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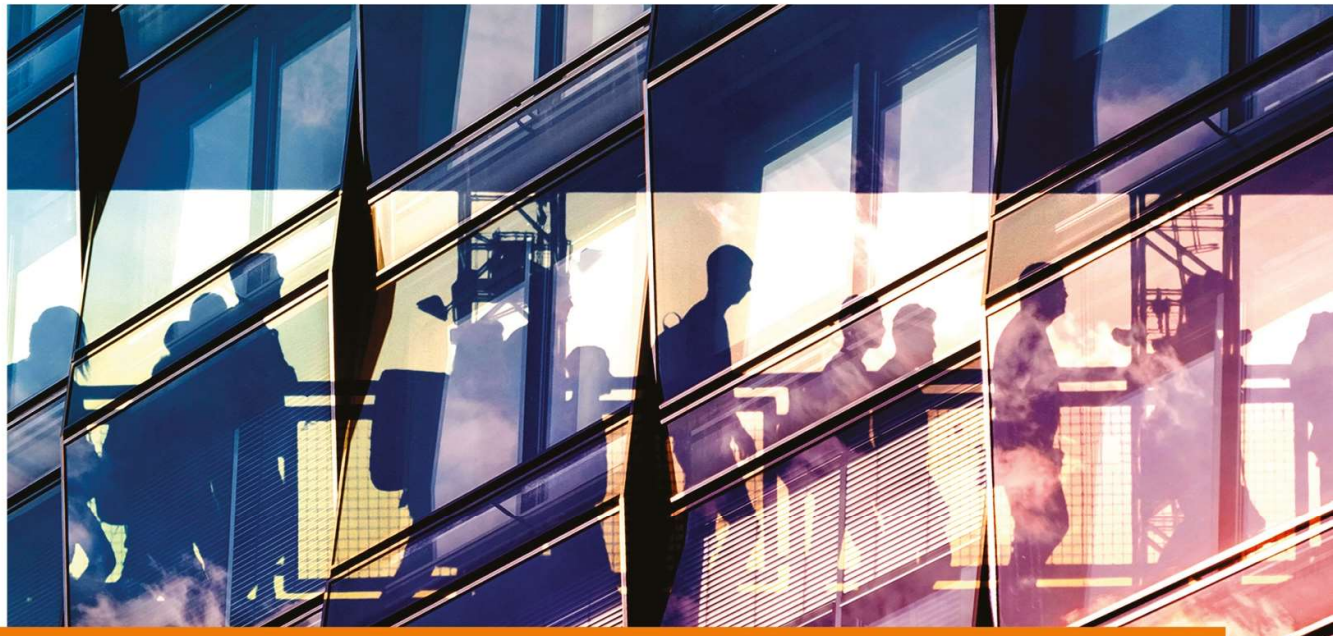
25 Years of successful investing

MIRRABOOKA Investments Limited



Finding Opportunities in Small and Medium-Sized Companies

Appendix 4D Statement for the Half-Year Ending 31 December 2024

Contents

- Results for Announcement to the Market
- Media Release
- Appendix 4D Accounts
- Independent Auditors' Review Report

This half-year report is presented under listing rule 4.2A and should be read in conjunction with the Company's 2024 Annual Report.

This announcement was authorised for release by the Board of Mirrabooka Investments Limited.

Mirrabooka Investments Limited ABN 31 085 290 928

MIRRABOOKA
Investments Limited

Results for Announcement to the Market

The reporting period is the half year ended 31 December 2024 with the prior corresponding period being the half year ended 31 December 2023.

The half year financial report has been reviewed by the Company's auditors.

