

GRAINCORP LIMITED
APPENDIX 4D
FOR THE HALF-YEAR ENDED 31 MARCH 2025
GrainCorp Limited

ABN 60 057 186 035

Level 20, Tower 2, International Towers

200 Barangaroo Avenue

Sydney NSW 2000 Australia

t +61 2 9325 9100

f +61 2 9325 9180

graincorp.com.au

Results for announcement to the market				
	Up / Down	% Movement		2025 \$ M
Revenue from ordinary activities	Up	21.0%	to	4,092.2
Profit from ordinary activities after tax attributable to owners of GrainCorp Limited	Up	17.1%	to	58.1
Net profit for the period attributable to owners of GrainCorp Limited	Up	17.1%	to	58.1

Dividend Information	Amount per security (cents)	Franked amount per security at 30% tax (cents)
Final fully franked dividend per share (paid 12 December 2024)	14.0	14.0
Final special franked dividend per share (paid 12 December 2024)	10.0	10.0
Interim ordinary dividend per share	14.0	14.0
Interim special dividend per share	10.0	10.0
Interim dividend dates		
Record date for determining entitlements to the interim dividend		3 July 2025
Payment date for interim dividend		17 July 2025

Additional information

Net tangible assets per share: \$6.06 (30 September 2024: \$5.94).

The following were the interests in joint ventures held by the entity during the half-year. The aggregate share of loss from joint ventures is \$11.1 million (31 March 2024: loss \$7.7 million).

	Ownership interest	
	31 March 2025	30 September 2024
GrainsConnect Canada Operations Inc	50.0%	50.0%
National Grower Register Pty Ltd	50.0%	50.0%
FutureFeed Pty Ltd	22.1%	22.1%
GRO Agriculture Pty Limited	50.0%	50.0%
Hone Corporation Pty Limited	14.2%	14.2%

Additional Appendix 4D disclosure requirements can be found in the attached Financial Report for the half-year ended 31 March 2025.

This report is based on the consolidated financial statements and notes which have been reviewed by PricewaterhouseCoopers.

Further information regarding the GrainCorp and its business activities can be obtained by visiting the website at www.graincorp.com.au.

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GrainCorp Limited

Level 20, Tower 2, International Towers
 200 Barangaroo Avenue
 Sydney NSW 2000
 t: 02 9325 9100
 f: 02 9325 9180
 ABN 60 057 186 035

graincorp.com.au

Directors' Report

The Directors present their report on the consolidated entity (collectively the Group) consisting of GrainCorp Limited (Grain Corp or the Company) and the entities it controlled at the end of, or during, the half-year ended 31 March 2025.

Directors

The following persons were Directors of GrainCorp during the half-year and up to the date of this report:

- P I Richards (Chairman)
- R J Spurway (Managing Director & CEO)
- N E Anderson (retired 13 February 2025)
- K M Grigg
- P J Knoblanche
- J S Maher
- C M Stiff

Review of operations

Group Financial Analysis and Commentary

The Group recorded a net profit after tax (NPAT) of \$58.1 million for the half-year ended 31 March 2025 compared to a net profit after tax of \$49.6 million for the previous corresponding half-year.

Revenue increased by 21% to \$4,092.2 million (1H24: \$3,382.9 million).

The core cash/(debt)¹ position at 31 March 2025 is \$296.4 million (FY24: \$337.1 million).

GrainCorp's Board of Directors has declared a total interim dividend of 24 cents per share (cps), comprising:

- an interim ordinary dividend of 14cps, fully franked (1H24 interim ordinary dividend: 14cps); and
- an interim special dividend of 10cps, fully franked (1H24 interim special dividend: 10cps)

The Board has also resolved to increase the current on-market share buy-back to a maximum of \$75 million, from \$50 million.

Agribusiness

East Coast Australia (ECA)

- ECA production² of 33.8mmt in 2024-25, reflecting an increase on 2023-24 production. Above average production in Queensland and New South Wales in contrast to Victoria, where ABARES reported the lowest production since 2018-19
- The business capitalised on opportunities across several commodities including chickpea and canola seed exports
- 1H25 Bulk materials contribution margin 12% higher year-on-year
- Capital investment in up-country infrastructure to strengthen our grains supply chain and improve efficiency
- Result includes an earnings impact of (\$42m) under the Crop Production Contract (CPC), which includes a (\$58m) cash payment³

¹ Core cash/(debt) refers to net debt less commodity inventory.

² ECA Production' represents the total ECA winter + ECA sorghum production. Estimates are as per the ABARES March 2025 Crop Report for the 2023/24 and 2024/25 seasons

³ Total CPC earnings 1H25 impact: (\$42m) comprising of (\$58m) cash payment, (\$6m) premium and \$22m fair value movement

Million metric tonnes (mmt)	1H25	1H24
ECA production (total winter + sorghum)	33.8	26.0
Carry-in	2.5	3.9
Receivals ⁴	12.2	8.8
Total supply	14.7	12.7
Domestic outload	2.6	2.7
Exports ⁵	3.2	2.6
Carry-out	9.0	7.4
Total grain handled⁶	29.5	25.4
Total contracted grain sales - ECA	3.6	2.9
Bulk materials (non-grain) handled	1.2	1.2

International

- Year-on-year improvement in contracted grain sales offset by lower margins
- Strong Western Australia winter crop production
- Margins negatively impacted by strong global production, which provides increased competition to Western Australian grain
- GrainsConnect Canada – export volume and margin environment remains challenging; 1H25 earnings of (\$10m) compared to (\$7m) in 1H24.

