



**ABN 28 095 466 961**

**Interim Financial Report  
for the six months ended 31 December 2023**

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## **DIRECTORS' REPORT**

Your Directors present their report on the consolidated entity (referred to hereafter as "the Group" or "Boom") consisting of Boom Logistics Limited ("Boom Logistics" or "the Company") and the entities it controlled for the half-year ended 31 December 2023.

### **Directors**

The names of the Company's Directors in office during the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

Mr Kieran Pryke	Chair (independent, non-executive) (appointed Chair on 1 October 2023)
Mr Ben Pieyre	Managing Director (executive) (appointed 10 July 2023)
Mr Stephen Grove	Director (non-independent, non-executive)
Mr Damian Banks	Director (independent, non-executive)
Mr James Scott	Director (independent, non-executive)
Ms Melanie Allibon	Former Chair (independent, non-executive) (stepped down 30 September 2023)

### **Nature of Operations and Principal Activities**

During the period, the principal activity of the Group was the provision of lifting solutions.

### **Significant Changes in the State of Affairs**

There have been no significant changes in the state of affairs other than that reported in the Operating and Financial Review section disclosed below.

## DIRECTORS' REPORT (continued)

### Operating and Financial Review

#### Results Summary

	31-Dec-23	31-Dec-22	Change	Change
	\$'m	\$'m	\$'m	%
Revenue	129.7	99.5	30.2	30%
Operating Costs	(105.4)	(79.5)	(25.9)	33%
<b>EBITDA</b>	<b>24.3</b>	<b>20.0</b>	<b>4.3</b>	<b>22%</b>
Depreciation and Amortisation	(17.3)	(16.7)	(0.6)	4%
<b>EBIT*</b>	<b>7.0</b>	<b>3.3</b>	<b>3.7</b>	<b>112%</b>
Profit / (loss) on Sale of Assets	0.5	(0.3)	0.8	
Net Borrowing Costs	(3.7)	(2.2)	(1.5)	68%
<b>NPAT</b>	<b>3.8</b>	<b>0.8</b>	<b>3.0</b>	<b>375%</b>

\* EBIT excludes (loss) / profit on sale of assets

#### Profit & Loss

Revenue was \$129.7 million, up \$30.2 million or +30% versus pcp (1H FY23: \$99.5 million), driven by a combination of project commencements and strong growth in the resources and infrastructure sectors.

EBITDA of \$24.3 million was recorded during the period (\$20.0 million in 1H FY23). The EBITDA margin in 1H FY24 was impacted by the slower-than-anticipated ramp up of operations at the Clarke Creek wind farm. The strategy of disposing of older and under-utilised assets continues with a \$0.5 million profit achieved. Borrowing costs have increased due to higher interest rates and new crane leases.

NPAT of \$3.8 million, which is an improvement of +\$3.0 million on 1H FY23 and is in line with expectations.

#### Balance Sheet Capital

Net debt<sup>1</sup> was \$69.6 million (c. 38.9 % gearing) which is in line with the Company's target range. Net Capex was \$8.5 million. Net tangible assets per share was in line with the 1H FY23 level of \$0.26.

The Company's on-market buy back has to date purchased circa 2.1m shares for a total consideration of \$0.2m.

#### Cash flow

Net Cash Flow from Operations was \$18.6 million for 1H FY24 (1H FY23: \$19.2 million) which was in line with operating activity. An additional \$6.4 million was received from proceeds from the sale of assets. This was then used to fund the purchase of new plant & equipment, which is in line with the Company's strategy to support customer contracts, refreshing the fleet profile, and increasing profitability.

Cash at the end of the period remained at \$2.4 million.

<sup>1</sup> Net Debt includes interest bearing loans and borrowings, all lease liabilities plus bank guarantees less cash.

## DIRECTORS' REPORT (continued)

### Operating and Financial Review (continued)

#### Operational Highlights

- One Lost Time Injury (LTI) and TRIFR of 2.6 per million hours worked.
- Over \$40m of new & re-signed contracts in 1H FY24, including re-signing of a significant Hunter Valley and Central Queensland customer contract.
- Execution against strategic initiatives including increased labour efficiency of 86% and asset utilisation of 88%.
- The Company delivered an improved performance across its four end verticals. The Company notes that the first half of the financial year is the seasonally stronger half given the lower level of operational downtime compared to the second half.
- Boom is in a strong position to benefit from significant growth opportunities in the Renewables and Infrastructure markets as Australia continues to transition to new energy sources.

#### Strategic Focus

The Company continued to execute against a range of strategic initiatives that were established at the FY23 results with the aim of:

- Creating sustainable future returns by focusing on key segments and customers;
- Continuing to strengthen the balance sheet through improved asset investments; and
- Improving cash flow and creating value for shareholders.