- For the six-month period, Mirrabooka's portfolio return including the benefit of franking was 11.5%. The combined Small Ordinaries and Mid Cap 50 sector benchmark including franking, was 7.5% over the same period.
- Profit for the half-year was $4.6 million. This is in line with the $4.6 million reported for the previous corresponding period.
- Revenue from operating activities was $6.2 million, down 5.8% on the previous corresponding period. This excludes capital gains on investments.
- The interim dividend of 4.5 cents per share fully franked (at 30%), an increase of 0.5 cents per share on last year's interim dividend, will be paid on 18 February 2025 to ordinary shareholders on the register on 24 January 2025. There is no conduit foreign income component of the dividend.
- All of the interim dividend is sourced from capital gains, on which the Company has paid or will pay tax. The amount of the pre-tax attributable gain, known as an "LIC capital gain", attached to this dividend is 6.43 cents per share (4.5 cents grossed up for tax). This enables some shareholders to claim a tax deduction in their tax return. Further details will be on the dividend statements.
- A Dividend Reinvestment Plan (DRP) and a Dividend Substitution Share Plan (DSSP) are available; the price for which will be set at a **nil discount** to the Volume Weighted Average Price of the Company's shares traded on the ASX and Cboe automated trading systems over the five trading days from when the shares trade ex-dividend. The last date for the receipt of an election notice for participation in the DRP and DSSP is 5 pm (AEDT) on 28 January 2025.
- A final dividend for the 2024 financial year of 6.5 cents per share plus a special dividend of 2.5 cents, both fully franked, were paid to shareholders on 16 August 2024.
- Net asset backing per share before any provision for deferred tax on the unrealised gains on the long term investment portfolio as at 31 December 2024 was $3.41 (before allowing for the interim dividend), up from $3.06 (also before allowing for the interim dividend) at the end of the previous corresponding period.
- The Company will be providing an update on these results via a webcast for shareholders on Tuesday, 21 January 2025 at 3.30 pm (AEDT). Details are on the website at mirra.com.au.

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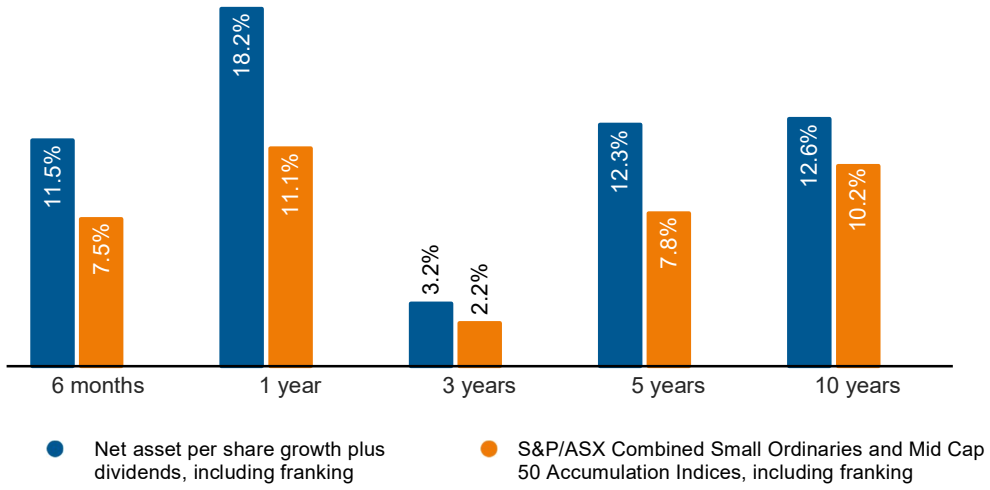
Portfolio Outperforms, Interim Dividend Up 12.5%
Half Year Report to 31 December 2024

Mirrabooka is an investor in small and mid-cap companies seeking to provide attractive income and capital growth over the medium to long term to shareholders at a low cost.

For the six-month period, Mirrabooka's portfolio return including the benefit of franking was 11.5%. The combined Small Ordinaries and Mid Cap 50 sector benchmark including franking, was 7.5% over the same period.

The 12-month portfolio return including franking was 18.2%. The combined Small Ordinaries and Mid Cap 50 benchmark return over the corresponding period including franking was 11.1%. The strong relative outperformance has come from holdings such as Gentrack Group, Pinnacle Investment Management Group, Temple & Webster Group, Macquarie Technology Group, Netwealth Group and Redox. In addition, the underweight portfolio position in many mid-sized resource companies that underperformed the market has also benefited relative performance over the 12-month period.

Portfolio return (including the full benefit of franking) to 31 December 2024



Per annum returns other than for six months. Mirrabooka's performance numbers are after costs.

Past performance is not indicative of future performance.

Portfolio activity was relatively subdued given the generally high valuation levels in the small and mid-cap sector of the market. Selling commonly involved trimming of holdings for risk management purposes due to stretched share prices in larger portfolio positions and the sale of our successful investment in PSC Insurance because of a takeover. Buying activity was spread across a number of new and existing holdings where we have seen the most attractive medium-term value on offer for the quality and growth prospects of these companies. The recent outcome of such investment activity has seen us build a surplus cash position of approximately 3% of the portfolio.

The interim dividend has been increased to 4.5 cents per share fully franked up from the interim dividend last year of 4.0 cents per share fully franked.