Million metric tonnes (mmt)	1H25	1H24
Contracted grain sales – ECA	3.6	2.9
Contracted grain sales – International	2.0	1.8
Contracted grain sales	5.6	4.7

Nutrition & Energy

Human Nutrition

- First half crush volumes of 283kmt, compared to 282kmt last year
- Crush margins impacted by smaller ECA canola crop, particularly in Victoria, and lower global vegetable oil demand
- Increase in edible oils sales volumes due to improving domestic demand
- Transitioned New Zealand processing volumes from East Tamaki in New Zealand to West Footscray in Melbourne following cessation of manufacturing

Animal Nutrition

- 1H25 sales volumes of 370kmt includes contribution from XFA of 118kmt. Excluding XFA, 1H25 sales volumes were 16% higher than 1H24
- Increase in New Zealand feeds sales volumes as a result of dry conditions on North Island and record farmgate milk price driving demand from dairy sector

⁴ Receivals comprises total tonnes received up-country + direct-to-port

⁵ Exports comprise bulk and container exports of grain and oilseeds

⁶ Total grain handled includes GrainCorp carry-in + receivals + imports + domestic outload + exports + GrainCorp carry-out

Agri-energy

- Agri-energy volumes remain strong, supported by high domestic slaughter rate
- Global renewable fuel feedstock demand impacted by US biofuel policy uncertainty

Processing volumes (kmt)	1H25	1H24
Edible oil crush volumes	283	282
Edible oil sales volumes	109	96
Animal nutrition sales volumes	370	218
Agri-energy sales volumes	180	189

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.

Rounding of amounts

All figures in the financial statements are presented in Australian dollars and have been rounded off to the nearest hundred thousand dollars, or in certain cases, to the nearest thousand dollars in accordance with ASIC Corporations (Rounding in Financial/Director's Reports) Instrument 2016/191, unless otherwise indicated.

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



Peter Richards

Chairman

Sydney

15 May 2025



Auditor's Independence Declaration

As lead auditor for the review of GrainCorp Limited for the half-year ended 31 March 2025, I declare that to the best of my knowledge and belief, there have been:

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

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

A handwritten signature in black ink, appearing to read 'EPenny'.

Eliza Penny
Partner
PricewaterhouseCoopers

Sydney
15 May 2025

PricewaterhouseCoopers, ABN 52 780 433 757
One International Towers Sydney, Watermans Quay,
BARANGAROO, GPO BOX 2650, SYDNEY NSW 2001
T: +61 2 8266 0000, F: +61 2 8266 9999, www.pwc.com.au
Level 11, 1PSQ, 169 Macquarie Street, PARRAMATTA NSW 2150,
PO Box 1155 PARRAMATTA NSW 2124
T: +61 2 9659 2476, F: +61 2 8266 9999, www.pwc.com.au

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Half-Year Financial Report

Consolidated Income Statement

For the half-year ended 31 March 2025

	Note	Half-year	
		31 March 2025	31 March 2024
		\$ M	\$ M
Revenue	1.1	4,092.2	3,382.9
Other (loss) / income	1.2	(13.4)	76.4
Goods purchased for resale		(2,870.1)	(2,428.7)
Raw materials and consumables used		(667.6)	(568.5)
Employee benefits expense	1.3	(230.8)	(196.1)
Finance costs		(48.1)	(40.9)
Depreciation and amortisation		(60.6)	(59.0)
Repairs and maintenance		(25.4)	(18.9)
Other expenses	1.3	(77.5)	(71.1)
Share of results of investments accounted for using the equity method		(11.1)	(7.7)
Profit before income tax		87.6	68.4
Income tax expense	1.4	(29.5)	(18.8)
Profit after tax		58.1	49.6

	Half-year	
	31 March 2025	31 March 2024
	Cents	Cents
Earnings per share attributable to owners of GrainCorp Limited		
Basic earnings per share	26.2	22.1
Diluted earnings per share	26.1	22.0

The above Consolidated Income Statement should be read in conjunction with the accompanying notes.

Consolidated Statement of Comprehensive Income

For the half-year ended 31 March 2025

	Half-year	
	31 March 2025	31 March 2024
	\$ M	\$ M
Profit for the period	58.1	49.6
Other comprehensive income		
<i>Items that may be reclassified to profit and loss:</i>		
Changes in fair value of cash flow hedges	1.4	(2.5)
Income tax relating to these items	(0.4)	0.8
Exchange differences on translation of foreign operations	4.2	(0.9)
Other comprehensive income / (loss) for the period, net of tax	5.2	(2.6)
Total comprehensive income for the period, net of tax	63.3	47.0

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

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Consolidated Statement of Financial Position

As at 31 March 2025

	Note	31 March 2025 \$ M	30 September 2024 \$ M
Current assets			
Cash and cash equivalents		328.4	596.5
Trade and other receivables		850.3	622.5
Inventories	3.1	1,689.9	535.2
Derivative financial instruments	2.3	101.2	76.8
Current tax assets		12.2	2.3
Total current assets		2,982.0	1,833.3
Non-current assets			
Derivative financial instruments	2.3	3.7	0.1
Investments in other entities	2.3	19.3	15.9
Deferred tax assets		61.5	75.4
Property, plant and equipment		620.7	626.5
Lease assets		193.7	194.7
Intangible assets		107.0	113.1
Investments accounted for using the equity method		36.4	45.9
Total non-current assets		1,042.3	1,071.6
Total assets		4,024.3	2,904.9
Current liabilities			
Trade and other payables	3.2	475.2	260.2
Lease liabilities		43.9	42.4
Deferred revenue		19.9	12.0
Borrowings	2.1	1,468.8	545.9
Derivative financial instruments	2.3	68.8	65.6
Current tax liabilities		1.9	16.1
Provisions		79.3	75.6
Total current liabilities		2,157.8	1,017.8
Non-current liabilities			
Trade and other payables	3.2	8.4	8.8
Lease liabilities		197.1	201.7
Borrowings	2.1	150.0	150.0
Derivative financial instruments	2.3	-	18.3
Deferred tax liabilities		-	0.1
Provisions		5.3	5.5
Total non-current liabilities		360.8	384.4
Total liabilities		2,518.6	1,402.2
Net assets		1,505.7	1,502.7
Equity			
Contributed equity		497.2	500.9
Reserves		18.3	16.5
Retained earnings		990.2	985.3
Total equity		1,505.7	1,502.7

