

# ATLAS

## PEARLS

### Appendix 4D

#### Half year report

#### RESULTS FOR ANNOUNCEMENT TO THE MARKET

Current reporting period: half-year ended 31 December 2024  
 Previous corresponding period: half-year ended 31 December 2023

<b>Consolidated financial results</b>	<b>% Change up/down</b>	<b>31 Dec 2024 \$</b>
Total revenue from ordinary activities	29% down to	19,133,938
Profit from ordinary activities after tax	38% down to	12,724,611
Net profit attributable to the owners of Atlas Pearls Ltd	22% down to	14,905,281
<b>Dividends</b>	<b>Amount per Security (cents)</b>	<b>Franked amount per security</b>
<b>This year</b>		
Interim dividend per ordinary share:	0.61	0%
Special dividend per ordinary share:	0.39	0%
Record date: 7 March 2025		
Payment date: 21 March 2025	1.00	0%
Special dividend per ordinary share:		
Record date: 13 September 2024	1.00	100%
Payment date: 27 September 2024		
<b>Previous corresponding period</b>		
Special dividend per ordinary share:	1.50	37%
Record date: 8 March 2024		
Payment date: 22 March 2024		
Special dividend per ordinary share:		
Record date: 5 September 2023	0.35	100%
Payment date: 26 September 2023		
<b>Net tangible assets (NTA) per security</b>	<b>31 Dec 2024 (cents)</b>	<b>31 Dec 2023 (cents)</b>
NTA per ordinary share	15.1	12.1
<b>Control gained or lost over entities during the financial year</b>		
No control gained or lost over entities during the period.		
<b>Commentary on the results</b>		
A detailed commentary on the results for the period is contained in the half-year financial report that accompanies this announcement.		
<b>Audit</b>		
This Appendix 4D is based on the attached half-year financial report which has been reviewed by the Group's auditors, BDO Audit Pty Ltd. A copy of BDO's unqualified review report can be found on page 18.		

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**ATLAS**  
PEARLS

# CORPORATE DIRECTORY

## DIRECTORS

José Martins | Independent Non-Executive Chairman

Timothy Martin | Non-Executive Director

Cadell Buss | Independent Non-Executive Director

## COMPANY SECRETARY

Susan Park | Company Secretary

## ASX CODE

ASX:ATP

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## PRINCIPAL PLACES OF BUSINESS

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## SHARE REGISTRY

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## AUDITOR

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# DIRECTORS' REPORT

Directors present their report on the consolidated entity consisting of Atlas Pearls Ltd and the entities it controlled at the end of, or during, the half-year ended 31 December 2024, referred to hereafter as, the Company, the Group, or Atlas Pearls.

## 1. Directors

The following were Directors of Atlas Pearls during the whole of the half-year and up to the date of this report, unless otherwise stated.

NAME	PERIOD OF DIRECTORSHIP
<b>GEOFFREY NEWMAN</b> , BEc (Hons), MBA, FCPA, FAICD Chairman	Chairman – 13/07/2022, Retired 31/12/2024
<b>JOSÉ MARTINS</b> , BAcc, MAICD Independent Non-Executive Director	Chairman – 01/01/2025 Director – 17/05/2023
<b>TIMOTHY MARTIN</b> , BA, MBA, GAICD Non-Executive Director	Director – 04/02/2013
<b>CADELL BUSS</b> , MBA, MPM, GAICD Independent Non-Executive Director	Director – 01/02/2018

## 2. Review of operations

### 2.1 REVIEW OF OPERATIONS

The Company remains committed to executing its ongoing growth strategy and driving innovation and continuous improvement, achieving a net profit before tax of \$16.3M for the half-year ended 31 December 2024 (31 December 2023: \$25.4M), which includes a fair value uplift in biological assets of \$7.0M.

This half-year has been a period of strong progress as Atlas Pearls advances its strategic initiatives and operational performance. We continue to redefine how we sell, our sales channels, and we continue to drive our safety agenda.

#### OPERATIONAL HIGHLIGHTS

##### Pearl production

The Company harvested 250k pearls during the period (31 December 2023: 257k pearls) in line with our expectations.

##### BUSINESS INITIATIVES

Atlas Pearls provides the following update on its ongoing initiatives and upgrades, having implemented several new strategies and begun enhancements across multiple areas in the business:

##### Genetics project

The first stage of the genetics project is complete, implementing a breeding matrix to maximise the diversity of our future shell populations. The second phase of genetics sampling and sequencing is currently underway, and we have commenced a genetic profile of oyster families that show, after ongoing analysis of production data, that they are more predisposed to higher than average mortalities, to avoid those with these markers in our future breeding programs.

##### Vessels

Construction of our new shell transfer and logistics vessel (the BCC) is well underway. Commissioning and handover of the BCC is scheduled for July 2026 and is currently on schedule and on budget. The BCC will allow us to transport 20% more oysters per shipment and houses an onboard oyster seeding technician's operations room, for onboard oyster seeding and harvesting, allowing us to develop new, more flexible operating models for oyster cultivation.

##### Data capture project

The data capture system is now fully embedded, and we have begun mining the data. This includes the recent integration of historical and current sales data, enabling a deeper analysis of pricing trends and market opportunities. With all operational data now centralised in a single database, we have partnered with an AI consulting firm to analyse our internal production data, cohort genetics, and external environmental data. By identifying correlations with pearl quality outcomes, we aim to better understand the key drivers of pearl production and quality. Additionally, combining external environmental data with our internal oyster cultivation IP will help identify the optimal locations for pearl farming, guiding our search for new farm sites.