Strategic Focus	Target	Execution in 1HFY24
<b>1. ESG &amp; People Capability</b>	Focus on safety, talent & environmental impacts	<ul style="list-style-type: none"> <li>• One Lost Time Injuries (LTI).</li> <li>• TRIFR of 2.6 per million hours worked</li> </ul>
<b>2. Sector-Focused Profitable Growth</b>	Enhanced Customer relationships and right capability to ensure sustainable financial returns	<ul style="list-style-type: none"> <li>• Resource Revenue up 27% vs pcp</li> <li>• Renewables Revenue up 59% vs pcp</li> <li>• Infrastructure Revenue up 29% vs pcp</li> <li>• Industrials Revenue up 8% vs pcp</li> </ul>
<b>3. Asset Regeneration &amp; Efficiency</b>	Investment in right assets for key markets in key locations to maximise efficiency	<ul style="list-style-type: none"> <li>• Fleet weighted average value* of 7.4 years (7.3 years pcp)</li> <li>• Labour efficiency increase to 86%</li> <li>• Sale of redundant and obsolete assets</li> </ul> <p>* previous methodology used Asset Age only</p>

## DIRECTORS' REPORT (continued)

### Operating and Financial Review (continued)

Strategic Focus	Target	Execution in 1HFY24
4. Shareholder Value	Strengthen balance sheet and shareholder returns through efficient use of capital	<ul style="list-style-type: none"><li>• Strategy implemented to return 40% - 60% of previous two years' rolling average Operating NPAT, through the execution of an on-market share buy-back</li><li>• Buyback to date has returned \$0.2m.</li><li>• Unmarketable parcels sale facility launched.</li></ul>

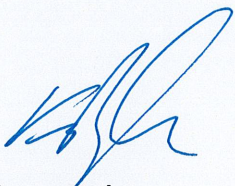
### Auditor's Independence Declaration to the Directors

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 7.

### Rounding

The amounts contained in this report and in the financial report are presented in Australian dollars and have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available under ASIC Corporations Instrument 2016/191. The Group is of a kind to which the Corporations Instrument applies.

Signed in accordance with a resolution of the Directors.



**Kieran Pryke**  
Chair

Melbourne, 23 February 2024



**Ben Pieyre**  
Managing Director

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**Grant Thornton Audit Pty Ltd**

Level 22 Tower 5  
Collins Square  
727 Collins Street  
Melbourne VIC 3008  
GPO Box 4736  
Melbourne VIC 3001  
T +61 3 8320 2222

## Auditor's Independence Declaration

### To the Directors of Boom Logistics Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Boom Logistics Limited for the half-year ended 31 December 2023. 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.

Grant Thornton

Grant Thornton Audit Pty Ltd  
Chartered Accountants



A C Pitts  
Partner – Audit & Assurance

Melbourne, 23 February 2024

**Boom Logistics Limited**  
A.B.N. 28 095 466 961

**Consolidated Interim Statement of Comprehensive Income**  
**for the half-year ended**  
**31 December 2023**

	Note	2023 \$'000	2022 \$'000
<b>Revenue</b>	2	<b>129,650</b>	99,500
Other income	3(a)	<b>592</b>	31
Salaries and employee benefits expense		<b>(59,437)</b>	(50,309)
Equipment service and supplies expense	3(b)	<b>(36,736)</b>	(23,276)
Operating lease expense		<b>(1,103)</b>	(38)
Other expenses	3(b)	<b>(8,104)</b>	(6,171)
Depreciation expense		<b>(6,188)</b>	(7,237)
Depreciation expense - Right-of-use assets	10	<b>(11,125)</b>	(9,436)
		-----	-----
<b>Profit before financing expense and income tax</b>		<b>7,549</b>	3,064
Financing expense	8	<b>(1,715)</b>	(1,012)
Financing expense - Lease liabilities	10	<b>(2,005)</b>	(1,272)
		-----	-----
<b>Profit before income tax</b>		<b>3,829</b>	780
Income tax	4	-	-
		-----	-----
<b>Net profit attributable to members of Boom Logistics Limited</b>		<b>3,829</b>	780
		=====	=====
<b>Other comprehensive income</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Cash flow hedges recognised in equity, net of tax		-	-
		-----	-----
<b>Other comprehensive income / (loss) for the period, net of tax</b>		-	-
		-----	-----
<b>Total comprehensive income for the period attributable to members of Boom Logistics Limited</b>		<b>3,829</b>	780
		=====	=====
Basic earnings per share (cents per share)	5	<b>0.90</b>	0.18
Diluted earnings per share (cents per share)	5	<b>0.90</b>	0.18

The accompanying notes form an integral part of the Consolidated Interim Statement of Comprehensive Income.