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

Consolidated Statement of Changes in Equity

For the half-year ended 31 March 2025

	Hedging reserve	Capital reserve	Share option reserve	Translation reserve	Total reserves	Contributed equity	Retained earnings	Total equity
	\$ M	\$ M	\$ M	\$ M	\$ M	\$ M	\$ M	\$ M
At 1 October 2023	2.3	8.3	1.6	8.3	20.5	527.1	1,044.2	1,591.8
Profit for the period	-	-	-	-	-	-	49.6	49.6
Other comprehensive income:								
Exchange differences on translation of foreign operations	-	-	-	(0.9)	(0.9)	-	-	(0.9)
Changes in fair value of cash flow hedges	(2.5)	-	-	-	(2.5)	-	-	(2.5)
Deferred tax benefit	0.8	-	-	-	0.8	-	-	0.8
Total other comprehensive income	(1.7)	-	-	(0.9)	(2.6)	-	-	(2.6)
Total comprehensive income for the period	(1.7)	-	-	(0.9)	(2.6)	-	49.6	47.0
Transactions with owners:								
Dividends paid on ordinary shares	-	-	-	-	-	-	(67.3)	(67.3)
Dividends paid on treasury shares	-	-	-	-	-	-	0.1	0.1
Share-based payments	-	-	1.6	-	1.6	-	-	1.6
Treasury shares vested to employees	-	-	(5.9)	-	(5.9)	5.9	-	-
At 31 March 2024	0.6	8.3	(2.7)	7.4	13.6	533.0	1,026.6	1,573.2
At 1 October 2024	(0.7)	8.3	4.2	4.7	16.5	500.9	985.3	1,502.7
Profit for the period	-	-	-	-	-	-	58.1	58.1
Other comprehensive income:								
Exchange differences on translation of foreign operations	-	-	-	4.2	4.2	-	-	4.2
Changes in fair value of cash flow hedges	1.4	-	-	-	1.4	-	-	1.4
Deferred tax (expense)	(0.4)	-	-	-	(0.4)	-	-	(0.4)
Total other comprehensive income	1.0	-	-	4.2	5.2	-	-	5.2
Total comprehensive income for the period	1.0	-	-	4.2	5.2	-	58.1	63.3
Transactions with owners:								
Dividends paid on ordinary shares	-	-	-	-	-	-	(53.2)	(53.2)
Share buy-back	-	-	-	-	-	(8.3)	-	(8.3)
Share-based payments	-	-	1.2	-	1.2	-	-	1.2
Treasury shares vested to employees	-	-	(4.6)	-	(4.6)	4.6	-	-
At 31 March 2025	0.3	8.3	0.8	8.9	18.3	497.2	990.2	1,505.7

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

Consolidated Statement of Cash Flows

For the half-year ended 31 March 2025

	Note	Half-year	
		31 March 2025 \$ M	31 March 2024 \$ M
Cash flows from operating activities			
Receipts from customers		4,367.3	3,713.3
Payments to suppliers and employees		(4,148.2)	(3,425.0)
		219.1	288.3
Proceeds from bank loans – inventory funding		988.9	296.2
Payment for commodity inventories		(1,150.3)	(538.3)
Interest received		9.8	14.2
Interest paid		(48.1)	(40.9)
Income taxes paid		(41.4)	(84.6)
Net outflow from crop production contract		(64.1)	(58.4)
Net cashflows from operating activities		(86.1)	(123.5)
Cash flows from investing activities			
Payments for property, plant and equipment and computer software		(27.1)	(10.9)
Proceeds from sale of property, plant and equipment		0.1	0.7
Proceeds from sale of investments		-	127.1
Payments for investments		(3.4)	(0.7)
Net cashflows from investing activities		(30.4)	116.2
Cash flows from financing activities			
Proceeds from borrowings		1,340.9	517.7
Repayment of borrowings		(1,407.6)	(515.8)
Principal elements of lease payments		(23.4)	(21.6)
Dividends paid	2.2	(53.2)	(67.3)
Payments for share buy-back		(8.3)	-
Net cashflows from financing activities		(151.6)	(87.0)
Net decrease in cash and cash equivalents		(268.1)	(94.3)
Cash and cash equivalents at the beginning of the year		596.5	609.2
Cash and cash equivalents at the end of the period		328.4	514.9

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

Notes to the Financial Statements

For the half-year ended 31 March 2025

About this report

The Financial Report includes Consolidated Financial Statements for GrainCorp Limited (GrainCorp or the Company) and its controlled entities (collectively the Group). GrainCorp Limited is a company incorporated and domiciled in Australia, limited by shares which are publicly traded on the Australian Securities Exchange. GrainCorp is a for-profit company for the purposes of preparing the Consolidated Financial Statements.