##### Sumba land lease

As of the end of H1 FY24, we now have over 40k seeded shell at Sumba, with ongoing placements as we continue evaluating the site's potential for producing high-quality pearls. Our first harvests from Sumba are scheduled for October 2025. Additionally, several juvenile oyster trial lines have been installed, with stocking planned in the coming weeks. This will enable us to assess the site's suitability as an oyster nursery location, while also supporting the cultivation of oysters already seeded.

##### Capacity expansion

Over the half-year we have added capacity at our sites in North Bali, West Lembata and Sumba. The majority of capacity added relates to hatchery and nursery space to facilitate an increase in the number of oysters that can be seeded. As the increased numbers of shell progress through the system and are seeded, we will add capacity at other sites to hold these seeded shell for their final two years of cultivation until pearl harvest.

##### Environmental, social and governance (ESG) reporting

Over the past six months we have commenced tracking our sustainability profile from an environmental, social and governance perspective. This work will culminate in our first sustainability report being published at the full year. We will report against the GRI framework and are busy embedding the reporting processes and criteria into our business, with the assistance of our advisors, RSM. Specifically, we have commissioned environmental assessments at all of our sites, to be delivered over the coming year. These reports will provide a baseline to help us understand and improve our environmental impact.

##### Innovation

At the start of the FY24 year we introduced the role of Chief Innovation Officer as a member of the leadership team to focus on two main areas, i) how can we improve current processes through innovative procedures and materials; and ii) to assess opportunities to diversify our revenue streams through activities that utilise our existing core competencies in aquaculture, legal and corporate structures in Indonesia, existing water leases and supporting infrastructure. We are working on a number in initial concepts and will be expanding trials over the next 12 to 18 months.

##### PERFORMANCE METRICS

##### Production

Seeding targets have been consistently met. We have seeded 471k oysters year to date, compared to 403k in HY23. We have also partnered with a third party to grow out spat from our hatchery, supporting our ongoing expansion. New blocks are being introduced at select existing sites, including Sumba, while maintaining the use of our own genetic stock.

## Sales

The average selling price for the half-year ended 31 December 2024 was \$65/pearl, reflecting a decline compared to the same period last year at \$103/pearl. As noted in last year's report, H1 FY24 saw the highest prices in years, significantly boosting the Company's profit and cash results. While prices have since declined from that anomalous peak, the stability in pricing received in the last four Kobe auctions suggests that the market has now settled, with current prices remaining strong relative to historical averages. Our auction sales now include traditional auctions in Japan and low-grade auctions in Bali, with both events being offered to our customers worldwide online.

Reflecting our strategy to reduce reliance on auctions and maximise the value of each pearl sold, we have seen growth in the diversity of sales channels, strengthening our private sales, value-add/wholesale sales, and our retail channel. This includes the reopening of our three farm stores and the growth of our online Atlas retail sales. Additionally, we have begun upgrading our flagship retail showroom in North Bali, with completion expected by mid-March.

The number of loose pearls sold, from channels other than auction sales, increased from 7% of loose pearls sold in H1 FY24 to 13% in H1 FY25, with the percentage of revenue increasing from 15% of total revenue in H1 FY24 to 30% in H1 FY25. The average selling price achieved in these additional sales channels for the half-year ended 31 December 2024 was \$149/pearl compared to \$53/pearl from auctions.

## Pearl quality

The increases in quality that were previously indicated in the Company's November 2023 update have been maintained over the half. While there is still some variation harvest to harvest and the improvement is very gradual, we expect to see a continual gradual upward movement in quality.

## CORPORATE INITIATIVES

### Workshops

Regular workshops have facilitated discussions about the business, fostering new perspectives and opportunities for improvement.

### ERP Upgrade

The upgrade to our ageing ERP system has been completed, providing greater visibility across the business. This will allow Atlas Pearls to take full advantage of improved reporting capabilities, supported by the data capture project noted earlier. We are now concentrating on identifying tools and resources to maximise returns and optimising processes and reporting.

### Logistics and Procurement Review

Building on the success of the HR and Safety review we completed last year, which led to personnel and structural changes, we have begun a comprehensive review of our supply chain, logistics, and procurement functions in January 2025. The Company has grown steadily over the years, but certain business functions, including logistics and procurement that support our farms, have not scaled at the same rate. As a result, we have launched a project to first assess how our current processes work and then identify areas for improvement. We have engaged an external contractor to lead this project and we expect to review the findings and will begin implementing changes in FY26.

## OUTLOOK

In 2025, the focus will continue on enhancing HSE capabilities and capacity across the business, where we are investing in systems and capability. Strategic initiatives and projects aligned with the FY30 strategy, business improvements, growth, and innovation will continue to be executed. We will continue our program of sustainability / CSR projects with our stakeholders.

The current pricing stability and the associated positive financial results provide an opportunity to continue to execute our strategic initiatives and plans for the future, while maintaining our unwavering focus on delivering the finest South Sea Pearls at the lowest sustainably achievable production cost.

## 3. Financial result

The Group net profit before tax for the period ended 31 December 2024 is \$16.3M, compared to a \$25.4M in the prior comparative period. The operating revenue for the half-year was \$19M, a decrease of 25% over the same period last year.

To provide a better understanding of operating performance, Atlas Pearls has adopted the use of Normalised Earnings Before Interest, Tax, Depreciation, and Amortisation (Normalised EBITDA) as a more refined and effective metric for reporting comparative results. This approach offers a clearer and standardised perspective on our financial performance, facilitating a more insightful assessment of business performance.