**Boom Logistics Limited**  
A.B.N. 28 095 466 961

**Consolidated Interim Statement of Financial Position**  
as at 31 December 2023

	Note	31 December 2023 \$'000	30 June 2023 \$'000
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		2,369	2,445
Trade receivables, contract assets and other receivables	2	48,510	47,658
Inventories, prepayments and other current assets		5,439	4,002
Assets classified as held for sale	6	4,586	8,706
		-----	-----
<b>TOTAL CURRENT ASSETS</b>		<b>60,904</b>	62,811
		-----	-----
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	82,670	82,546
Right-of-use assets	10	72,578	61,928
		-----	-----
<b>TOTAL NON-CURRENT ASSETS</b>		<b>155,248</b>	144,474
		-----	-----
<b>TOTAL ASSETS</b>		<b>216,152</b>	207,285
		=====	=====
<b>CURRENT LIABILITIES</b>			
Trade and other payables		20,880	19,138
Interest bearing loans and borrowings	8	7,162	11,834
Lease liabilities	10	29,230	31,790
Employee provisions		9,885	9,267
Other provisions and liabilities		3,585	5,948
		-----	-----
<b>TOTAL CURRENT LIABILITIES</b>		<b>70,742</b>	77,977
		-----	-----
<b>NON-CURRENT LIABILITIES</b>			
Interest bearing loans and borrowings	8	2,550	-
Lease liabilities	10	29,413	19,989
Employee provisions		448	330
Other provisions and liabilities		3,810	3,453
Deferred tax liabilities		3	3
		-----	-----
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>36,224</b>	23,775
		-----	-----
<b>TOTAL LIABILITIES</b>		<b>106,966</b>	101,752
		=====	=====
<b>NET ASSETS</b>		<b>109,186</b>	105,533
		=====	=====
<b>EQUITY</b>			
Contributed equity	9	310,084	310,327
Retained losses		(204,566)	(208,395)
Reserves		3,668	3,601
		-----	-----
<b>TOTAL EQUITY</b>		<b>109,186</b>	105,533
		=====	=====

The accompanying notes form an integral part of the Consolidated Interim Statement of Financial Position.

**Boom Logistics Limited**  
A.B.N. 28 095 466 961

**Consolidated Interim Statement of Cash Flows**  
**for the half-year ended**  
**31 December 2023**

	Note	2023 \$'000	2022 \$'000
<b>Cash flows from operating activities</b>			
Receipts from customers		144,087	110,404
Payments to suppliers and employees		(122,360)	(88,909)
Interest paid		(1,115)	(894)
Interest paid - Lease liabilities		(2,005)	(1,272)
Interest received		47	31
Income tax paid		-	(185)
		-----	-----
<b>Net cash provided by operating activities</b>		<b>18,654</b>	19,175
		-----	-----
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		(8,220)	(3,727)
Proceeds from the sale of property, plant and equipment		6,423	3,973
		-----	-----
<b>Net cash (used in) / provided by investing activities</b>		<b>(1,797)</b>	246
		-----	-----
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		3,637	-
Repayment of borrowings		(5,760)	(7,405)
Repayment of lease liabilities	10	(14,567)	(12,247)
Payments for shares bought back including transaction costs		(243)	-
		-----	-----
<b>Net cash used in financing activities</b>		<b>(16,933)</b>	(19,652)
		-----	-----
Net (decrease) / increase in cash and cash equivalents		(76)	(231)
Cash and cash equivalents at the beginning of the period		2,445	2,414
		-----	-----
<b>Cash and cash equivalents at the end of the period</b>		<b>2,369</b>	2,183
		=====	=====

The accompanying notes form an integral part of the Consolidated Interim Statement of Cash Flows.

**Boom Logistics Limited**  
A.B.N. 28 095 466 961

**Consolidated Interim Statement of Changes in Equity**  
**for the half-year ended**  
**31 December 2023**

	Note	Contributed Equity \$'000	Retained Losses \$'000	Retained Profits \$'000	Employee Equity Benefits Reserve \$'000	Total Equity \$'000
<b>At 1 July 2022</b>		310,327	(208,255)	5,021	3,135	110,228
Profit for the half-year		-	-	780	-	780
Other comprehensive loss		-	-	-	-	-
<b>Total comprehensive income</b>		-	-	780	-	780
<b>Transactions with owners in their capacity as owners:</b>						
Share-based payments		-	-	-	679	679
<b>At 31 December 2022</b>		310,327	(208,255)	5,801	3,814	111,687
<b>At 1 July 2023</b>		310,327	(213,416)	5,021	3,601	105,533
Profit for the half-year		-	-	3,829	-	3,829
Other comprehensive income		-	-	-	-	-
<b>Total comprehensive income</b>		-	-	3,829	-	3,829
<b>Transactions with owners in their capacity as owners:</b>						
Share-based payments		-	-	-	67	67
Share buy-back net of transaction costs and tax	9	(243)	-	-	-	(243)
<b>At 31 December 2023</b>		310,084	(213,416)	8,850	3,668	109,186

The accompanying notes form an integral part of the Consolidated Interim Statement of Changes in Equity.

## **Notes to the Interim Consolidated Financial Statements**

Half-Year Ended 31 December 2023

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### **About This Report**

The financial report of Boom Logistics Limited and its subsidiaries ("the Group") for the half-year ended 31 December 2023 was authorised for issue in accordance with a resolution of the Board of Directors on 23 February 2024.

Boom Logistics Limited is a company domiciled in Australia and limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange.

The Group is a for-profit entity and the nature of its operations and principal activities are described in note 1.

This general purpose financial report for the half-year ended 31 December 2023 has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001.

Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last annual financial report as at and for the year ended 30 June 2023.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Group as the full financial report. It is recommended that the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2023 and considered together with any public announcements made by Boom Logistics Limited during the half-year ended 31 December 2023 in accordance with the continuous disclosure obligations of the ASX listing rules.