The GrainCorp Limited financial report for the half-year ended 31 March 2025 was authorised for issue in accordance with a resolution of the Directors on 15 May 2025. The Directors have the power to amend and reissue the Financial Report.

a) Basis of preparation

This general purpose financial report for the half-year ended:

- i. has been prepared in accordance with the Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*
- ii. does not include all of the information required for an Annual Report, and should be read in conjunction with the Annual Report of the Group as at 30 September 2024 and any public announcements made by GrainCorp Limited during the half-year in accordance with continuous disclosure obligations arising under the *Corporations Act 2001* and ASX Listing Rules
- iii. is presented under the historical cost basis apart from derivative financial instruments, commodity inventories and investments which are measured at fair value
- iv. presents reclassified comparative information where necessary to conform to changes in the current year; and
- v. does not early adopt any Australian Accounting Standards and Interpretations that have been issued or amended but are not yet effective.

The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the 30 September 2024 Annual Report. These accounting policies are consistent with the respective Australian Accounting Standards.

1. Group Performance

This section of the Financial Report focuses on disclosures most relevant to understanding the financial performance of the Group during the half-year. Segment reporting provides a breakdown of profit and revenue by operational activity. The key line items of the Consolidated Income Statement along with their components provide detail behind the reported balances. Group performance also impacts earnings per share.

1.1 Segment information

a) Description of segments

The Group is organised into two segments that are based on the operational activity of each segment. These segments are consistent with internal reports that are reviewed and used by the Group's chief operating decision maker, the Managing Director & Chief Executive Officer, in assessing performance and determining the allocation of resources

Operating Segment	Products and Services
Agribusiness	A leading Australian end-to-end grain and oilseed supply chain business with diversified international grain and oilseed origination and destination capabilities. The key commodities and products handled and traded by this segment include wheat, coarse grains (including barley, sorghum and corn), oilseeds, pulses and organics.
Nutrition & Energy	A vertically integrated business comprising of oilseed crushing as well as origination, processing, manufacturing, distribution and trading of vegetable oils, animal fats and used cooking oils to supply products to food, feed and renewable fuel customers with a strong and well-invested footprint across both Australia and New Zealand.

Corporate includes unallocated corporate costs associated with centralised management and governance as well as group financing costs. Segment performance is based on a measure of underlying EBITDA. Underlying EBITDA is a non-IFRS measure representing earnings before interest, tax, depreciation and amortisation.

b) Performance of segments

Half-year 2025	Agribusiness \$ M	Nutrition & Energy \$ M	Reportable segments \$ M	Corporate \$ M	Eliminations \$ M	Total \$ M
Reportable segment revenue						
External revenue	3,090.4	1,001.8	4,092.2	-	-	4,092.2
Intersegment revenue	321.6	1.0	322.6	-	(322.6)	-
Total reportable segment revenue	3,412.0	1,002.8	4,414.8	-	(322.6)	4,092.2
Reportable segment result	150.8	74.5	225.3	(12.5)	-	212.8
Share of results of investments accounted for using the equity method	(9.7)	-	(9.7)	(1.4)	-	(11.1)
Underlying EBITDA	141.1	74.5	215.6	(13.9)	-	201.7
Business transformation costs	-	-	-	(15.2)	-	(15.2)
Lease interest	(2.3)	(1.7)	(4.0)	(0.7)	-	(4.7)
Net interest	(31.8)	(5.0)	(36.8)	3.2	-	(33.6)
Depreciation and amortisation	(37.3)	(20.3)	(57.6)	(3.0)	-	(60.6)
Profit before income tax	69.7	47.5	117.2	(29.6)	-	87.6
Other segment information						
Capital expenditure	15.6	6.8	22.4	4.7	-	27.1
Reportable segment assets	2,540.9	1,031.6	3,572.5	451.8	-	4,024.3
Reportable segment liabilities	(1,875.8)	(475.0)	(2,350.8)	(167.8)	-	(2,518.6)

1.1 Segment information (continued)

Half-year 2025	Agribusiness \$ M	Nutrition & Energy \$ M	Total \$ M
Reportable segment revenue			
Sale of commodities	2,874.3	375.4	3,249.7
Sale of finished goods	-	620.6	620.6
Service and other revenue	207.0	5.8	212.8
Rental income	9.1	-	9.1
Total external segment revenue	3,090.4	1,001.8	4,092.2
Revenue recognised at point in time	3,081.1	996.3	4,077.4
Revenue recognised over time	9.3	5.5	14.8
Total external segment revenue	3,090.4	1,001.8	4,092.2

Half-year 2024	Agribusiness \$ M	Nutrition & Energy \$ M	Reportable segments \$ M	Corporate \$ M	Eliminations \$ M	Total \$ M
Reportable segment revenue						
External revenue	2,427.2	955.7	3,382.9	-	-	3,382.9
Intersegment revenue	235.8	1.1	236.9	-	(236.9)	-
Total reportable segment revenue	2,663.0	956.8	3,619.8	-	(236.9)	3,382.9
Reportable segment result	108.4	75.8	184.2	(23.9)	-	160.3
Share of results of investments accounted for using the equity method	(7.1)	-	(7.1)	(0.6)	-	(7.7)
Net change in fair value of investments	-	-	-	1.5	-	1.5
EBITDA	101.3	75.8	177.1	(23.0)	-	154.1
Lease interest	(2.1)	(1.9)	(4.0)	(0.4)	-	(4.4)
Net interest	(28.3)	(2.7)	(31.0)	8.7	-	(22.3)
Depreciation and amortisation	(37.7)	(18.6)	(56.3)	(2.7)	-	(59.0)
Profit before income tax	33.2	52.6	85.8	(17.4)	-	68.4
Other segment information						
Capital expenditure	3.6	3.7	7.3	3.6	-	10.9
Reportable segment assets	2,138.5	928.6	3,067.1	602.7	-	3,669.8
Reportable segment liabilities	(1,505.4)	(366.1)	(1,871.5)	(225.1)	-	(2,096.6)