	6 MONTHS ENDED 31 DEC 2024	6 MONTHS ENDED 31 DEC 2023
Pearls sold	284,071	254,655
Average \$/pearl	\$65	\$103
Total revenue from contracts with customers	19,133,938	26,849,838
Net profit after tax (NPAT)	12,724,611	20,409,700
Normalised earnings before interest, taxes, depreciation, and amortisation (Normalised EBITDA)	7,126,476	16,743,210

The adjustments from NPAT to arrive at reported Normalised EBITDA for the half-year are shown below:

	6 MONTHS ENDED 31 DEC 2024	6 MONTHS ENDED 31 DEC 2023
Net profit after tax	12,724,610	20,409,700
Tax expense/(benefit)	3,610,284	5,024,924
Interest (income)/expense	(198,111)	(65,320)
Depreciation and amortisation	155,201	126,099
Foreign exchange (gain)/loss	(1,215,910)	685,735
Agriculture standard revaluation (gain)/loss	(6,995,274)	(9,442,517)
Changes in inventory (farm costs)	1,334,701	-
Write down of pearls to net realisable value	630,853	-
Other non-operating (income)/expense	(250,476)	4,589
<b>NORMALISED EBITDA</b>	<b>7,126,476</b>	<b>16,743,210</b>

### 3.1 FINANCIAL POSITION

Cash reserves have increased to \$19.4M at 31 December 2024 (30 June 2024: \$17.6M).

Oyster asset values have increased to \$42.7M during the six months ended 31 December 2024 (30 June 2024: \$33.7M). The number of pearls on hand has decreased to 188,971 at 31 December 2024 from 224,141 at 30 June 2024 and consequently, the value has decreased to \$6.9M (30 June 2024: \$8.4M).

The Company's net tangible assets per share is 15.1 cents per share at 31 December 2024, which has increased from the position at 30 June 2024 of 12.8 cents per share. The number of shares on issue at 31 December 2024 is 438,742,581 (30 June 2024: 433,622,379), with new share issues attributable to the exercise of employee options.

## 4. Dividends

In line with the Company's Dividend Policy, and considering the EBITDA performance and cash position, the Board has approved an unfranked interim dividend of 0.61 cents per share. Additionally, an unfranked special dividend of 0.39 cents per share has been declared to the holders of fully paid ordinary shares in respect of the half-year ended 31 December 2024. The dividend has a record date of 7 March 2025, will be paid to shareholders on 21 March 2025, and the estimated dividend to be paid is \$4.4M.

## 5. Events occurring after the reporting period

Other than the payment of the interim dividend noted above, there have been no other significant events after balance date which require disclosure.

## 6. Rounding

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

## 7. Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 6. Signed in accordance with a resolution of the Directors.



**JOSÉ MARTINS**  
Chairman  
27 February 2025

## DECLARATION OF INDEPENDENCE BY JARRAD PRUE TO THE DIRECTORS OF ATLAS PEARLS LIMITED

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

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Atlas Pearls Limited and the entities it controlled during the period.



**Jarrad Prue**

**Director**

**BDO Audit Pty Ltd**

Perth

27 February 2025

# CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	NOTES	6 MONTHS ENDED 31 DEC 2024 \$	6 MONTHS ENDED 31 DEC 2023 \$
Revenue from contracts with customers	3	19,133,938	26,849,838
Farm costs and changes in inventory		(6,357,475)	(6,143,765)
Other income		221,100	169,493
Administration expenses	5	(3,568,793)	(3,702,910)
Finance costs		(22,989)	(19,405)
Marketing expenses		(332,262)	(223,807)
Change in fair value less husbandry costs of oysters	4	6,995,274	9,442,517
Write down of pearls to net realisable value		(630,853)	-
Other income/(expenses)		896,955	(937,337)
<b>PROFIT/(LOSS) BEFORE INCOME TAX</b>		<b>16,334,895</b>	<b>25,434,624</b>
Income tax benefit/(expense)	8	(3,610,284)	(5,024,924)
<b>PROFIT AFTER INCOME TAX FOR THE PERIOD</b>		<b>12,724,611</b>	<b>20,409,700</b>
<b>OTHER COMPREHENSIVE INCOME/(LOSSES)</b>			
Items that will be reclassified as profit or loss:			
Exchange differences on translation of foreign operations		2,180,670	(1,299,269)
<b>OTHER COMPREHENSIVE INCOME/(LOSSES) FOR THE PERIOD, NET OF TAX</b>		<b>2,180,670</b>	<b>(1,299,269)</b>
<b>TOTAL COMPREHENSIVE INCOME/(LOSSES) FOR THE PERIOD</b>		<b>14,905,281</b>	<b>19,110,431</b>
<b>PROFIT ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		<b>12,724,611</b>	<b>20,409,700</b>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>		<b>14,905,281</b>	<b>19,110,431</b>
Overall operations:			
<b>EARNINGS PER SHARE FOR PROFIT ATTRIBUTABLE TO THE ORDINARY EQUITY HOLDERS OF THE COMPANY</b>			
Basic earnings profit per share (cents)	6	2.91	4.80
Diluted earnings per share (cents)	6	2.89	4.62

The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

# CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	NOTES	31 DEC 2024 \$	30 JUN 2024 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		19,390,045	17,623,315
Trade and other receivables		2,592,971	870,517
Inventories	7	8,079,920	8,973,203
Biological assets	4	18,553,168	13,909,930
<b>TOTAL CURRENT ASSETS</b>		<b>48,616,104</b>	<b>41,376,965</b>
<b>NON-CURRENT ASSETS</b>			
Intangibles		564,899	-
Biological assets	4	24,196,619	20,077,639
Property, plant and equipment		8,304,562	7,062,086
Right-of-use assets		837,664	667,363
Deferred tax assets		621,721	669,071
Other non-current assets		803,102	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>35,328,567</b>	<b>28,476,159</b>
<b>TOTAL ASSETS</b>		<b>83,944,671</b>	<b>69,853,124</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		802,715	569,582
Provisions		3,138,796	3,590,969
Borrowings		272,416	-
Lease liabilities		132,024	69,210
Current tax liabilities		4,731,836	3,496,781
<b>TOTAL CURRENT LIABILITIES</b>		<b>9,077,787</b>	<b>7,726,542</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities		1,282	218,222
Deferred tax liabilities		8,246,024	6,354,104
Provisions		38,720	38,720
Other non-current liabilities		136,795	-
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>8,422,821</b>	<b>6,611,046</b>
<b>TOTAL LIABILITIES</b>		<b>17,500,608</b>	<b>14,337,588</b>
<b>NET ASSETS</b>		<b>66,444,063</b>	<b>55,515,536</b>
<b>EQUITY</b>			
Contributed equity	9	37,623,305	37,241,851
Reserves		(7,956,474)	(10,164,761)
Retained earnings/(accumulated losses)		36,777,232	28,438,446
<b>TOTAL EQUITY</b>		<b>66,444,063</b>	<b>55,515,536</b>