The half-year financial report has been prepared in accordance with the historical cost convention rounded to the nearest thousand dollars (\$'000) in accordance with ASIC Corporations Instrument 2016/191. The half-year financial report is presented in Australian dollars which is the Company's functional currency.

Boom's Directors have included information in this report that they deem to be material and relevant to the understanding of the financial report. Disclosure may be considered material and relevant if the dollar amount is significant due to size or nature, or the information is important to understand the:

- Group's current period results;
- impact of significant changes in Boom's business; or
- aspects of the Group's operations that are important to future performance.

Disclosure of information that is not material may undermine the usefulness of the half-year financial report by obscuring important information.

## **Notes to the Interim Consolidated Financial Statements**

Half-Year Ended 31 December 2023

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### **About This Report (continued)**

#### *Going concern assumption*

In preparing the financial report, the Directors have made an assessment of the ability of the Group to continue as a going concern, which contemplates the continuity of business operations, realisation of assets and settlement of liabilities in the ordinary course of business and at the amounts stated in the financial report.

At 31 December 2023, the Group had a net current asset deficiency (current assets less current liabilities) of \$9.838 million. The current asset deficiency is impacted by the classification of the trade receivables loan of \$6.336 million which fall due under existing arrangements in December 2023 (refer to note 9). Subsequent to reporting date, the trade receivables loan was successfully refinanced with new lenders (refer to note 14).

In addition, the Directors have considered the following:

- During the period, the Group made a net profit of \$3.829 million;
- The Group maintains a positive net assets / total equity position of \$109.186 million;
- Net cash provided by operating activities generated \$18.654 million during the period;
- The Group has secured debt facilities with new lenders on improved terms for the next 3 to 5 years (refer to note 14); and
- Forecast results for the remainder of the financial year is expected to be positive based on best-estimate assumptions at the time;

After making enquiries and considering the matters described above, the Directors have a reasonable expectation that the Group will have adequate resources to continue to meet its obligations as they fall due. For these reasons, the Directors continue to adopt the going concern basis in preparing the financial report.

## **Notes to the Interim Consolidated Financial Statements**

Half-Year Ended 31 December 2023

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### **Section A: Financial Performance**

This section provides the information that is most relevant to understanding the financial performance of the Group during the period.

#### **1. Segment Reporting**

##### **Description of operating segments**

Management has determined the operating segments based on the reports reviewed by the Chief Operating Decision Maker ("CODM") to make decisions about resource allocation and to assess performance. The CODM who is responsible for allocating resources and assessing performance of the operating segments is the Managing Director and CEO.

The business is considered from a product perspective and has one reportable segment:

- "Lifting Solutions", which consists of all lifting activities including the provision of cranes, travel towers, access equipment and all associated services.

The segment information provided to the CODM is measured in a manner consistent with that of the financial statements.

All inter-segment sales are carried out at arm's length prices.

Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

Section A: Financial Performance (continued)

1. Segment Reporting (continued)

Segment information

Lifting  
Solutions  
\$'000

*Half-year ended: 31 December 2023*

**Segment revenue**

Total external revenue	129,650
Other income	592
	-----
Total revenue and other income	130,242
	=====

**Segment result**

Operating result	24,270
Net profit on disposal of property, plant and equipment	545
Depreciation expense	(17,313)
	-----
Profit before net interest and tax	7,502
	-----
Net interest	(3,673)
Income tax	-
	-----
Profit from continuing operations	3,829
	=====

**Segment assets and liabilities**

	<b>Segment assets \$'000</b>	<b>Segment liabilities \$'000</b>	<b>Additions to non-current assets \$'000</b>
Lifting Solutions	214,188	100,529	29,742
Non-segment centralised costs	1,964	6,437	103
	-----	-----	-----
Total	216,152	106,966	29,845
	=====	=====	=====

Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

Section A: Financial Performance (continued)

1. Segment Reporting (continued)

Segment information (continued)

	Lifting Solutions \$'000
<i>Half-year ended: 31 December 2022</i>	
<b>Segment revenue</b>	
Total external revenue	99,500
Other income	31
	-----
Total revenue and other income	99,531
	=====
<b>Segment result</b>	
Operating result	20,004
Net loss on disposal of property, plant and equipment	(298)
Depreciation expense	(16,673)
	-----
Profit before net interest and tax	3,033
	-----
Net interest	(2,253)
Income tax	-
	-----
Profit from continuing operations	780
	=====

*Year ended: 30 June 2023*

	<b>Segment assets and liabilities</b>		
	<b>Segment assets \$'000</b>	<b>Segment liabilities \$'000</b>	<b>Additions to non-current assets \$'000</b>
Lifting Solutions	204,872	96,701	55,344
Non-segment centralised costs	2,413	5,051	-
	-----	-----	-----
Total	207,285	101,752	55,344
	=====	=====	=====



Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

Section A: Financial Performance (continued)

2. Revenue from Contracts with Customers

*Disaggregation of revenue from contracts with customers*

Boom Logistics Limited is domiciled in Australia and all core revenue is derived from customers within Australia. The Group derives revenue from the transfer of services over time in the following industry segments:

<i>Industry segment</i>	Note	Lifting Solutions \$'000
<b><i>Half-year ended 31 December 2023</i></b>		
Mining & resources		70,534
Wind, energy, & utilities		21,976
Infrastructure & construction		24,816
Industrial maintenance, telecommunications & other		12,324
		-----
Total revenue from contracts with customers		129,650
		=====
<i>Timing of revenue recognition</i>		
Services transferred over time		129,650
		=====
<b><i>Half-year ended 31 December 2022</i></b>		
Mining & resources		55,404
Wind, energy, & utilities		17,099
Infrastructure & construction		15,643
Industrial maintenance, telecommunications & other		11,354
		-----
Total revenue from contracts with customers		99,500
		=====
<i>Timing of revenue recognition</i>		
Services transferred over time		99,500
		=====

## Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

### Section A: Financial Performance (continued)

#### 2. Revenue from Contracts with Customers (continued)

##### *Contract balances*

	Note	31 December 2023 \$'000	30 June 2023 \$'000
Trade and other receivables		41,234	42,041
Allowance for impairment		(624)	(362)
Contract assets	(i)	7,900	5,979
		-----	-----
Total trade receivables, contract assets and other receivables		<b>48,510</b>	47,658
		=====	=====

(i) Contract assets relate to the Group's right to consideration for work completed but not billed at the reporting date. The contract assets are transferred to trade receivables when the rights become unconditional. This usually occurs when the Group issues the invoices to the customers.

#### **Recognition and measurement**

Revenue from the hire of lifting equipment, labour and other services provided to the industry segments disclosed above is recognised when the performance obligation is satisfied. Performance obligation is satisfied over a period of time as the job docket or timecards are approved by the customers. If the services under a single arrangement are rendered in different reporting periods, then the consideration is allocated on a relative fair value basis.

Revenue from the installation of wind towers is recognised by using either the equipment hire and labour rate models (schedule of rates) or the stage of completion of the contract, as specified in the contracts. The stage of completion is measured by reference to work completed on each stage of a wind tower unit calculated as a percentage of the total wind towers included under the contract.

The total consideration in the services above is allocated based on their standalone selling prices. The stand-alone selling prices are determined based on the list prices at which the Group sells the services in separate transactions. The fair value and the stand-alone selling prices of both types of services are considered broadly similar.

#### **Key estimate and judgement**

Determining the stage of completion requires an estimate of the wind tower units completed to date as a percentage of the total wind tower units under the contract. Where variations and claims are made to the contract, assumptions are made regarding the probability that the customer will approve the variations and claims and the amount of revenue that will arise. Changes in these estimation methods could have a material impact on the financial statements.

Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

Section A: Financial Performance (continued)

	2023 \$'000	2022 \$'000
<b>3. Other Income And Expenses</b>		
<b>(a) Other income</b>		
Profit on disposal of plant and equipment	545	-
Interest income	47	31
	-----	-----
<b>Total other income</b>	<b>592</b>	<b>31</b>
	=====	=====
<b>(b) Expenses</b>		
External equipment hire	11,395	4,263
External labour hire	6,746	5,103
Maintenance	6,541	5,298
Fuel	1,691	2,234
External transport	4,348	2,132
Employee travel and housing	1,960	847
Other reimbursable costs (on-charged to customers)	906	663
Other equipment services and supplies	3,149	2,736
	-----	-----
<b>Total equipment services and supplies expense</b>	<b>36,736</b>	<b>23,276</b>
	=====	=====
Employee related	1,680	1,126
Insurance and compliance	2,297	2,299
IT and communications	1,615	1,382
Occupancy	829	626
Other overheads	1,683	440
Loss on disposal of plant and equipment	-	298
	-----	-----
<b>Total other expense</b>	<b>8,104</b>	<b>6,171</b>
	=====	=====

Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

Section A: Financial Performance (continued)

	2023 \$'000	2022 \$'000
<b>4. Income Tax</b>		
A reconciliation between tax benefit and the accounting profit before income tax is as follows:		
Accounting profit before tax from continuing operations	3,829	780
At the Group's statutory income tax rate of 30% (2022: 30%)	1,149	234
Expenditure not allowable for income tax purposes	22	16
Adjustments for current tax of prior periods	-	(250)
Previously unrecognised tax credits now recouped to reduce current tax expense	(1,171)	-
	-----	-----
Income tax	-	-
	=====	=====

*Tax losses*

As at 31 December 2023, the Group has total tax losses of \$32.213 million tax effected (30 June 2023: \$32.458 million tax effected). \$2.226 million of these losses have been recognised on balance sheet and \$29.987 million has not been recognised as a deferred tax asset based on an assessment of the probability that sufficient taxable profit will be available to allow the tax losses to be utilised in the near future. The unused tax losses remain available indefinitely and can be used to offset future tax payable.

**Key estimate and judgement**

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable profits will be available to utilise those temporary differences and losses, and the losses continue to be available having regard to their nature and timing of origination. Judgement is required to determine the amount of deferred tax assets that can be recognised based upon the likely timing and the level of future taxable profits. Utilisation of tax losses also depends on the ability of the Group to satisfy certain tests at the time the losses are recouped.

Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

Section A: Financial Performance (continued)

5. Earnings Per Share

Basic earnings per share of 0.90 cents (2022: 0.18 cents) are calculated by dividing net profit for the year attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the period.

Diluted earnings per share of 0.90 cents (2022: 0.18 cents) are calculated by dividing the net profit attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the period plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

The following reflects the income and share data used in the calculation of basic and diluted earnings per share:

	Note	2023 \$'000	2022 \$'000
Net profit after tax		3,829	780
		No. of shares	
Weighted average number of ordinary shares used in calculating basic earnings per share		427,315,940	427,774,207
<i>Effect of dilutive securities:</i>			
- employee share awards	(i)	-	-
		-----	-----
Adjusted weighted average number of ordinary shares used in calculating diluted earnings per share		427,315,940	427,774,207
		=====	=====
Number of ordinary shares at half-year end		425,661,721	427,774,207
		=====	=====

(i) Dilutive securities are options granted to employees under the long term incentive plan and included in the calculation of diluted earnings per share assuming all vesting conditions are met.

## Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

### Section B: Operating Assets and Liabilities

This section provides information relating to the key operating assets used and liabilities incurred to support delivery of the financial performance of the Group.

6. Property, Plant and Equipment	Rental Equipment \$'000	Motor Vehicles \$'000	Machinery, Furniture, Fittings & Equipment \$'000	Freehold Land & Buildings \$'000	Total \$'000	Assets Classified as Held For Sale \$'000	Total \$'000
<b>Half-year ended 31 December 2023</b>							
Carrying amount at beginning net of accumulated depreciation and impairment	80,151	1,082	95	1,218	<b>82,546</b>	8,706	<b>91,252</b>
Additions	7,911	97	62	-	<b>8,070</b>	-	<b>8,070</b>
Disposals	(862)	(12)	-	-	<b>(874)</b>	(5,004)	<b>(5,878)</b>
Transfers	(761)	(61)	(61)	(1)	<b>(884)</b>	884	-
Depreciation charge for the period	(5,928)	(195)	(16)	(49)	<b>(6,188)</b>	-	<b>(6,188)</b>
	-----	-----	-----	-----	-----	-----	-----
Carrying amount at end net of accumulated depreciation and impairment	<b>80,511</b>	<b>911</b>	<b>80</b>	<b>1,168</b>	<b>82,670</b>	<b>4,586</b>	<b>87,256</b>
	=====	=====	=====	=====	=====	=====	=====
<b>Closing balance at 31 December 2023</b>							
At cost	215,003	16,869	6,085	3,120	<b>241,077</b>	22,432	<b>263,509</b>
Accumulated depreciation	(134,492)	(15,958)	(6,005)	(1,952)	<b>(158,407)</b>	(17,846)	<b>(176,253)</b>
	-----	-----	-----	-----	-----	-----	-----
Net carrying amount	<b>80,511</b>	<b>911</b>	<b>80</b>	<b>1,168</b>	<b>82,670</b>	<b>4,586</b>	<b>87,256</b>
	=====	=====	=====	=====	=====	=====	=====

## Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

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### Section B: Operating Assets and Liabilities (continued)

#### 6. Property, Plant and Equipment (continued)

##### Key estimate and judgement

###### *Property, plant and equipment*

The Group determines the estimated useful lives of assets and related depreciation charges for its property, plant and equipment based on projected capital equipment lifecycles for periods up to twenty years based on useful life assumptions.

Residual values are determined based on the value the Group would derive upon ultimate disposal of the individual piece of property, plant and equipment at the end of its useful life. The achievement of these residual values is dependent upon the second hand equipment market at any given point in the economic cycle.

Management will increase the depreciation charge where useful lives are less than previously estimated lives or there is indication that residual values can not be achieved.

#### 7. Impairment Testing of Non-Financial Assets

##### Key estimate and judgement

The carrying values of the CGU's assets were tested at 31 December 2023 by reference to management's assessment of their value in use. Fair value was determined after considering information from a variety of sources including a valuation of all cranes and travel tower assets obtained from an independent valuer dated 19 December 2023. The Group did not make any allowance for costs to sell as they were deemed immaterial given the Group's experience and track record of successful asset sales. The Group has classified the assessment as Level 2 in the fair value hierarchy (as per AASB 13) where "inputs other than quoted prices in active markets that are observable for the asset either directly or indirectly".

The independent valuation supported the carrying value of the CGU's crane and travel tower assets as stated in the consolidated interim statement of financial position. The evaluation is consistent with the Group's assessment of the economic environment, lengthening lead times for new equipment and second hand asset values. Consequently, no impairment adjustment to the carrying value of operating fleet was considered necessary at 31 December 2023.

## Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

### Section C: Funding Structures

This section provides information relating to the Group's funding structure and its exposure to financial risk, how they affect the Group's financial position and performance and how the risks are managed.