Half-year 2024 ⁷	Agribusiness \$ M	Nutrition & Energy \$ M	Total \$ M
Reportable segment revenue			
Sale of commodities ⁷	2,252.0	415.3	2,667.3
Sale of finished goods	-	539.6	539.6
Service and other revenue ⁷	167.7	0.8	168.5
Rental income	7.5	-	7.5
Total external segment revenue	2,427.2	955.7	3,382.9
Revenue recognised at point in time	2,419.3	955.5	3,374.8
Revenue recognised over time	7.9	0.2	8.1
Total external segment revenue	2,427.2	955.7	3,382.9

⁷ Management have conducted a reassessment of the reportable segment revenue disclosed by nature in the 2024 Half-Year Financial Report and determined that a reclassification is required between revenue from sale of commodities and service revenue within the Agribusiness segment. The impact being an increase in revenue from sale of commodities and decrease in service and other revenue (\$86.4m).

1.2 Other income

	Note	Half-year	
		31 March 2025 \$ M	31 March 2024 \$ M
Net gain on derivative / commodity trading:			
Net realised gain on financial derivatives		15.1	73.6
Net realised (loss) on foreign currency derivatives		(70.9)	(7.8)
		(55.8)	65.8
Net unrealised gain / (loss) on financial derivatives		19.8	(29.0)
Net unrealised (loss) / gain on foreign currency derivatives		(44.7)	18.9
Net unrealised gain on commodity contracts (forward purchases and sales)	2.3	56.3	29.8
Fair value change on commodity inventories at period end	2.3	30.6	22.7
		62.0	42.4
Net realised loss on crop production contract ⁸		(64.1)	(64.3)
Net unrealised gain on fair value of crop production contract	2.3	22.0	3.8
		(42.1)	(60.5)
Net (loss) / gain on derivative / commodity trading			
		(35.9)	47.7
(Loss) / gain on sale of investments and property, plant and equipment		(0.1)	0.2
Net change in fair value of investments		-	1.5
Interest income		9.8	14.2
Sundry income		12.8	12.8
Total other (loss) / income		(13.4)	76.4

Unrealised gain / (loss) on commodity contracts (forward purchases and sales) will be recognised through revenue and goods purchased for resale respectively when the contract is executed at which point the gain / (loss) becomes realised. Income is recognised as realised gain / (loss) when the underlying sales contract is closed and unrealised when the contract is open at reporting date.

Realised gains on financial derivatives and foreign currency derivatives, which typically are utilised to hedge forward contracts or commodity inventory holdings, continue to be reported in other income.

⁸ Includes payment on the crop production contract of \$58.2m and the annual premium payment of \$5.9m. Refer to note 2.3.

1.3 Other expenses

	Half-year	
	31 March 2025 \$ M	31 March 2024 \$ M
Employee benefits expense		
Defined contribution superannuation	12.7	11.2
Other employee benefits ⁹	218.1	184.9
Total employee benefits expense	230.8	196.1
Other expenses		
Software maintenance ⁹	11.7	10.2
Insurance	7.4	8.4
Consulting ⁹	13.2	11.1
Rates and taxes	7.2	6.7
Travel and accommodation	6.3	4.2
Lease expense	7.0	5.4
Employee related expenses	3.5	3.9
Motor vehicle	3.6	4.5
Legal ⁹	2.6	1.5
Business acquisition costs ¹⁰	-	1.4
Other	15.0	13.8
Total other expenses	77.5	71.1

The table above contains costs associated with business transformation, details of which are provided in the table below.

	Half-year	
	31 March 2025 \$ M	31 March 2024 \$ M
Business transformation costs⁹		
Other employee benefits	4.0	3.7
Consulting	9.9	5.8
Legal	-	0.1
Software maintenance	1.3	0.2
Total business transformation costs	15.2	9.8

⁹ Includes costs related to business transformational activity. Refer to the summary table above.

¹⁰ Relates to the costs associated with the purchase of XF Australia Pty Ltd.

1.4 Taxation

	Half-year	
	31 March 2025 \$ M	31 March 2024 \$ M
Income tax expense recognised in consolidated income statement		
Current tax	16.8	35.5
Deferred tax	12.5	(14.6)
Under / (over) provision in prior years	0.2	(2.1)
	29.5	18.8
Reconciliation to effective tax rate		
Profit before income tax expense	87.6	68.4
Add: equity accounted loss not subject to taxation	11.1	7.7
Profit subject to tax	98.7	76.1
Income tax expense calculated at 30% (2024: 30%)	29.6	22.8
<i>Tax effect of amounts which are not deductible / (taxable) in calculating taxable income:</i>		
Non-deductible / non-assessable items	-	0.8
Recognition of tax losses ¹¹	-	(2.7)
Under / (over) provision in prior years	0.2	(2.1)
Difference in overseas tax rates	(0.3)	-
Income tax expense	29.5	18.8
Effective tax rate¹²	29.9%	24.7%

¹¹ GrainCorp made a capital loss in FY24 due to a share capital reduction in a foreign subsidiary.

¹² Effective tax rate is calculated as the income tax expense divided by profit subject to tax (excluding equity accounted profit / loss).

