking of an on-market share buy-back for US\$20.0 million (equivalent to US2.5 cents per share).

Reliance Worldwide Corporation Limited
Notes to the Condensed Consolidated Financial Statements
For the half year ended 31 December 2024

10 Subsequent events

On 18 February 2025, the directors have resolved to declare a total distribution amount for the half year ended 31 December 2024 of 5.0 cents per share (\$39.0 million), comprising an unfranked interim cash dividend of 2.5 cents per share and the undertaking of an on-market share buy-back for \$19.5 million (equivalent in total to 2.5 cents per share). The dividend will be paid in Australian dollars at the rate of 3.9691 cents per share. The dividend will be paid to eligible shareholders on 4 April 2025. The record date for dividend entitlement is 7 March 2025. The Company does not have a dividend reinvestment plan.

The Directors are not aware of any other matter or circumstance that has occurred since the end of the financial period that have significantly affected or may significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in subsequent financial periods.

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Reliance Worldwide Corporation Limited
Directors' Declaration
For the half year ended 31 December 2024

In the opinion of the Directors of Reliance Worldwide Corporation Limited ("the Company"):

1. the condensed consolidated interim financial statements and notes that are set out on pages 5 to 20 are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Group's financial position as at 31 December 2024 and of its performance for the period from 1 July 2024 to 31 December 2024;
 - (ii) complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001;
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.

Signed in accordance with a resolution of the Directors.



Stuart Crosby
Chairman



Heath Sharp
Chief Executive Officer
and Managing Director

Melbourne
18 February 2025



Independent Auditor's Review Report

To the shareholders of Reliance Worldwide Corporation Limited

Report on the Interim Financial Report

Conclusion

We have reviewed the accompanying **Interim Financial Report** of Reliance Worldwide Corporation Limited.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the Interim Financial Report of Reliance Worldwide Corporation Limited does not comply 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 *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The **Interim Financial Report** comprises:

- Condensed consolidated statement of financial position as at 31 December 2024
- Condensed consolidated statement of profit or loss and other comprehensive income, Condensed consolidated statement of changes in equity and Condensed consolidated statement of cash flows for the half-year ended on that date
- Notes 1 to 10 including selected explanatory notes.
- The Directors' Declaration.

The **Group** comprises Reliance Worldwide Corporation Limited (the Company) and the entities it controlled at the half year's end or from time to time during the half-year.

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*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the 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 and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with these requirements.

Responsibilities of the Directors for the Interim Financial Report

The Directors of the Company are responsible for:

- the preparation of the Interim Financial Report that gives a true and fair view in accordance with *Australian Accounting Standards* and the *Corporations Act 2001*
- such internal control as the Directors determine is necessary to enable the preparation of the Interim Financial Report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Interim Financial Report

Our responsibility is to express a conclusion on the Interim Financial Report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the Interim Financial Report does not comply with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2024 and its performance for the half-year ended on that date, and complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an Interim Period 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.



KPMG



Vicky Carlson

Partner

Melbourne

18 February 2025