The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to the owners of Atlas Pearls					
	Contributed equity	Revaluation reverse	Employee share reserve	Foreign currency reserve	Retained earnings/(accumulated losses)	Total equity
	\$	\$	\$	\$	\$	\$
<b>BALANCES AT 1 JULY 2024</b>	<b>37,241,851</b>	<b>179,179</b>	<b>1,283,242</b>	<b>(11,627,182)</b>	<b>28,438,446</b>	<b>55,515,536</b>
<b>PROFIT FOR THE PERIOD</b>	-	-	-	-	12,724,611	12,724,611
Exchange differences on translation of foreign operations	-	-	-	2,180,670	-	2,180,670
<b>TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD</b>	-	-	-	2,180,670	12,724,611	14,905,281
Contributions of equity, net of transaction costs	381,454	-	-	-	-	381,454
Employee share scheme	-	-	27,617	-	-	27,617
Dividends paid	-	-	-	-	(4,385,825)	(4,385,825)
<b>BALANCE AT 31 DECEMBER 2024</b>	<b>37,623,305</b>	<b>179,179</b>	<b>1,310,859</b>	<b>(9,446,512)</b>	<b>36,777,232</b>	<b>66,444,063</b>
<b>BALANCES AT 1 JULY 2023</b>	<b>36,857,415</b>	<b>179,179</b>	<b>1,164,841</b>	<b>(9,088,702)</b>	<b>4,971,318</b>	<b>34,084,051</b>
<b>PROFIT FOR THE PERIOD</b>	-	-	-	-	20,409,700	20,409,700
Exchange differences on translation of foreign operations	-	-	-	(1,299,269)	-	(1,299,269)
<b>TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD</b>	-	-	-	(1,299,269)	20,409,700	19,110,431
Contributions of equity, net of transaction costs	65,913	-	-	-	-	65,913
Employee share scheme	-	-	31,383	-	-	31,383
Dividends paid	-	-	-	-	(1,497,552)	(1,497,552)
<b>BALANCE AT 31 DECEMBER 2023</b>	<b>36,923,328</b>	<b>179,179</b>	<b>1,196,224</b>	<b>(10,387,971)</b>	<b>23,883,466</b>	<b>51,794,226</b>

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

# CONSOLIDATED STATEMENT OF CASH FLOWS

	6 MONTHS ENDED 31 DEC 2024 \$	6 MONTHS ENDED 31 DEC 2023 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Proceeds from pearl and jewellery sales	19,030,927	26,451,378
Proceeds from pearl by-product sales	536,315	511,372
Payments to suppliers and employees	(13,819,394)	(11,917,752)
Income tax paid	(490,261)	(238,862)
Interest paid	(151)	(146)
Interest received	220,721	84,725
Net cash inflow from operating activities	5,478,157	14,890,715
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for property, plant and equipment	(2,563,757)	(1,011,099)
Proceeds from the sale of property, plant and equipment	468	-
Payments for the acquisition of intangible assets	(552,924)	-
Net cash outflow from investing activities	(3,116,213)	(1,011,099)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings	934,297	679,019
Repayment of borrowings	(679,835)	(439,087)
Repayment of the lease liabilities	(33,636)	(27,913)
Dividends paid	(4,385,825)	(1,497,552)
Proceeds from the issue of shares	375,335	65,914
Share issue expenses	(5,888)	-
Net cash outflow from financing activities	(3,795,552)	(1,219,619)
Net increase/(decrease) in cash and cash equivalents	(1,433,608)	12,659,997
Cash and cash equivalents at the beginning of the period	17,623,313	7,845,286
Effects of exchange rate changes on cash and cash equivalents	3,200,340	324,605
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD</b>	<b>19,390,045</b>	<b>20,829,888</b>

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

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

## 1. Basis of preparation

### 1.1 BASIS OF PREPARATION OF HALF-YEAR REPORT

These general-purpose financial statements for the interim half-year reporting period ended 31 December 2024 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general-purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

#### New or amended Accounting Standards and Interpretations adopted

The consolidated entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

### 1.2 MATERIAL ACCOUNTING ESTIMATES

The preparation of financial statements requires the use of certain critical accounting estimates. It also required management to exercise its judgment in the process of applying the Group's accounting policies. The Directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and the best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Group. Actual results may differ from these estimates under different assumptions and conditions and may materially affect financial results or the financial position reported in future periods.

The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statement are detailed below:

a) Determination of market value of biological assets - see note

## 2. Segment reporting

The Group has identified its operating segments based on internal reports that are reviewed and used by the Board of Directors and management team (the chief operating decision makers) in assessing performance and in determining the allocation of resources.

The operating segments are identified by management based on the location in which the product is sold, whether in Australia or Indonesia. Discrete financial information about each of these operating businesses is reported to the Board of Directors and management team on at least a monthly basis.

