

Quarterly Report for the Period Ended 30 June 2024

Alterra Limited (ASX: 1AG) (“**Alterra**” or “**the Company**”) is pleased to present the Quarterly Report and Appendix 4C for the period ended 30 June 2024 (“**Quarter**”).

Operations

Orchard Update

The winter irrigation maintenance program is now underway, and the orchard fertiliser and fungicide spray programs successfully implemented. Winter orchard maintenance has commenced and is ongoing, with successful completion of 3100m of subsurface water drainage.

Stage 4 Planting Preparation

Stage 4 clearance of the proposed planting area is well advanced. There was no further groundwork conducted. Due to commercial considerations the company will not proceed with planting in 2024 however an investment decision on the final scale and timing of Stage 4 will be made for the following year closer to the time and subject to routine commercial considerations.

Dam Update

Dam 1 construction bulk earthworks is complete. Final work on the dam wall spill way is ongoing and forecast to be complete end of July 2024.

Dam storage volume is approximately 270ML above the latent storage capacity as the 596.5ML Class A license fills.

Safety

There were no reportable incidents during the Quarter (LTIFR – zero). The team has initiated the annual review of operational procedures to ensure that a well-trained workforce is prepared to operate safely in the upcoming season.

Corporate

During the quarter, the company completed the minimum shareholder buyback, acquiring 8,544,239 shares at an aggregate cost of \$51,265.49.

The company arranged a temporary extension of \$500K to the NAB loan with repayment due upon receipt of funds from the sale of its interest in Carbon Conscious Investments Limited.

The company sought approval from shareholders at a general meeting to be removed from the official list of the ASX and approval to sell its interest in Carbon Conscious Investments Limited (CCIL) on 28 June 2024 and these resolutions were both passed at the general meeting. Subsequently the sale of CCIL occurred on 5 July 2024 and the company received proceeds of \$1.74m.

It is expected the removal from the official list of the ASX will occur on 29 July 2024 and shareholders are reminded if they wish to sell their securities on the ASX, they should do so before the company is removed from the official list.



In accordance with ASX Listing Rule 4.7C.3, the Company advises that payments made to related parties and their associates during the Quarter included director fees, salaries and superannuation of \$42k.

The Company's cash position as of 30 June 2024 was \$204K.

This announcement has been authorised by the Board of Directors of Alterra.

- ENDS -

Further information:

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About Alterra Limited

Alterra is the developer of the Carpenters avocado project located between Manjimup and Pemberton in Western Australia's south-west.

The Carpenters Project currently consists of circa 100ha of Hass avocados represented by an initial Stage 1 (5ha) planting in 2020, followed by Stage 2 planting (2021) (7ha) and Stage 3 planting (85ha)(2023).

Alterra continues to assess additional horticultural opportunities to add value for shareholders.

Visit alterra.com.au for more information

Forward Looking Statements

This announcement contains forward-looking statements that involve risk and uncertainties. Indications of, and guidelines or outlook on, financial position and returns, performance, targets, timelines, estimates and assumptions in respect of production, prices, operating and other costs, capital expenditures and development timelines are forward looking statements. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions and estimates regarding future events and actions that, while considered reasonable as at the date of this announcement are inherently subject to significant technical, business, economic, competitive, political and social uncertainties and contingencies. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the directors and management. We cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and readers are cautioned not to place undue reliance on these forward-looking statements. These forward-looking statements are subject to various risk factors that could cause actual events or results to differ materially from the events or results estimated, expressed or anticipated in these statements.

Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

Alterra Limited

ABN

20129035221

Quarter ended ("current quarter")

30 June 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (9 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	67	271
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(140)	(592)
(c) advertising and marketing	-	-
(d) leased assets	(278)	(622)
(e) staff costs	(120)	(474)
(f) administration and corporate costs	(248)	(999)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	11
1.5 Interest and other costs of finance paid	(104)	(294)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (GST refunds)	-	-
1.9 Net cash from / (used in) operating activities	(823)	(2,699)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	(238)	(627)
(d) investments	-	-
(e) intellectual property	-	-
(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	105	214
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(133)	(413)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	1,373
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	500	500
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	(51)	(51)
3.10	Net cash from / (used in) financing activities	449	1,822

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	711	1,494
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(823)	(2,699)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(133)	(413)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	449	1,822
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	204	204

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	204	711
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (Restricted term deposit)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	204	711

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1 (director related remuneration and salaries in accordance with employment and contractor agreements and approved by the remuneration committee)	42
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

Quarterly cash flow report for entities subject to Listing Rule 4.7B

7. Financing facilities	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1 Loan facilities	3,700	3,700
7.2 Credit standby arrangements	-	-
7.3 Other (temporary loan)	500	-
7.4 Total financing facilities	4,200	3,700
7.5 Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.	
	<p>NAB funding of \$3.7m secured against assets of the company and a mortgage and over the Carpenters Project lease with a right of entry to leasehold premises at Carpenters. The loan term is 2 years and matures in February 2025 with interest charged at 9.25% per annum. A \$500K temporary loan was also granted during the period on the same terms and repayable in July 24.</p>	

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(823)
8.2 Cash and cash equivalents at quarter end (item 4.6)	204
8.3 Unused finance facilities available at quarter end (item 7.5)	-
8.4 Total available funding (item 8.2 + item 8.3)	204
8.5 Estimated quarters of funding available (item 8.4 divided by item 8.1)	0.25
<i>Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.</i>	
8.6	If item 8.5 is less than 2 quarters, please provide answers to the following questions:
8.6.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?
	Answer: Yes
8.6.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?
	Answer: Yes, the company sought approval to sell it's interest in Carbon Conscious Investments Limited which was approved by shareholders on the 28 June 24 and subsequently completed on 5 July 24 securing proceeds of \$1.74m.

8.6.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: Yes, the company is actively managing cashflow which includes managing operational expenditure and minimising corporate expenditure including de-listing from the ASX, looking for potential strategic investors for future development, and the company continues to be supported by cornerstone investors.

Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

16 July 2024

Steve Ledger
Company Secretary

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.