2. Capital and Financial Risk Management

The Group manages its capital to safeguard its ability to maintain an optimal capital structure so that it can continue to provide returns for shareholders and benefits for other stakeholders.

The Group's capital consists of core debt, commodity inventory funding and equity. Core debt is calculated as borrowings, net of cash assets and commodity inventory. The capital structure is monitored using the core debt gearing ratio and net debt gearing ratio. The core debt gearing ratio is calculated as core debt divided by core debt plus equity. For the purposes of core debt, commodity inventory is defined as trading grain, oilseed and tallow inventories. GrainCorp intends to maintain minimal core debt through the cycle. Net debt primarily consists of funding for commodity inventory and the net debt gearing ratio is calculated as net debt divided by net debt plus equity. Net debt fluctuates in line with seasonal working capital requirements.

The capital structure of the Group is continuously monitored and can be changed by adjusting the amount of dividends paid to shareholders, return of capital to shareholders or issuance of new shares. The core debt gearing ratio is as follows:

2.1 Borrowings

	31 March 2025 \$ M	30 September 2024 \$ M
Total borrowings	1,618.8	695.9
Cash and cash equivalents	(328.4)	(596.5)
Net debt	1,290.4	99.4
Commodity inventory	(1,586.8)	(436.5)
Core (cash) / debt	(296.4)	(337.1)
Total equity	1,505.7	1,502.7
Core (cash) / debt gearing ratio	(25%)	(29%)

	31 March 2025 \$ M	30 September 2024 \$ M
Current		
Commodity inventory funding facilities - secured	1,468.8	479.9
Working capital - unsecured	-	66.0
Total current borrowings	1,468.8	545.9
Non-current		
Term debt facilities - unsecured	150.0	150.0
Total non-current borrowings	150.0	150.0

a) Assets pledged as security

The carrying amount of assets pledged as security for borrowings is \$1,335.2m (2024: \$436.3m).

Inventory funding facilities are secured against the related inventory. The Group's secured inventory balance is GST exclusive.

Loans under term and working capital funding facilities are secured by a negative pledge and these facilities provide the related entities in the Group that are party to the pledge the flexibility in funding their respective liquidity requirements as needed. The facilities impose certain financial covenants on the Group. All covenants have been complied with during the half-year.

2.1 Borrowings (continued)

b) Financing arrangements

Borrowings are drawn under the following Group debt facilities:

31 March 2025	Maturity date	Principal facility amount \$ M	Amount utilised \$ M
Term debt	March 2027	150.0	150.0
Commodity inventory funding	November 2025	1,809.5	1,468.8
Working capital	November 2025	350.0	-
Total financing arrangements		2,309.5	1,618.8

		As at 8 November 2024	As at 30 September 2024
30 September 2024	Maturity date	Principal facility amount \$ M	Amount utilised \$ M
Term debt	March 2027	150.0	150.0
Commodity inventory funding ¹³	November 2025	2,002.0	479.9
Working capital ¹⁴	November 2025	350.0	66.0
Total financing arrangements		2,502.0	695.9

2.2 Dividends

	Half-year	
	31 March 2025 \$ M	31 March 2024 \$ M
Dividends paid in the half-year:		
Final fully franked dividend for the year ended 30 September 2024 of 14 cents (2023: 14 cents)	31.0	31.4
Final special franked dividend for the year ended 30 September 2024 of 10 cents (2023: 16 cents)	22.2	35.9
Total dividends paid	53.2	67.3

a) Dividend not recognised at half-year

Subsequent to the period end the Directors have approved the payment of the following dividends, comprising an interim ordinary dividend of 14.0 cents and an interim special dividend of 10.0 cents, expected to be paid on 17 July 2025.

Interim fully franked dividend for the half-year ended 31 March 2025 of 14.0 cents (2024: 14 cents)	30.9
Interim special franked dividend for half-year ended 31 March 2025 of 10.0 cents (2024: 10 cents)	22.1

No liability for the dividend has been recognised at 31 March 2025, as it was declared after the end of the reporting period.

¹³ The maturity date and principal facility amount for the inventory funding facility is as at 8 November 2024. Subsequent to balance date, the maturity date was extended from November 2024 to November 2025 and the principal facility amount remains unchanged (\$2,002 million). This facility is renewed subsequent to balance date each year to align with the seasonal requirements of the Group.

¹⁴ The maturity date and principal facility amount for the working capital facility is as at 8 November 2024. Subsequent to balance date, the maturity date was extended from November 2024 to November 2025 and the principal facility amount remains unchanged (\$350 million).

2.3 Financial instruments and risk management

Fair value measurements

The Group's derivative instruments and other financial assets are measured at fair value at the end of each reporting period. Financial instruments are grouped into Levels 1 to 3 based on the degree to which fair value measurement inputs are observable. The fair value has been determined as follows:

Level 1 financial instruments held by the Group are instruments which are traded on an active market. The fair value of these financial instruments is the quoted market settlement price on the reporting date.

Level 2 financial instruments held by the Group are financial instruments that are not traded on an active market. The fair value is determined using valuation techniques which maximise observable market data and rely as little as possible on entity-specific estimates.

Level 3 financial instruments do not have quoted market prices available. The fair values are calculated by amending market price values obtained from traders and brokers for location and grade differentials.