### 2.1 SEGMENT INFORMATION PROVIDED TO THE BOARD OF DIRECTORS AND MANAGEMENT TEAM

(i) The segment information provided to the Board of Directors and management team for the reportable segments for the period ended 31 December 2024 is as follows:

31 DECEMBER 2024	LOOSE PEARLS & BY PRODUCT		
	AUSTRALIA	INDONESIA	TOTAL
Total segment revenue	16,430,389	13,732,079	30,162,468
Inter-segment revenue	-	(11,028,530)	(11,028,530)
<b>REVENUE FROM EXTERNAL CUSTOMERS</b>	<b>16,430,389</b>	<b>2,703,549</b>	<b>19,133,938</b>
<b>TIMING OF REVENUE RECOGNITION</b>			
At a point in time	16,430,389	2,703,549	19,133,938
Over time	-	-	-
	<b>16,430,389</b>	<b>2,703,549</b>	<b>19,133,938</b>
<b>NORMALISED EBITDA</b>	<b>5,449,216</b>	<b>1,677,260</b>	<b>7,126,476</b>
<b>NET OPERATING PROFIT BEFORE INCOME TAX</b>	<b>5,336,586</b>	<b>10,998,309</b>	<b>16,334,895</b>
<b>TOTAL SEGMENT ASSETS</b>			
<b>31 DECEMBER 2024</b>	<b>16,177,352</b>	<b>67,145,598</b>	<b>83,322,950</b>
30 June 2024	18,262,322	50,921,731	69,184,053
<b>TOTAL SEGMENT LIABILITIES</b>			
<b>31 DECEMBER 2024</b>	<b>(850,427)</b>	<b>(3,266,598)</b>	<b>(4,117,025)</b>
30 June 2024	(903,860)	(3,295,410)	(4,199,270)

(II) The segment information provided to the Board of Directors and management team for the reportable segments for the period ended 31 December 2023 is as follows:

31 DECEMBER 2023	LOOSE PEARLS & BY PRODUCT		
	AUSTRALIA	INDONESIA	TOTAL
Total segment revenue	26,168,082	11,027,218	37,195,300
Inter-segment revenue	-	(10,345,462)	(10,345,462)
<b>REVENUE FROM EXTERNAL CUSTOMERS</b>	<b>26,168,082</b>	<b>681,756</b>	<b>26,849,838</b>
<b>TIMING OF REVENUE RECOGNITION</b>			
At a point in time	26,168,082	681,756	26,849,838
Over time	-	-	-
	<b>26,168,082</b>	<b>681,756</b>	<b>26,849,838</b>
<b>NORMALISED EBITDA</b>	<b>15,498,555</b>	<b>1,244,656</b>	<b>16,743,211</b>
<b>NET OPERATING PROFIT BEFORE INCOME TAX</b>	<b>15,495,855</b>	<b>1,181,988</b>	<b>16,677,843</b>
<b>TOTAL SEGMENT ASSETS</b>			
31 DECEMBER 2023	18,767,412	42,483,582	61,250,994
30 June 2023	7,651,584	31,616,644	39,268,228
<b>TOTAL SEGMENT LIABILITIES</b>			
31 DECEMBER 2023	(719,837)	(2,312,150)	(3,031,987)
30 June 2023	(628,574)	(3,145,171)	(3,773,745)

Revenues of \$5.9M are derived from two external customers individually representing more than 10% of revenue. At 31 December 2023, revenues of \$15.2M were derived from four external customers individually representing more than 10% of revenue. These revenues are attributed to the Australian segment.

## 2.2 OTHER SEGMENT INFORMATION

### (I) ADJUSTED NET OPERATING PROFIT

The Board of Directors and the management team review monthly the performance of each segment by analysing the segment's net operating profit before tax. A segment's net operating profit before tax excludes non-operating income and expenses such as interest paid and received, foreign exchange gains and losses whether realised or unrealised, fair value gains and losses and impairment charges.

A reconciliation of adjusted net operating profit before income tax is provided as follows:

	6 MONTHS ENDED 31 DEC 2024	6 MONTHS ENDED 31 DEC 2023
<b>NORMALISED EBITDA</b>	<b>7,126,476</b>	16,743,211
Interest income/(expense)	198,111	65,320
Depreciation and amortisation	(155,201)	(126,099)
Changes in fair value of biological and agricultural assets	6,995,274	9,442,517
Changes in valuation of inventory	1,334,701	-
Write down of pearls to net realisable value	(630,853)	-
Foreign exchange gains/(losses)	1,215,910	(685,736)
Other non-operating income/(expense)	250,477	(4,589)
<b>TOTAL PROFIT/(LOSS) BEFORE INCOME TAX FROM OPERATIONS</b>	<b>16,334,895</b>	25,434,624

### (II) SEGMENT ASSETS

Assets are allocated based on the operations of the segment and the physical location of the asset. Reportable segments' assets are reconciled to total assets as follows:

	30 JUN 2025 \$	30 JUN 2024 \$
<b>SEGMENT ASSETS</b>	<b>83,322,947</b>	69,184,053
Unallocated:		
Deferred tax assets	545,112	669,071
<b>TOTAL ASSETS AS PER THE STATEMENT OF FINANCIAL POSITION</b>	<b>83,868,059</b>	69,853,124

The total of non-current assets other than financial instruments and deferred tax assets located in Australia is \$167,495 (30 June 2024: \$203,491). The total located in Indonesia is \$25,790,706 (30 June 2024: \$28,846,630).

