



ABN 85 003 622 866
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Clover Corporation Limited

ASX Appendix 4E
Preliminary Final Report
31st July 2021

Lodged with the ASX under Listing Rule 4.3A

Contents	Page
Results for Announcement to the Market	2
Preliminary Final Report	5

The reporting period is the financial year ended 31 July 2021 with the corresponding period being the financial year ended 31 July 2020.

Results for Announcement to the Market

- Total revenue decreased 31.5% to \$60.5m;
- Net profit after tax is \$6.0m (2020: profit of \$12.5m);
- For a further explanation of the financial period operating result, please refer to the Review of Operations.

		% Change	Amount of Change \$'000		\$'000
Revenue from ordinary activities	Down	31.5%	(27,776)	to	60,505
Profit/(Loss) from ordinary activities after tax attributable to members	Down	51.9%	(6,483)	to	6,004
Net profit/(loss) for the period attributable to members	Down	52.1%	(6,511)	to	5,990

Dividends/distributions	Amount per security	Franked %
This Period		
Final dividend	0.5 cent	100%
Interim dividend	0.5 cent	100%
Previous corresponding period		
Final dividend	2.5 cent	100%
Interim dividend	0.0 cent	n/a

Record date for determining entitlements to the final dividend:

26 October 2021

Payment date for determining entitlements to the final dividend:

16 November 2021

Dividend reinvestment plans

There is no dividend reinvestment plan as at 31 July 2021.

Explanation of Operating Results

For a further explanation of the financial period operating result, please refer to the Review of Operations.

NTA Backing

	2021	2020
Net tangible asset backing per ordinary share after tax	33.98 cents	33.18 cents

EPS

	2021	2020
Basic Earnings per Share	3.61 cent	7.51 cent
Diluted Earnings per Share	3.61 cent	7.45 cent

Explanation of Profit after tax

For an explanation of the financial year operating results, please refer to the Review of Operations.

Explanation of Net Profit

For an explanation of the financial year operating results, please refer to the Review of Operations.

Explanation of Dividends

For an explanation of the dividend declared, please refer to the Review of Operations.

Other information

This report is based on accounts which are in the process of being audited, and an unqualified audit opinion is expected to be issued.



ABN 85 003 622 866

PRELIMINARY FINAL REPORT FOR THE FINANCIAL YEAR ENDED 31 JULY 2021

Clover Corporation Limited
Financial year ended 31 July 2021

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 JULY 2021

	Notes	31-Jul-21 \$'000	31-Jul-20 \$'000
Sale of goods	1	60,505	88,281
Other (expense) / income	1	(180)	(78)
Interest Expense		(401)	(588)
Raw materials, consumables & conversion costs		(42,267)	(58,566)
Sales and marketing expenses		(3,135)	(3,795)
Administration and corporate expenses		(3,792)	(5,361)
Research and development expenses		(1,791)	(2,195)
Loss in Investment		(764)	(42)
Profit before income tax		8,175	17,656
Income tax (expense)		(2,171)	(5,169)
Profit after tax for the period		6,004	12,487
Other comprehensive loss			
Foreign currency translation adjustment, net of 30% tax		(14)	14
Other comprehensive (loss)/profit for the period		(14)	14
Total comprehensive (loss)/income for the period		5,990	12,501
Earnings per share (EPS)			
Basic earnings per share (cent per share)		3.61	7.51
Diluted earnings per share (cent per share)		3.61	7.45

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

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2021**

	Notes	31-Jul-21 \$'000	31-Jul-20 \$'000
Current assets			
Cash and cash equivalents	6	9,091	9,241
Trade and other receivables	7	13,265	16,781
Inventories	8	30,777	31,933
Current tax asset	4	431	-
Other current assets - prepayments		1,173	1,118
		54,737	59,073
Non-current assets			
Property, plant and equipment	9	6,994	5,756
Right of use assets	10	1,108	93
Investments in associates	11	13,072	13,580
Deferred tax assets	4	914	1,077
Intangible assets	12	1,907	1,907
		23,995	22,413
Total assets		78,732	81,486
Current liabilities			
Trade and other payables	13	5,295	8,009
Interest bearing liabilities	14	1,623	1,616
Lease liability	15	113	97
Current tax liabilities		-	584
Short-term provisions	16	807	630
		7,838	10,936
Non-current liabilities			
Interest bearing liabilities	14	11,454	12,904
Lease liability	15	996	-
Long-term provisions	16	28	77
		12,478	12,981
Total liabilities		20,316	23,917
Net assets		58,416	57,569
Equity			
Issued capital	17	35,603	35,368
Reserves	18	(166)	237
Retained profits		22,979	21,964
Total equity		58,416	57,569