The following table presents the Group's assets and liabilities measured and recognised at fair value at balance date:

31 March 2025	Level 1 \$ M	Level 2 \$ M	Level 3 \$ M	Total \$ M
Assets				
<i>Derivative financial instruments – fair value through profit and loss</i>				
Commodity futures and options	13.0	0.1	-	13.1
Commodity contracts (forward purchases and sales)	-	-	75.4	75.4
Foreign currency derivatives	-	11.3	-	11.3
Crop production contract	-	-	3.7	3.7
<i>Derivative financial instruments – cash flow hedge</i>				
Foreign currency derivatives	-	1.4	-	1.4
Receivables held at fair value	-	-	2.0	2.0
Total derivative financial instrument assets	13.0	12.8	81.1	106.9
Commodity inventory at fair value less costs to sell (note 3.1)	-	-	1,298.3	1,298.3
Investments at fair value	-	-	19.3	19.3
Total financial assets	13.0	12.8	1,398.7	1,424.5
Liabilities				
<i>Derivative financial instruments – fair value through profit and loss</i>				
Commodity futures and options	0.2	2.9	-	3.1
Commodity contracts (forward purchases and sales)	-	-	25.3	25.3
Foreign currency derivatives	-	40.0	-	40.0
<i>Derivative financial instruments – cash flow hedge</i>				
Foreign currency derivatives	-	0.3	-	0.3
Interest rate swap contracts	-	0.1	-	0.1
Total financial liabilities	0.2	43.3	25.3	68.8

2.3 Financial instruments and risk management (continued)

Fair value measurements (continued)

30 September 2024	Level 1 \$ M	Level 2 \$ M	Level 3 \$ M	Total \$ M
Assets				
<i>Derivative financial instruments – fair value through profit and loss</i>				
Commodity futures and options	7.2	5.9	-	13.1
Commodity contracts (forward purchases and sales)	-	-	37.6	37.6
Foreign currency derivatives	-	25.6	-	25.6
<i>Derivative financial instruments - cash flow hedge</i>				
Interest rate swap contracts	-	0.6	-	0.6
Receivables held at fair value	-	-	2.0	2.0
Total derivative financial instrument assets	7.2	32.1	39.6	78.9
Commodity inventory at fair value less costs to sell (note 3.1)	-	-	315.8	315.8
Investments at fair value	-	-	15.9	15.9
Total financial assets	7.2	32.1	371.3	410.6
Liabilities				
<i>Derivative financial instruments – fair value through profit and loss</i>				
Commodity futures and options	8.3	-	-	8.3
Commodity contracts (forward purchases and sales)	-	-	45.3	45.3
Foreign currency derivatives	-	9.6	-	9.6
Crop production contract	-	-	18.3	18.3
<i>Derivative financial instruments – cash flow hedge</i>				
Foreign currency derivatives	-	2.4	-	2.4
Total financial liabilities	8.3	12.0	63.6	83.9

Fair value estimation

The fair value of financial assets and liabilities must be estimated for recognition, measurement and disclosure purposes. There were no material changes made to any of the valuation techniques applied since 30 September 2024. The Group did not measure any financial assets or financial liabilities at fair value on a non-recurring basis as at 31 March 2025.

The Group's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period. There were no instruments reclassified between levels for the half-year ended 31 March 2025.

The following table presents the changes in Level 3 financial assets and liabilities:

	Half-year 2025			Full year 2024		
	Commodity Contracts	Commodity inventory at fair value	Crop Production Contract	Commodity Contracts	Commodity inventory at fair value	Crop Production Contract
	\$ M	\$ M	\$ M	\$ M	\$ M	\$ M
Opening balance	(7.7)	315.8	(18.3)	49.5	565.9	(23.1)
Unrealised gain / (loss) recognised in profit and loss	56.3	30.6	22.0	(54.8)	108.4	4.8
Net acquisitions / (disposals)	1.5	951.9	-	(2.4)	(358.5)	-
Closing balance	50.1	1,298.3	3.7	(7.7)	315.8	(18.3)

2.3 Financial instruments and risk management (continued)

Financial risk management – commodity price risk

Commodity price risk arises due to grain, vegetable oil and tallow price fluctuations impacting on the value of commodity forward purchase and forward sales contracts written by the Group as part of its grain, vegetable oil and tallow marketing activities. The Group's policy is to generate margin between the purchase and sale price of commodities, but differences in the timing of entering into these contracts create an exposure to commodity price risk.

To manage exposure to this risk, the Group enters into various exchange traded commodity derivative contracts (futures and options) as well as OTC contracts with terms between two and 24 months. These contracts are predominantly in Australia, New Zealand, US, Canada and Europe based financial markets and denominated in the currencies of those jurisdictions.

This sensitivity analysis shows the impact on post-tax profit if commodity prices changed by 20%. The 20% movement is calculated over the market value amount of the net exposure of the commodity physical and derivative contracts as at 31 March 2025 and 30 September 2024.

	31 March 2025 \$ M	30 September 2024 \$ M
Fair value of derivatives and physical inventory	1,358.4	313.9
Net effect of a 20% appreciation in price on post-tax profit or loss	11.8	(4.5)
Net effect of a 20% depreciation in price on post-tax profit or loss	(11.8)	4.5

► **Crop production contract:** the fair value of the crop production contract is determined using a valuation model which estimates future cash flows from the contract, discounted to present value. Future cash flows are determined by applying the crop production contract terms to estimated crop production levels for the remainder of the contract term. The fair value calculation is highly subjective given the degree of uncertainty in forecasting future weather patterns and crop production levels accurately. The fair value uses the following inputs:

- Cash flows are determined using the crop production contract terms
 - GrainCorp receives a payment of \$15 per tonne for each tonne of actual ECA winter crop production in any given year which is below the lower production threshold of 15.3 million tonnes (annual maximum of \$80 million).
 - GrainCorp pays a fixed payment of \$15 per tonne for each tonne above the upper production threshold of 19.3 million tonnes (annual maximum of \$70 million).
 - An aggregate net limit of payments to either GrainCorp or the counterparty of \$270 million over the contract term. The current accumulative net position is \$270 million paid to the counterparty. An annual premium is also payable.
- Historical crop production data published by the Australian Bureau of Agricultural and Resource Economics (ABARES).
- Forecast ABARES data is not included in the valuation due to the uncertainty of crop production outcomes.
- Estimated future production growth rates and probabilities are derived from historical crop production data.
- Risk-adjusted discount rate based on the applicable zero-coupon AUD overnight index swap curve.

