

SUGAR TERMINALS LIMITED ABN 17 084 059 601

NSX Half-year information – 31 December 2021

Lodged with the NSX under Listing Rule 6.10.
This information should be read in conjunction with the 30 June 2021 Annual Report.

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Half-year ended 31 December 2021
(Previous corresponding period:
Half-year ended 31 December 2020)

Results for announcement to the market

				\$'000
Revenue from ordinary activities <i>(Appendix 3 item 2.1)</i>	up	5.0%	to	50,181
Profit/(loss) from ordinary activities after tax attributable to members <i>(Appendix 3 item 2.2)</i>	up	1.3%	to	13,755
Net profit/(loss) for the period attributable to members <i>(Appendix 3 item 2.3)</i>	up	1.3%	to	13,755

Dividends/distributions <i>(Appendix 3 items 2.4 & 2.5)</i>	Record date	Amount per security	Franked amount per security
Final dividend <i>(prior year)</i>	10 September 2021	3.6¢	3.6¢
Interim dividend	11 March 2022	3.7¢	3.7¢

Explanation of Revenue and Net Profit *(Appendix 3 item 2.6)*

STL provides sustainable and globally competitive storage and handling solutions for bulk sugar and other commodities.

The profit attributable to STL shareholders for the half-year ending 31 December 2021 was \$13.8 million, a 1.3% improvement on the corresponding period (2020 \$13.6 million). This result is in line with STL's ongoing ambition to achieve stable, reliable and sustainable returns to our investors, whilst maintaining responsible cost control for customers.

STL revenue for the half-year was \$50.2 million, 5% above last year (2020: \$47.8 million). The revenue from bulk sugar handling was \$49.4 million (2020: \$47.1 million), represented by revenue for availability charges of \$26.3 million (2020: \$25.9 million) and revenue from operating and testing charges of \$23.1 million (2020: \$21.2 million), which represent a direct recovery from customers of costs incurred without margin or mark up.

STL continues to deliver value by balancing returns to shareholders with reducing costs to customers and a strategic focus on the future. In particular, STL remains focussed on achieving commercial and operational best practice at its terminal operations, controlling costs and expanding other income opportunities.

Highlights for the half-year are as follows:

- maintained STL's high customer service levels and kept the team safe during the ongoing impacts of the COVID-19 pandemic
- STL's terminals received and outloaded 5.6 million tonnes of raw sugar in the six months to 31 December 2021, 3.1% above last year (2020: 5.4 million tonnes)
- STL reached a major milestone with the proposed common user infrastructure project at the Port of Bundaberg, with detailed plans completed and an open tender released to the market. In partnership with Gladstone Ports Corporation and with \$10 million in government funding, STL aims to deliver infrastructure that will expand on existing cargo handling capabilities in Bundaberg in an attempt to offset lower sugar volumes. A final investment decision on the project will be made in the coming months.

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- the roof replacement investment on Shed 2 at the Townsville terminal was completed safely, on time and on budget. Works on Shed 1 will commence on site in March 2022. This project represents the final component of a \$100 million reroofing program that has seen STL rejuvenate its storage and export operations for the long term.

STL has in place various contractual arrangements which underpin its future operations. STL has storage and handling agreements with Queensland's six raw sugar marketers which details the terms of our storage and handling services. These agreements expire in June 2022. STL commenced engaging with its customers on the terms of a new Storage and Handling Agreement in August 2021, with the new agreement to be finalised prior to coming into effect from 1 July 2022.

STL also has in place an operating agreement with QSL as its key operations contractor, with a term to 30 June 2025. The term of this agreement extends by twelve months from 1 July each year, with STL able to terminate the agreement at the end of the term with a minimum 36 months' notice.

Supplementary Appendix 3 Information

NTA Backing *(Appendix 3 item 3)*

	2021	2020
Net tangible asset backing per ordinary share	93.2¢	93.0¢

Controlled entities acquired or disposed of *(Appendix 3 item 4)*

No entities were acquired or disposed of during the period.

Additional dividend/distributions information *(Appendix 3 item 5)*

Details of dividends/distributions declared or paid during or subsequent to the half-year ended 31 December 2021 are as follows:

Record date	Payment date	Type	Amount per security	Total dividend	Franked amount per security	Foreign sourced dividend amount per security
10 September 2021	30 September 2021	Final	3.6¢	\$12,960,000	3.6¢	-
11 March 2022	31 March 2022	Interim	3.7¢	\$13,320,000	3.7¢	-

Dividend reinvestment plans *(Appendix 3 item 6)*

The company does not have any dividend reinvestment plans in operation.

Associates and Joint Venture entities *(Appendix 3 item 7)*

The company does not have any associates or joint venture entities.

Foreign Accounting standards *(Appendix 3 item 8)*

The company does not have any interest in any foreign entities.

Audit Alert *(Appendix 3 item 9)*

The accounts are not subject to an audit dispute or qualification.

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Supplementary Appendix 3 Form Information

Ratios *(Appendix 3 form, item 8)*

	2021	2020
8.1 Profit before abnormals and tax / sales Operating profit (loss) before abnormal items and tax as a percentage of sales revenue	39.5%	41.0%
8.2 Profit after tax / equity interests Operating profit (loss) after tax attributable to members as a percentage of equity at the end of the period	4.1%	4.1%

Issued and Listed Securities *(Appendix 3 form, item 18)*

	Number Issued	Number Listed
18.3 Ordinary Securities	360,000,000	229,348,203