	Note	31 December 2023 \$'000	30 June 2023 \$'000
<b>8. Interest bearing loans and borrowings</b>			
<i>Current</i>			
Loans		7,162	11,834
		-----	-----
Total current interest bearing liabilities		<b>7,162</b>	11,834
		=====	=====
<i>Non current</i>			
Loans		2,550	-
		-----	-----
Total non-current interest bearing liabilities		<b>2,550</b>	-
		-----	-----
Total interest bearing liabilities		<b>9,712</b>	11,834
		=====	=====

#### *Terms and debt repayment schedule*

	Currency	Weighted average interest rate	Year of maturity	31 December 2023 \$'000	30 June 2023 \$'000
				Carrying amount	
Trade receivables loan	AUD	9.34%	December 2023	6,336	11,676
Finance arrangement	AUD	7.94%	August 2027	3,376	158
				-----	-----
Total interest bearing liabilities				<b>9,712</b>	11,834
				=====	=====

	2023 \$'000	2022 \$'000
<b>Financing expense</b>		
Interest expense	898	718
Borrowing costs - amortisation (non-cash)	-	118
Borrowing costs - other	817	176
	-----	-----
Total financing expense	<b>1,715</b>	1,012
	=====	=====



## Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

### Section C: Funding Structures (continued)

#### 8. Interest Bearing Loans and Borrowings (continued)

##### *Debt facility refinancing*

At reporting date, the following debt facilities have expired resulting in their balances being disclosed as current liabilities. The debt facilities were refinanced subsequent to the half-year ended 31 December 2023 and was effective on 29 January 2024 (refer to note 14).

- A \$56 million trade receivables loan facility with a termination date of 23 December 2023. The facility incurs a fixed fee and floating interest on funds drawn. There is no amortisation required over the life of this facility.
- A \$22 million chattel mortgage facility with same termination date as above. The facility incurs a fixed interest rate on funds drawn.

The existing \$60.4 million asset finance facility comprising finance and operating leases was left in place. Expiry dates of loans under this facility vary from February 2024 to September 2028.

##### *Covenant position*

The Group is not subject to any financial covenants under existing facilities.

	Note	31 December 2023 \$'000	30 June 2023 \$'000
<b>9. Contributed Equity</b>			
Issued and fully paid ordinary shares		<b>310,084</b>	310,327
		<b>31 December 2023</b>	
		<b>No. of shares</b>	<b>\$'000</b>
<i>Movements in ordinary shares on issue</i>			
Opening balance at 1 July 2023		427,774,207	310,327
Shares bought back on-market and cancelled	(i)	(2,112,486)	(242)
Buy-back transaction costs		-	(1)
		-----	-----
Closing balance at 31 December 2023		<b>425,661,721</b>	<b>310,084</b>
		=====	=====

- (i) During the period, Boom purchased and cancelled 2,112,486 ordinary shares as a result of the on market share buy-back scheme. The total cost, including transaction costs, was \$242,782. The on market share buyback of ordinary shares were priced between \$0.11 and \$0.12 per share. This share buy-back scheme is currently on going and is expected to be completed by 15 October 2024 or earlier if the maximum number of shares being 42.8 million shares is bought back prior to that date.

**Notes to the Interim Consolidated Financial Statements**

Half-Year Ended 31 December 2023

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**Section D: Other Disclosures**

This section provides additional financial information that is required by the Australian Accounting Standards and management considers relevant for shareholders.

**10. Leases**

*Group as a lessee*

The Group has commercial leases on certain plant and equipment, motor vehicles and property. These lease contracts have typically fixed terms of 1 to 5 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

The impact of leases on the financial statements for the period is as follows:

	<b>2023</b>	2022
	<b>\$'000</b>	\$'000
<b><i>Statement of Comprehensive Income</i></b>		
Depreciation expense of right-of-use assets	<b>(11,125)</b>	(9,436)
Interest expense on lease liabilities	<b>(2,005)</b>	(1,272)
Rent expense - short-term leases and leases of low value assets	<b>(1,103)</b>	(38)
	-----	-----
Total amounts recognised in profit or loss	<b>(14,233)</b>	<b>(10,746)</b>
	=====	=====
<b><i>Statement of Cash Flows</i></b>		
Net cash flows from operating activities	<b>14,567</b>	12,247
Net cash flows from financing activities	<b>(14,567)</b>	(12,247)
	=====	=====

Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

Section D: Other Disclosures (continued)

10. Leases (continued)

Statement of Financial Position

	Note	Right-of-use Assets				Total \$'000	Lease Liabilities \$'000
		Rental Equipment \$'000	Motor Vehicles \$'000	Other Equipment \$'000	Land & Buildings \$'000		
<b>Half-year ended 31 December 2023</b>							
Opening carrying amount		53,002	3,553	15	5,358	<b>61,928</b>	51,779
Additions		17,264	2,256	35	2,220	<b>21,775</b>	21,431
Depreciation expense		(7,785)	(1,269)	(23)	(2,048)	<b>(11,125)</b>	-
Transfers		(95)	94	1	-	-	-
Receipts / payments		-	-	-	-	-	(14,567)
Closing carrying amount		<b>62,386</b>	<b>4,634</b>	<b>28</b>	<b>5,530</b>	<b>72,578</b>	<b>58,643</b>
Current							29,230
Non-current							29,413
Total lease liabilities							<b>58,643</b>

**Recognition and measurement**

Leases are recognised as a right-of-use asset and a corresponding lease liability at the date at which the leased asset is available for use. The right-of-use asset is depreciated over the lease term on a straight-line basis. The lease payment is allocated between the lease liability and interest expense. The interest expense is charged to profit or loss over the lease term.

