



**Carbon Conscious  
Investments Ltd**

ABN 59 629 272 037

# Half Year Report

# 31 March 2022

**Carbon Conscious Investments Limited and Controlled Entities**

**Financial Report for the period from  
1 October 2021 to 31 March 2022**



**Carbon Conscious Investments Limited is a Member of the Carbon Market Institute**

# Contents

Corporate Information .....	2
Summary of Operations .....	3
Auditor’s Independence Declaration .....	4
Consolidated Statement of Comprehensive Income .....	5
Consolidated Statement of Financial Position .....	6
Consolidated Statement of Cash Flows .....	7
Consolidated Statement of Changes in Equity.....	8
Notes to the Consolidated Financial Statements .....	9-13
Directors’ Declaration .....	14
Independent Auditor’s Report .....	15

# Corporate Information

## CARBON CONSCIOUS INVESTMENTS LIMITED

ABN 59 629 272 037

### DIRECTORS

Anthony Fitzgerald (Managing Director & Company Secretary)  
Natasha Ayers (Non-Executive Director)  
Raphael Wood (Non-Executive Director)

### SOLICITORS

Allens  
Level 11, Mia Yellagonga Tower 2  
5 Spring Street  
Perth WA 6000

### PRINCIPAL & REGISTERED OFFICE

Level 2  
35 Outram Street  
West Perth WA 6005

### BANKERS

BankWest  
300 Murray Street  
Perth WA 6000

### SHARE REGISTRY

Automic Registry Services  
Level 5, 191 St Georges Terrace  
Perth WA 6000  
Telephone: 1300 288 664

### AUDITORS

Elderton Audit Pty Ltd  
Level 2, 267 St Georges Terrace  
Perth WA 6000

# Summary of Operations

Dear Shareholders

31 March 2022 marked the Half Financial Year for Carbon Conscious Investments Limited (CCIU) and operational and corporate matters of note included:

- The execution of a Fully Franked Dividend of \$400,000 (\$0.0023/share) in December 2021.
- The completion and submission of an Offset Report and ACCU Claim for Project 1 for the period 1 January to 31 October 2021 and subsequent issuance of ACCUs by the Clean Energy Regulator.
- The acceptance by the Clean Energy Regulator of an application to vary the Method used to manage and claim ACCUs for Project 2 to Carbon Credits (Carbon Farming Initiative) (Reforestation by Environmental or Mallee Plantings—FullCAM) Methodology Determination 2014 (F2015C00581)
- The completion of an Offset Report and ACCU Claim for Project 2 for the period 1 November 2019 to 31 October 2021 using the F2015C00581 Method, and the commencement of an independent audit of the same.
- Observations of encouraging natural regeneration of trees in the majority of areas of Corro farm impacted by cyclone Seroja (and plans are in place to conduct a more detailed survey in the next half).
- An approach by a party had expressed interest in purchasing all of the shares in the company reached an advanced stage but was discontinued.

Matters of note since the end of the half year have included:

- The completion of a reasonable assurance audit of the Project 2 Offset Report by RSM who concluded that 'in all material aspects the Offsets Report for the Reporting Period 1 November 2019 to 31 October 2021 has been prepared in accordance with section 76 of the CFI Act. Subsequently the Offset and Audit Reports and an ACCU Claim were submitted and remain under evaluation by the Clean Energy Regulator.
- CCIU continues to be approached by various parties seeking to engage in relation to new business and corporate opportunities, and the Company is actively engaging to seek to provide additional value to shareholders.
- A new Labor federal government was elected with a strong mandate to act on climate change and resolve Australia's energy transition issues, which is seen as positive for the carbon offset sector.
- Previous non-executive chair and company founder Andrew McBain was appointed to the Board to assist with identifying and reviewing new opportunities for the Company.



Anthony Irwin Fitzgerald  
Managing Director

# ELDERTON

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AUDIT PTY LTD

## Auditor's Independence Declaration

To those charged with the governance of Carbon Conscious Investments Limited

As auditor for the review of Carbon Conscious Investments Limited for the half-year ended 31 March 2022, I declare that, to the best of my knowledge and belief, there have been:

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

Elderton Audit Pty Ltd  
Elderton Audit Pty Ltd



**Rafay Nabeel**  
Audit Director  
15 June 2022

# Consolidated Statement of Comprehensive Income

FOR THE HALF YEAR ENDED 31 MARCH 2022

CONSOLIDATED			
	Note	6 Months Ended 31 March 2022	6 Months Ended 31 March 2021
		\$	\$
Revenue from operations	2	1,500,930	1,309,395
Other income	2	-	101,374
Cost of Sales		(286,915)	(324,775)
Operating Expenses			-
Administrative expenses		(61,652)	(70,780)
Business development expenses		(59,828)	-
Depreciation and amortisation expense		(283,542)	(283,436)
Employee benefits expense		(87,902)	(87,582)
Financing expenses		-	(1,303)
<b>Profit before income tax expense</b>		<b>721,092</b>	<b>642,893</b>
Income tax expense	3	(180,704)	(87,969)
<b>Profit after income tax expense for the year</b>		<b>540,388</b>	<b>554,924</b>
<b>Other comprehensive (expense)/income for the period</b>			
Fair value (loss)/ gain on investment	8	-	-
<b>Total comprehensive income for the year</b>		<b>540,388</b>	<b>554,924</b>
Basic earnings per share (cents per share)	4	<b>0.31</b>	<b>0.32</b>

The accompanying notes form part of these financial statements.

# Consolidated Statement of Financial Position

AS AT 31 MARCH 2022

CONSOLIDATED			
	Note	31 March 2022	30 September 2021
		\$	\$
<b>Current Assets</b>			
Cash and cash equivalents	5	1,654,099	1,359,330
Trade and other receivables	6	665,752	650,511
Inventories	7	942	13,556
Investments	8	-	-
Prepayments		55,423	86,092
<b>Total Current Assets</b>		<b>2,376,216</b>	<b>2,109,489</b>
<b>Non-Current Assets</b>			
Intangible assets	9	2,533,487	2,816,479
Inventories	7	17,630	15,156
Plant & Equipment	10	2,389	2,939
<b>Total Non-Current Assets</b>		<b>2,553,506</b>	<b>2,834,574</b>
<b>Total Assets</b>		<b>4,929,722</b>	<b>4,944,063</b>
<b>Current Liabilities</b>			
Trade and other payables	11	209,675	259,851
Provision for income tax		124,826	190,702
<b>Total Current Liabilities</b>		<b>334,501</b>	<b>450,553</b>
<b>Non-Current Liabilities</b>			
Deferred tax liability		423,119	462,406
<b>Total Non-Current Liabilities</b>		<b>423,119</b>	<b>462,406</b>
<b>Total Liabilities</b>		<b>757,620</b>	<b>912,959</b>
<b>Net Assets</b>		<b>4,172,102</b>	<b>4,031,104</b>
<b>Equity</b>			
Issued capital	12	3,436,167	3,436,167
Accumulated other comprehensive income		-	-
Retained earnings		735,935	594,937
<b>Total Equity</b>		<b>4,172,102</b>	<b>4,031,104</b>

The accompanying notes form part of these financial statements.

# Consolidated Statement of Cash Flows

FOR THE PERIOD ENDED 31 MARCH 2022

		CONSOLIDATED	
		Inflows/(Outflows)	Inflows/(Outflows)
	Note	6 months Ended 31 March 2022	6 months Ended 31 March 2021
		\$	\$
<b>Cash flows from operating activities</b>			
Receipts from customers		1,511,070	1,290,366
Payments to suppliers and employees		(526,163)	(591,828)
Interest received		-	-
Interest paid		-	(1,303)
Income tax paid		(290,749)	(305,582)
Net cash provided by operating activities		694,158	391,653
<b>Cash flows from investing activities</b>			
Proceeds from sale of investments		-	170,153
Purchase of plant and equipment		-	(2,269)
Net cash provided by investing activities		-	167,884
<b>Cash flows from financing activities</b>			
Dividends paid to shareholders		(399,389)	(454,957)
Return of capital paid to shareholders		-	-
Repayment of borrowings		-	(100,000)
Net cash provided by financing activities		(399,389)	(554,957)
Net increase in cash and cash equivalents		294,769	4,580
Cash and cash equivalents at beginning of period		1,359,330	934,691
<b>Cash and cash equivalents at end of period</b>	5	1,654,099	939,271

The accompanying notes form part of these financial statements.