The initial fair value of the crop production contract was estimated as \$104.5m (asset) in 2019. In accordance with *AASB 9 Financial Instruments*, the initial fair value was not recognised in the Consolidated Income Statement as unobservable data points (as indicated above) were used for the initial fair value measurement. On subsequent measurement the deferred difference is recognised as a gain or loss in the income statement on a systematic basis over the life of the contract.

Derivative asset valuation gains / losses will be recognised in the income statement at the point-in-time when the valuation model inputs change. GrainCorp expects that this would occur over the life of the contract once historical ABARES crop production data becomes publicly available for each given year, and as such the deferred amount will be recognised in the income statement annually. The fair value of the crop production contract is disclosed in the table overleaf.

Production payments / receipts are determined based on actual ABARES production in any given year only. The realised gain / loss can range between the following:

- \$74m realised gain (based on the annual maximum receipt of \$80 million, less annual premium of \$6m)
- \$76m realised loss (based on the annual maximum payment of \$70 million, plus annual premium of \$6m).

There were no significant inter-relationships between unobservable inputs that materially affect fair value. There is a bank guarantee in place amounting to \$60.0 million (FY24: \$60.0 million).

	31 March 2025 \$ M	30 September 2024 \$ M
Fair value of contract using unobservable data		
Fair value of crop production derivative recognised in the statement of financial position	45.6	34.0
Deferred difference on initial fair value netted off in the statement of financial position	(41.9)	(52.3)
Net position as presented in the consolidated statement of financial position	3.7	(18.3)

3. Operating Assets and Liabilities

This section shows the assets used to generate the Group's trading performance and liabilities incurred as a result. Liabilities relating to the Group's financing activities are addressed in Section 2. Capital and Financial Risk Management.

3.1 Inventories

	31 March 2025 \$ M	30 September 2024 \$ M
Raw materials	261.0	126.9
Work in progress	9.1	8.0
Finished goods	39.0	31.3
Trading stock	82.5	53.2
Commodity inventory at fair value less cost to sell	1,298.3	315.8
Total inventories	1,689.9	535.2

3.2 Trade and other payables

	31 March 2025 \$ M	30 September 2024 \$ M
Current		
Trade payables	138.6	181.3
Inventory procurement trade payables	130.9	-
Accrued expenditure	72.2	32.4
Deferred grower payments	101.5	-
Other payables	32.0	46.5
Total current trade and other payables	475.2	260.2

	31 March 2025 \$ M	30 September 2024 \$ M
Non-current		
Income received in advance	7.0	7.5
Other payables	1.4	1.3
Total non-current trade and other payables	8.4	8.8

The Group has inventory procurement trade payables with third-party financial institutions, which are interest bearing. Trade bills of exchange are paid by the financial institution direct to the supplier or to GrainCorp and the Group settles the payable on extended payment terms.

4. Other

4.1 Events occurring after the reporting period

At the date of this interim financial report no matter or circumstance has arisen since 31 March 2025 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Directors' Declaration

In the Directors' opinion:

- a) The financial statements and notes set out on pages 7 to 23 are in accordance with the *Corporations Act 2001*, including:
 - i. Complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - ii. Giving a true and fair view of the GrainCorp Limited and its controlled entities' financial position as at 31 March 2025 and of its performance for the half-year ended on that date; and
- b) There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

The Basis of Preparation note as disclosed on page 12 confirms that the financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

The Directors have been given the declarations by the Chief Executive Officer and Chief Financial Officer required by section 295A of the Corporations Act 2001.

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



Peter Richards
Chairman

Sydney
15 May 2025

For persons



Independent auditor's review report to the members of GrainCorp Limited

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of GrainCorp Limited (the Company) and the entities it controlled during the half-year (together the Group), which comprises the consolidated statement of financial position as at 31 March 2025, the consolidated statement of comprehensive income, consolidated statement of changes in equity, consolidated statement of cash flows and consolidated income statement for the half-year ended on that date, material accounting policy information and selected explanatory notes and the directors' declaration.

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

1. giving a true and fair view of the Group's financial position as at 31 March 2025 and of its performance for the half-year ended on that date
2. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

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

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

Responsibilities of the directors for the half-year financial report

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

PricewaterhouseCoopers, ABN 52 780 433 757
 One International Towers Sydney, Watermans Quay,
 BARANGAROO, GPO BOX 2650, SYDNEY NSW 2001
 T: +61 2 8266 0000, F: +61 2 8266 9999, www.pwc.com.au
 Level 11, 1PSQ, 169 Macquarie Street, PARRAMATTA NSW 2150,
 PO Box 1155 PARRAMATTA NSW 2124
 T: +61 2 9659 2476, F: +61 2 8266 9999, www.pwc.com.au

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

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 March 2025 and of its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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

PricewaterhouseCoopers

PricewaterhouseCoopers

EPenny

Eliza Penny
Partner

Sydney
15 May 2025

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GrainCorp