## **Notes to the Interim Consolidated Financial Statements**

Half-Year Ended 31 December 2023

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### **Section D: Other Disclosures (continued)**

#### **10. Leases (continued)**

##### **Recognition and measurement (continued)**

Right-of-use assets are measured at cost comprising the following:

- the amount of the initial measurement of lease liability;
- any initial direct costs; and
- restoration costs.

Lease liabilities are measured at the present value of lease payments to be made over the lease term discounted using the interest rate implicit in the lease. If that rate cannot be determined, the Group's incremental borrowing rate is used, being the rate that the Group would have to pay to borrow the funds necessary to obtain an asset of similar value in a similar economic environment with similar terms and conditions. The present value of lease payments include:

- fixed payments;
- variable lease payments that are based on an index or a rate;
- amounts expected to be payable under residual value guarantees;
- the exercise price of a purchase option if reasonably certain to exercise the option; and
- payments of penalties for terminating the lease.

In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option. Extension options are only included in the lease term if the lease is reasonably certain to be extended.

Payments associated with short-term leases and leases of low-value assets are recognised on a straight-line basis as an expense in profit or loss.

Notes to the Interim Consolidated Financial Statements

Half-Year Ended 31 December 2023

Section D: Other Disclosures (continued)

11. Share-based Payments

The terms and conditions of the executive remuneration plans remain the same as at 30 June 2023. Movements in the executive remuneration plans during the period are as follow:

	Salary Sacrifice Rights Plan		Short Term Incentive Plan		Long Term Incentive Plan			
	Average fair value per right	No. of rights	Average fair value per right	No. of rights	Average exercise price per option	No. of options	Average fair value per right	No. of rights
At start of period	\$0.1308	3,770,772	\$0.1591	4,186,133	\$0.1726	6,979,218	\$0.1422	3,137,957
Exercised during the period	-	-	\$0.1309	(653,743)	-	-	-	-
Forfeited during the period	-	-	\$0.1509	(20,412)	-	-	-	-
At end of period	<b>\$0.1308</b>	<b>3,770,772</b>	<b>\$0.1644</b>	<b>3,511,978</b>	<b>\$0.1726</b>	<b>6,979,218</b>	<b>\$0.1422</b>	<b>3,137,957</b>

	31 December 2023 \$'000	30 June 2023 \$'000
<i>Carrying values</i>		
Salary Sacrifice Rights Plan	1,144	1,144
Short Term Incentive Plan	1,386	1,386
Long Term Incentive Plan	1,138	1,071
	-----	-----
Total employee equity benefits reserve	<b>3,668</b>	3,601
	=====	=====
	<b>2023</b>	2022
	<b>\$'000</b>	\$'000

12. Commitments

(a) Capital commitments

Capital expenditure contracted for at reporting date but not recognised in the financial statements are as follows:

<i>Property, plant and equipment</i>		
- within one year	5,323	2,859
	-----	-----
	<b>5,323</b>	2,859
	=====	=====

The assets will be delivered progressively over the next 12 months.

## **Notes to the Interim Consolidated Financial Statements**

Half-Year Ended 31 December 2023

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### **Section D: Other Disclosures (continued)**

#### **13. Contingencies**

##### *Contingent liabilities*

Performance guarantees totalling \$3.597 million (30 June 2023: \$3.498 million) have been provided to wind farm construction projects, landlords and work cover authority. There are no other contingent liabilities identified at reporting date.

#### **14. Subsequent Events**

##### *Finance Facilities*

Subsequent to reporting date, the Group has successfully refinanced with new lenders on improved terms. The new finance package comprises:

- \$30 million 3 year trade finance facility;
- \$30 million revolving leasing facility with a maximum 5 year term;
- \$5 million bank guarantee facility; and
- \$15 million 5 year sale and lease back facility.

#### **15. Changes in Significant Accounting Policies**

The accounting policies adopted are consistent with those of the previous financial year and corresponding reporting period with no new accounting standards impacting the Group during the period.

## Directors' Declaration

1. In the opinion of the Directors of Boom Logistics Limited ("the Company"):
  - (a) the consolidated interim financial statements and notes that are set out on pages 8 to 30 are in accordance with the Corporations Act 2001, including:
    - (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
    - (ii) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001; 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.

Signed in accordance with a resolution of the Directors:



**Kieran Pryke**  
Chair



**Ben Pieyre**  
Managing Director

Melbourne, 23 February 2024

## Independent Auditor's Review Report

### To the Members of Boom Logistics Limited

#### Report on the half-year financial report

##### Conclusion

We have reviewed the accompanying half-year financial report of Boom Logistics Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2023, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a description of accounting policies, other 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 Boom Logistics Limited 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 December 2023 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 Company 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 annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.



### **Directors' responsibility for the half-year financial report**

The Directors of the Company 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. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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 2023 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.

Grant Thornton

Grant Thornton Audit Pty Ltd  
Chartered Accountants



A C Pitts  
Partner – Audit & Assurance

Melbourne, 23 February 2024