# Consolidated Statement of Changes in Equity

FOR THE HALF YEAR ENDED 31 MARCH 2022

CONSOLIDATED				
	Issued Capital	Other Comprehensive Income	Retained Earnings	Total
	\$	\$	\$	\$
Balance at 1 October 2020	3,436,167	164,810	395,046	3,996,023
Profit/(loss) attributable to members	-	-	554,924	554,924
Items of other comprehensive income recognised directly to retained earnings	-	(164,810)	-	(164,810)
Dividends paid	-	-	(454,957)	(454,957)
Total comprehensive income for the year	-	(164,810)	99,967	(64,843)
Shares issued on de-merger	-	-	-	-
Return of capital	-	-	-	-
<b>Balance at 31 March 2021</b>	<b>3,436,167</b>	<b>-</b>	<b>495,013</b>	<b>3,931,180</b>

CONSOLIDATED				
	Issued Capital	Other Comprehensive Income	Retained Earnings	Total
	\$	\$	\$	\$
Balance at 1 October 2021	3,436,167	-	594,937	4,031,104
Profit/(loss) attributable to members	-	-	540,388	540,388
Items of other comprehensive income recognised directly to retained earnings	-	-	-	-
Dividends paid	-	-	(399,390)	(399,390)
Total comprehensive income for the year	-	-	140,998	140,998
Shares issued on de-merger	-	-	-	-
Return of capital	-	-	-	-
<b>Balance at 31 March 2022</b>	<b>3,436,167</b>	<b>-</b>	<b>735,935</b>	<b>4,172,102</b>

The accompanying notes form part of these financial statements.

# Notes to the Consolidated Financial Statements

## FOR THE HALF YEAR ENDED 31 MARCH 2022

### NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

These general purpose financial statements for the interim half-year reporting period ended 31 March 2022 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 September 2021 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 principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

The financial statements were authorised for issue on 1 June 2022 by the directors of the company.

No new or amended accounting practices have been adopted since the end of the 2021 accounting period (refer to the 2021 Annual Report).

### NOTE 2: REVENUE

	CONSOLIDATED	
	6 Months Ended 31 March 2022	6 Months Ended 31 March 2021
	\$	\$
<b>(a) Revenue from operations</b>		
VCO sales	10,140	12,022
ACCU Sales	166,934	
CFI Project - Land licence fees	592,831	589,013
CFI Project - Management fees	731,025	708,360
	1,500,930	1,309,395
<b>(b) Other income</b>		
Realised capital gain	-	101,374
	-	101,374

# Notes to the Consolidated Financial Statements (continued)

FOR THE HALF YEAR ENDED 31 MARCH 2022

## NOTE 3: INCOME TAX

	CONSOLIDATED	
	31 March 2022	31 March 2021
Income tax expense recognised in profit or loss	180,704	87,969
<b>Total income tax expense recognised in profit or loss</b>	<b>180,704</b>	<b>87,969</b>
<b>Numerical reconciliation between tax expense and pre-tax net loss</b>		
Profit before tax	721,092	642,893
Income tax expense using the domestic tax rate of 25% (2021: 26% )	180,273	167,152
Other adjustments	431	(79,183)
<b>Income tax attributable to entity</b>	<b>180,704</b>	<b>87,969</b>

## NOTE 4: EARNINGS PER SHARE

	CONSOLIDATED	
	31 March 2022	31 March 2021
	Cents per share	Cents per share
Basic earnings per share	0.31	0.32
The earnings and weighted average number of Ordinary Shares used in the calculation of basic earnings per share are as follows:		
	\$	\$
Profit for the period	540,388	554,924
	No.	No.
Weighted average number of Ordinary Shares outstanding during the period used in calculating basic EPS	173,647,045	173,647,045

## NOTE 5: CASH AND CASH EQUIVALENTS

	CONSOLIDATED	
	31 March 2022	30 September 2021
	\$	\$
Cash at bank and on hand	1,654,099	1,359,330

# Notes to the Consolidated Financial Statements (continued)

FOR THE HALF YEAR ENDED 31 MARCH 2022

## NOTE 6: TRADE AND OTHER RECEIVABLES

	CONSOLIDATED	
	31 March 2022	30 September 2021
	\$	\$
<b>Current</b>		
Trade receivables	59,493	55,031
Accrued income	606,259	595,480
	665,752	650,511

## NOTE 7: INVENTORIES

	CONSOLIDATED	
	31 March 2022	30 September 2021
	\$	\$
<b>Current</b>		
Inventory - Voluntary Carbon Offsets	942	13,556
	942	13,566
<b>Non current</b>		
Inventory – Seed	17,630	17,630
Inventory – Voluntary Carbon Offsets	-	(2,474)
	17,630	15,156

## NOTE 8: INVESTMENTS

	CONSOLIDATED	
	31 March 2022	30 September 2021
	\$	\$
Investment in Rumble Resources Limited		
Opening fair value	-	233,589
Disposals	-	(170,153)
Realised gain	-	101,374
Fair Value Movement	-	-
Accumulated other comprehensive income	-	(164,810)
Closing fair value	-	-

Under the terms of AASB 9 Financial Instruments at 30 September 2021 the investment had been classified as fair value through other comprehensive income.