### (III) SEGMENT LIABILITIES

Liabilities are allocated based on the operations of the segment and the physical location of the asset. Reportable segments' liabilities are reconciled to total liabilities as follows:

	30 JUN 2025 \$	30 JUN 2024 \$
<b>SEGMENT LIABILITIES</b>	<b>4,117,025</b>	4,199,270
Unallocated:		
Current tax liabilities	4,731,836	3,496,782
Borrowings	272,416	-
Lease liabilities	133,306	287,432
Deferred tax liabilities	8,246,024	6,354,104
<b>TOTAL LIABILITIES AS PER THE STATEMENT OF FINANCIAL POSITION</b>	<b>17,500,608</b>	14,337,588

### 3. Revenue from contracts with customers

	6 MONTHS ENDING 31 DEC 2024 \$	6 MONTHS ENDING 31 DEC 2023 \$
<b>SALES REVENUE</b>		
Sale of goods	19,133,938	26,849,838
<b>TOTAL REVENUE FROM CONTRACTS WITH CUSTOMERS</b>	<b>19,133,938</b>	<b>26,849,838</b>

### 4. Biological assets

	31 DEC 2024 \$	30 JUN 2024 \$
<b>CURRENT</b>		
Oysters - at fair value	18,553,168	13,909,930
<b>TOTAL CURRENT BIOLOGICAL ASSETS</b>	<b>18,553,168</b>	<b>13,909,930</b>
<b>NON-CURRENT</b>		
Nuclei	246,526	303,323
Oysters – at fair value	23,950,093	19,774,316
<b>TOTAL NON-CURRENT BIOLOGICAL ASSETS</b>	<b>24,196,619</b>	<b>20,077,639</b>
<b>TOTAL BIOLOGICAL ASSETS</b>	<b>42,749,787</b>	<b>33,987,569</b>

During the six months ended 31 December 2024, no significant events occurred which impacted on oyster mortalities (31 December 2023: none).

#### MATERIAL ACCOUNTING POLICY

Agricultural assets include pearl oysters, both seeded and unseeded. Seeded oysters are measured at their fair value less estimated husbandry costs. The fair value of these biological assets is determined by using the present value of expected net cash flows from the oysters, discounted using a pre-tax market determined rate. The fair value of unseeded oysters is determined by reference to market prices for this type of asset in Indonesia. Changes in fair value less estimated husbandry costs of these assets are recognised in the consolidated statement of profit or loss and other comprehensive income in the period they arise.

#### MATERIAL JUDGEMENT

Fair value should reflect market participant views and market data at the measurement date under current market conditions. The valuation of oysters contains both observable and unobservable inputs. The Group carefully considered these inputs when assessing the fair value of oyster stocks. There is a fair value adjustment uplift of \$7M at 31 December 2024 (31 December 2023: \$9.4M) as a result of the oyster valuation review conducted.

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

- quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1)
- inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (level 2), and
- inputs for the asset or liability that are not based on observable market data (unobservable inputs) (level 3).

The finance and operations departments undertake the valuation of the oysters. The calculations are considered to be level 3 fair values as the significant inputs used in the model are not based on observable market data. The data is taken from internal management reporting work and work completed by the executive within the respective field teams to determine the material inputs in the model. The key inputs are confirmed with the relevant executives and agreed with the Board of Directors every six months.

The Group is exposed to financial risk in respect of its involvement in primary production, which consists of the breeding and rearing of oysters for the purpose of producing pearls. The primary financial risk associated with this activity occurs due to the length of time between the expenditure of cash in relation to the operation of the farm, the harvesting of the pearls, and realisation of cash receipts from the sale to third parties. The Group ensures that it maintains sufficient working capital to sustain its operations through any delays in cash flow that may be reasonably foreseen.

The following table presents the group's biological assets (excluding nuclei) measured and recognised at fair value at 31 December 2024 and 30 June 2024 on a recurring basis:

	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL \$
<b>31 DECEMBER 2024 ASSETS</b>				
Biological Assets	-	-	42,503,261	42,503,261
<b>TOTAL ASSETS</b>			<b>42,503,261</b>	<b>42,503,261</b>

	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL \$
<b>30 JUNE 2024 ASSETS</b>				
Biological Assets	-	-	33,684,246	33,684,246
<b>TOTAL ASSETS</b>			<b>33,684,246</b>	<b>33,684,246</b>

The following table presents the changes in level 3 Instruments for the half-year ended 31 December 2024:

	31 DEC 2024 \$	30 JUN 2024 \$
<b>Changes in fair value of oyster stock</b>		
<b>OPENING BALANCE AT 1 JULY</b>	<b>33,684,246</b>	20,256,722
Due to new stock	2,029,463	3,515,012
Due to mortalities	(2,744,520)	(3,979,979)
Due to ageing	6,979,912	9,374,354
Due to harvests	(5,937,006)	(8,877,180)
Due to price changes	8,491,166	13,395,317
<b>CLOSING BALANCE</b>	<b>42,503,261</b>	33,684,246

#### 4.1 KEY PRODUCTION ASSUMPTIONS

INPUT	31 DEC 2024	30 JUN 2024	31 DEC 2024 ASSUMPTIONS	30 JUN 2024 ASSUMPTIONS
Average selling price per pearl	\$55	\$52	Based on sales prices achieved over the prior three years.	Based on sales prices achieved over the prior three years.
USD exchange rate	US\$ 0.68	US\$ 0.72	Based on the forward USD price per a financial institution.	Based on the forward USD price per a financial institution.
Pearl quality scenario	Medium	Medium	Based on management assessment.	Based on management assessment.
Discount rate	20%	20%	No change to prior period.	No change to prior period.
Inflation rate	2.5%	2.5%	Based on Central Bank of Indonesia's target rate.	Based on Central Bank of Indonesia's target rate.
Mortality	12%	14%	Based on current harvest mortality rates.	Based on current harvest mortality rates.
Average unseeded oyster value	\$1.62	\$1.73	Based on historical independent valuation.	Based on historical independent valuation.
Costs to complete	\$0.88	\$0.86	Based on current average.	Based on current average.
Costs to sell	\$1.84	\$1.84	Based on current average.	Based on current average.