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

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 JULY 2021**

	Issued	Retained	Share-based payment	Foreign currency translation	
Consolidated	capital \$'000	earnings \$'000	reserve \$'000	reserve \$'000	Total \$'000
Balance at 1 August 2019	32,920	12,387	-	(166)	45,141
Share issue for period	2,448	-	-	-	2,448
Profit for the period	-	12,487	-	-	12,487
Dividend paid	-	(2,910)	-	-	(2,910)
Share-based payment reserve	-	-	389	-	389
Foreign currency translation reserve	-	-	-	14	14
Balance at 31 July 2020	35,368	21,964	389	(152)	57,569
Balance at 1 August 2020	35,368	21,964	389	(152)	57,569
Share issue for period	235	-	-	-	235
Profit for the period	-	6,004	-	-	6,004
Dividend paid	-	(4,989)	-	-	(4,989)
Share-based payment reserve	-	-	(389)	-	(389)
Foreign currency translation reserve	-	-	-	(14)	(14)
Balance at 31 July 2021	35,603	22,979	-	(166)	58,416

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

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 JULY 2021**

	31-Jul-21\$ \$ '000	31-Jul-20 \$ '000
Cash flows from operating activities		
Receipts from customers	63,821	89,786
Payments to suppliers and employees	(52,333)	(75,157)
Interest paid	(401)	(588)
Income tax paid	(2,859)	(7,380)
Net cash inflow from operating activities	8,228	6,661
Cash flows from investing activities		
Acquisition of plant and equipment	(1,831)	(556)
Proceeds from sale of investments	-	-
Investment in Associates	-	(3,461)
Net cash outflow from investing activities	(1,831)	(4,017)
Cash flows from financing activities		
Dividends paid	(4,989)	(2,910)
Repayment of interest bearing liabilities	(1,443)	(1,564)
Lease payments	(115)	(108)
Share based payments	-	-
Issue of interest bearing liabilities	-	2,908
Net cash outflow from financing activities	(6,547)	(1,674)
Net increase in cash held	(150)	970
Cash at the beginning of the year	9,241	8,271
Cash at the end of the year	9,091	9,241

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

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 JULY 2021**

	31-Jul-21 \$'000	31-Jul-20 \$'000
1. Operating Result		
Profit before income tax includes the following items of income and expense which, together with other disclosures in this report are relevant in explaining the financial performance for the year:		
Revenue		
Sale of goods	60,505	88,281
Net exchange gains	-	-
Proceeds on sale of investments	-	-
Interest revenue	2	2
Total Revenue	60,507	88,283
 Depreciation and Amortisation	 (707)	 (679)
Net exchange losses	(180)	(78)
Interest Expense	(403)	(590)

2. Dividends	Amount per security CPS
Final dividend	
Final dividend not recognised in accumulated profits expected to be paid on 16 November 2021	0.5
Final dividend for previous corresponding year paid on 18 November 2020	2.5
Interim dividend	
Interim dividend	0.5
Interim dividend for previous corresponding year – none paid	-

Dividend declared after balance date

The Directors have declared a final dividend for the financial year ended 31 July 2021 of 0.5 cent per share (2020: final 2.5 cent per share) fully franked at 30%, payable on 16 November 2021, but not recognised as a liability at the end of the financial period. The record date for this dividend will be 26 October 2021.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 JULY 2021 (continued)**

3. Segment information

Identification of reportable segments

The consolidated entity operates in the industry of processing tuna oil and manufacturing encapsulated products in Australia. Financial information about the business as a whole is reported to and reviewed by the Chief Executive Officer and Board of Directors on a monthly basis, in order to assess performance and determine the allocation of resources.

Geographical information

Revenues from external customers by domestic and export location of operations and information about its non-current assets by location of assets is shown in the following table.

	Revenue from external Customers		Non-current Assets	
	2021 \$'000	2020 \$'000	2021 \$'000	2020 \$'000
Australia / New Zealand	21,667	46,021	21,994	21,336
Asia	24,317	26,307	-	-
Europe	10,444	11,505	-	-
Americas	4,077	4,448	-	-
Total	60,505	88,281	21,994	21,336

4. Audit

This report is based on financial statements that have been audited by Company auditors PKF, who have issued an unqualified audit report.