The Group has sold all shares previously held in Rumble Resources Limited.

# Notes to the Consolidated Financial Statements (continued)

FOR THE HALF YEAR ENDED 31 MARCH 2022

## NOTE 9: INTANGIBLE ASSETS

	CONSOLIDATED	
	31 March 2022	30 September 2021
<b>Forestry Rights</b>	\$	\$
Forestry Rights at cost	14,177,854	14,177,854
Accumulated amortisation on forestry rights	(11,644,367)	(11,361,375)
	<b>2,533,487</b>	<b>2,816,479</b>

## NOTE 10: PLANT & EQUIPMENT

	CONSOLIDATED	
	31 March 2022	30 September 2021
	\$	\$
Cost	5,728	2,132
Accumulated depreciation	(2,789)	(236)
As at 1 October, net of accumulated depreciation	2,939	-
Additions	-	3,596
Disposals	-	-
Depreciation charge for the period	(550)	(2,553)
As at end of period net of accumulated depreciation	2,389	2,939
Cost	5,728	5,728
Accumulated depreciation	(3,339)	(2,789)
Net carrying amount	<b>2,389</b>	2,939

## NOTE 11: TRADE AND OTHER PAYABLES

	CONSOLIDATED	
	31 March 2022	30 September 2021
<b>Current</b>	\$	\$
Trade payables	152,998	217,734
Employee benefits accrual	3,200	3,200
Sundry payables and accrued expenses	53,477	38,917
	<b>209,675</b>	<b>259,851</b>

Trade payables are non-interest bearing and are normally settled on 30-day terms.

# Notes to the Consolidated Financial Statements (continued)

FOR THE HALF YEAR ENDED 31 MARCH 2022

## NOTE 12: ISSUED CAPITAL AND RESERVES

CONSOLIDATED		
	31 March 2022	30 September 2021
	\$	\$
<b>Issued Capital</b>		
173,647,045 (30 September 2021: 173,647,045) fully paid Ordinary Shares		
<b>Movement in Ordinary Shares on issue</b>		
At beginning of the financial reporting period	3,436,167	3,436,167
Return of capital	-	-
	3,436,167	3,436,167

## NOTE 13: DIVIDENDS

Dividends paid were as follows:

CONSOLIDATED		
	31 March 2022	30 September 2021
	\$	\$
Dividend paid	399,390	854,345
	399,390	854,345

The directors declared a fully franked dividend (record date 22 December 2021) of \$0.002300 per ordinary share to be paid on 23 December 2021.

## Directors' Declaration

1. In the opinion of the Directors of Carbon Conscious Investments Limited (the 'Company'):
  - (a) the accompanying financial statements, notes and additional disclosures are in accordance with the Corporations Act 2001 including:
    - i. giving a true and fair view of the Group's financial position as at 31 March 2022 and of its performance for the year then ended; and
    - ii. complying with Australian Accounting Standards, the Corporations Regulations 2001, professional reporting requirements and other mandatory requirements.
  - (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.
  - (c) the financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.
2. This declaration has been made after receiving the declarations required to be made to the Directors in accordance with Section 295A of the Corporations Act 2001 for the period ended 31 March 2022.

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

A handwritten signature in blue ink, appearing to read 'Anthony Fitzgerald', enclosed within a blue oval scribble.

**15 June 2022**  
**ANTHONY FITZGERALD**  
**Managing Director**  
**Carbon Conscious Investments Limited**

# ELDERTON

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## AUDIT PTY LTD

### INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Carbon Conscious Investments Limited

#### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the half-year financial report of Carbon Conscious Investments Limited (the 'Company') and its controlled entities (collectively referred as the 'Group'), which comprises the condensed consolidated statement of financial position as at 31 March 2022, the condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies 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:

(a) giving a true and fair view of the Group's financial position as at 31 March 2022 and of its performance for the half-year ended on that date; and

(b) 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 group 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 our audit of the 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 Group, would be in the same terms if given to the directors as at the time of this auditor's review report.

#### Responsibility of Management for the Financial Report

The directors of the Group 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 2021 and 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.

Elderton Audit Pty Ltd

**Elderton Audit Pty Ltd**



**Rafay Nabeel**

Audit Director

15<sup>th</sup> June 2022

Perth