#### 4.2 SENSITIVITY ANALYSIS - OYSTERS

The following tables summarise the potential impact of changes in the key non-production related variables on the oyster valuation:

	PEARL QUALITY SCENARIO				
	Very Low	Low	Medium	High	Very High
<b>Discount rate</b>	<b>Profit \$</b>	<b>Profit \$</b>	<b>Profit \$</b>	<b>Profit \$</b>	<b>Profit \$</b>
22%	(7,394,688)	(2,441,587)	(719,889)	6,684,263	14,035,107
20%	(6,813,884)	(1,730,812)	-	7,571,676	15,053,962
18%	(6,209,481)	(1,022,250)	749,338	8,495,742	16,114,808

	PEARL QUALITY SCENARIO				
	Very Low	Low	Medium	High	Very High
<b>Pricing</b>	<b>Profit \$</b>	<b>Profit \$</b>	<b>Profit \$</b>	<b>Profit \$</b>	<b>Profit \$</b>
>10%	(1,728,775)	3,862,605	5,776,498	14,095,342	22,325,856
0%	(6,813,884)	(1,730,812)	-	7,574,676	15,053,962
<10%	(11,898,994)	(7,324,228)	(5,766,498)	1,048,011	7,782,068

	PEARL QUALITY SCENARIO				
	Very Low	Low	Medium	High	Very High
<b>FX Rate</b>	<b>Profit \$</b>	<b>Profit \$</b>	<b>Profit \$</b>	<b>Profit \$</b>	<b>Profit \$</b>
>10%	(1,728,775)	3,862,605	5,776,498	14,095,342	22,325,856
0%	(6,813,884)	(1,730,812)	-	7,574,676	15,053,962
<10%	(11,898,994)	(7,324,228)	(5,766,498)	1,048,011	7,782,068

## 5. Profit before income tax includes the following specific items

### 5.1 ADMINISTRATION EXPENSES FROM ORDINARY ACTIVITIES

	6 MONTHS ENDING 31 DEC 2024 \$	6 MONTHS ENDING 31 DEC 2023 \$
Salaries and wages	2,737,985	2,415,964
Occupancy costs	47,131	130,250
Compliance and accounting	305,362	222,746
Other	478,315	510,038
<b>TOTAL ADMINISTRATION EXPENSES</b>	<b>3,568,793</b>	<b>3,702,910</b>

## 6. Earnings per share

	6 MONTHS ENDING 31 DEC 2024 cents	6 MONTHS ENDING 31 DEC 2023 cents
Basic earnings/(loss) per share (cents)	2.91	4.80
Diluted earnings per share (cents)	2.89	4.62

### 6.1 EARNINGS RECONCILIATION

	6 MONTHS ENDING 31 DEC 2024 \$	6 MONTHS ENDING 31 DEC 2023 \$
Net profit for basic earnings	12,724,611	20,409,700

	6 MONTHS ENDING 31 DEC 2024 No.	6 MONTHS ENDING 31 DEC 2023 No.
Weighted average number of ordinary shares outstanding during the period used for calculation of basic earnings per share	437,458,884	424,898,416
Adjustments for calculation of diluted earnings per share	3,500,000	17,159,449
<b>Weighted average number of potential ordinary shares outstanding during the period used for calculation of diluted earnings per share</b>	<b>440,958,884</b>	<b>442,057,865</b>

Diluted earnings per share is calculated after taking into consideration all options and any other securities that were on issue that remain unconverted at 31 December 2024 as potential ordinary shares, which may have a dilutive effect on the profit of the Group. Ordinary shares issued to employees under the Atlas Pearls Ltd Employee Share and Incentive Plan are considered to be potential ordinary shares and have been included in the determination of diluted earnings per share to the extent that they are dilutive.

## 7. Inventories

	31 DEC 2024 \$	30 JUN 2024 \$
<b>CURRENT</b>		
Pearls	6,903,421	8,432,183
Jewellery	879,586	541,020
Mother of Pearl	115,137	-
Fuel	181,777	-
<b>TOTAL CURRENT INVENTORY</b>	<b>8,079,920</b>	<b>8,973,203</b>

A reconciliation of movements in pearl inventory:

	31 DEC 2024 \$	30 JUN 2024 \$
Carrying amount at beginning of the year	8,432,184	3,017,706
Harvest of new pearls	9,973,720	22,755,398
Deemed cost of pearls sold	(10,871,630)	(17,340,920)
Write down of pearls to net realisable value	(630,853)	-
<b>CARRYING AMOUNT AT END OF PERIOD</b>	<b>6,903,421</b>	<b>8,432,184</b>

Changes in inventory recognised within farm costs in the Statement of Comprehensive Income during the year ended 31 December 2024 amounted to -\$1.3M (December 2023: nil).

### MATERIAL ACCOUNTING POLICY

Agricultural produce is defined as the harvested produce of biological assets, which includes pearls. Agricultural produce is measured at its fair value less costs to sell at the point of harvest. Such measurement is the cost at that date when applying AASB 102 Inventories.

A gain or loss arising on initial recognition of agricultural produce at fair value less costs to sell are included the profit or loss for the period in which it arises.

At each reporting date, agriculture produce is valued at the lower of cost and net realisable value.

### MATERIAL JUDGEMENT

**Pearls:** Pearl inventory is held at cost and value assessed based on the fair value of pearls at the time of harvest. At each reporting date, pearl inventory is reviewed to ensure it is valued at the lower of cost and net realisable value. At 31 December 2024, a write off of pearl stocks has been recorded of \$630,853 to bring the value in line with the assessed net realisable value (31 December 2023: \$nil).

**Jewellery, Mother of Pearl, and Fuel:** Quantities on hand at the period end are valued at the lower of cost and net realisable value.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs necessary to make the sale.

## 8. Tax

### 8.1 INCOME TAX EXPENSE

	6 MONTHS ENDING 31 DEC 2024 \$	6 MONTHS ENDING 31 DEC 2023 \$
<b>(A) THE COMPONENTS OF TAX EXPENSE/ (BENEFIT) COMPRISE:</b>		
Current tax	1,989,237	2,743,742
Deferred tax	1,939,271	2,471,773
Prior period (over) provision	(318,224)	(190,590)
<b>INCOME TAX EXPENSE</b>	<b>3,610,284</b>	<b>5,024,924</b>
<b>(B) DEFERRED INCOME TAX (REVENUE) EXPENSE INCLUDED IN INCOME TAX EXPENSE COMPRISES:</b>		
Decrease/(increase) in deferred tax assets (excluding tax losses)	47,350	(906,408)
Decrease/(increase) in opening balances	-	177,296
(Decrease)/increase in deferred tax liabilities	1,891,921	3,200,885
<b>DEFERRED TAX EXPENSE/(BENEFIT)</b>	<b>1,939,271</b>	<b>2,471,773</b>
<b>(C) NUMERICAL RECONCILIATION OF INCOME TAX EXPENSE TO PRIMA FACIE TAX PAYABLE:</b>		
Profit/(loss) before income tax expense	16,334,895	25,434,624
Tax at the Australian tax rate of 25% (31 December 2023: 25%)	4,083,724	(7,630,387)
Utilisation of tax losses not previously recognised	(318,222)	(2,162,339)
Tax effect of amounts which are not deductible in calculating taxable income	(155,218)	(443,123)
<b>INCOME TAX EXPENSE/(BENEFIT)</b>	<b>3,610,284</b>	<b>5,024,924</b>

## 9. Contributed equity

	31 DEC 2024 No.	30 JUN 2024 No.	31 DEC 2024 \$	30 JUN 2024 \$
Issued and fully paid-up capital	438,742,581	433,622,379	37,623,305	37,241,851
<b>ORDINARY SHARES</b>				
Balance at beginning of period	433,622,379	427,871,758	37,241,851	36,857,415
Shares issued	5,120,202	5,750,621	381,454	384,436
<b>BALANCE AT END OF PERIOD</b>	<b>438,742,581</b>	<b>433,622,379</b>	<b>37,623,305</b>	<b>37,241,851</b>
<b>TREASURY SHARES</b>				
Balance at beginning of period	3,062,138	3,062,138		
Shares released	-	-		
<b>BALANCE AT END OF PERIOD</b>	<b>3,062,138</b>	<b>3,062,138</b>		

Treasury shares are shares in Atlas Pearls that are held by the Atlas Pearls Ltd Executive Share Plan Trust for the purpose of issuing shares under the Atlas South Sea Pearl Employee Share Plan. No treasury shares were issued during the half-year ended 31 December 2024 (31 December 2023: Nil / June 2024: Nil).

## 10. Contingencies and Commitments

There have been no changes to contingencies or commitments from those disclosed in June 2024.

## 11. Related party transactions

Mr José Martins, who previously served as an Independent Non-Executive Director, was appointed as Chairman of the Board effective 1 January 2025. Mr Martins remuneration increased from \$65,000 per annum to \$90,000 per annum (exclusive of superannuation) on his appointment. All transactions with Mr Martins were made on normal commercial terms and conditions.

There have been no new related party transactions.

## 12. Dividends

During the half-year, the Company made the following dividend payments:

	6 MONTHS ENDING 31 DEC 2024		6 MONTHS ENDING 31 DEC 2023	
	Cents per share	\$	Cents per share	\$
<b>FULLY PAID ORDINARY SHARES</b>				
Special dividend	1.00	4,385,825	0.35	1,497,552

In line with the Company's Dividend Policy, and considering the EBITDA performance and cash position, the Board has approved an unfranked interim dividend of 0.61 cents per share. Additionally, an unfranked special dividend of 0.39 cents per share has been declared to the holders of fully paid ordinary shares in respect of the half-year ended 31 December 2024. The dividend has a record date of 7 March 2025, will be paid to shareholders on 21 March 2025, and the estimated dividend to be paid is \$4.4M.

This dividend has not been included as a liability in these financial statements.

## 13. Events occurring after the reporting period

Other than the payment of the interim dividend disclosed in note 12, there have been no other significant events after balance date which require disclosure.

# DIRECTORS' DECLARATION

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The Directors of the Company declare that:

- a) the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- b) the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; and
- c) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors:



**JOSÉ MARTINS**

Chairman  
Perth, Western Australia  
27 February 2025

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Atlas Pearls Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the half-year financial report of Atlas Pearls Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, material accounting policy information and other explanatory information, 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 the Group does not comply 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 financial performance for the half-year ended on that date; and
- ii. 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*. 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 Company 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 the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

#### Responsibility of the directors for the financial report

The directors of the Company 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 gives a true and fair view and is free from material misstatement, whether due to fraud or error.



### Auditor's responsibility for the review of the 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 its financial 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.

**BDO Audit Pty Ltd**

BDO

A handwritten signature in black ink that reads 'J Prue'.

**Jarrad Prue**

**Director**

Perth, 27 February 2025

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# ATLAS

PEARLS

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## FARM SITES

EAST JAVA, Banyu Biru

NORTH BALI, Penyabangan

FLORES, Labuan Bajo, Pungu Island

EAST NUSA TENGGARA, West Lembata

EAST NUSA TENGGARA, Lembata Bay

EAST NUSA TENGGARA, Alor Bay

RAJA AMPAT, Alyui Bay

EAST NUSA TENGGARA, Sumba