Half Year Profit was $4.6 million, in line with $4.6 million in the prior corresponding period.

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Market Commentary and Portfolio Performance

The 2024 calendar year has seen ongoing strength in global equity markets, with significant divergence in performance across different sectors of the market. Of most relevance to Mirrabooka, high-growth industrial companies have been particularly well supported on the ASX, while commodity facing resource companies have struggled. These trends have been supportive for Mirrabooka, with our preference for companies that are best placed to grow their earnings over the long term.

Mirrabooka delivered a return for the 12 months to 31 December 2024 including the benefit of franking of 18.2% (return figures including franking only include the benefit of franking which Mirrabooka has distributed to shareholders). This was well ahead of the return for the combined Small Ordinaries and Mid Cap 50 benchmark, which was 11.1% including franking over the same period.

Over longer time horizons that are more aligned with our investment focus, we have continued to be encouraged by the outperformance of the Mirrabooka portfolio. When measured since our inception in April 1999 Mirrabooka's portfolio return to 31 December 2024, was 12.6% per annum, significantly outperforming both the benchmark at 8.5% per annum and S&P/ASX 200 Accumulation Index at 9.8% per annum. We are also encouraged by the consistency of portfolio outperformance that we have delivered when measured across 3, 5 and 10 years.

In the 2024 calendar year Mirrabooka's relative portfolio return benefited significantly from holdings in Gentrack Group, Pinnacle Investment Management Group, Temple & Webster, Macquarie Technology Group, Netwealth Group and Redox.

Meaningful detractors to performance came from IDP Education, Tourism Holdings, Domino's Pizza Enterprises, Audinate and Corporate Travel.

It was notable that the performance drag from these underperforming holdings was significantly below the benefit received from our strongest performers, an outcome that we aim to achieve with our investment approach focussed on owning quality business in the portfolio.

Portfolio Adjustments

While the portfolio has performed well in an environment that has generally seen high-quality and high-growth companies afforded a further expansion in their valuation multiples, these conditions have challenged our ability to find compelling investment opportunities.

As a result, the second half of 2024 has seen a more subdued level of purchases than is typical for Mirrabooka. Approximately $47 million was invested into new and existing investment portfolio holdings for the six months, which reflects an annualised level of turnover of approximately 14% of Mirrabooka's portfolio, significantly below our typical level of 20 to 25% per annum.

These purchases have been spread across a number of holdings where we have seen the most attractive medium-term value on offer for the quality and growth prospects of the company. The most material purchases were less than $5 million representing approximately 0.7% of the overall portfolio. This reflects the challenge we have felt in investing with conviction in what appears to us to be a fully valued market.

New stocks to the portfolio, NZ listed Channel Infrastructure and Napier Port Holdings, the recent IPO of Cuscal, and Servcorp were among our largest purchases but were still only relatively small investments. Each of these businesses were attractive for their strong positions in their respective industries, backable management teams and the relative value on offer when taking a medium-term view. However, these companies are unlikely to be among the strongest earnings growth contributors in the portfolio, with higher-growth businesses in the market generally presenting us with the challenge of prohibitive valuations.

The most material additions to existing holdings were in Life 360, Cobram Estate Olives and EVT, with each purchased at prices that look attractive relative to where they are now trading.

Selling activity for the calendar year was more in line with our typical turnover level, albeit the largest of these sales was due to the $14.1 million received from the takeover of our successful investment in PSC Insurance.

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We exited three other stocks in the last six months: JB Hi-Fi, a company that we continue to rate very highly but where we felt the valuation was overly demanding against its growth prospects, Domino's Pizza Enterprises, which had been a disappointing investment and Imdex, which saw the share price appreciate beyond our assessment of fair value before we were able to build a meaningful position.

The balance of our selling saw reductions across a number of our successful investments, reflecting our view of stretched valuations. We continue to act with some caution when doing this given our experience with high-quality growing companies that are often able to sustain strong share price performance well beyond expectations. Notwithstanding this, when observing these conditions across a significant number of our larger holdings we felt it prudent to manage the risk in the portfolio by reducing exposure.

In this context, the most material reductions in the six months were in Pinnacle Investment Management Group, Gentrack Group, Fisher & Paykel Healthcare, Breville Group, REA and Netwealth. We retain material holdings in each of these companies.

Outlook

We continue to view our role as providing the best possible exposure to high-quality mid and small cap equities for our shareholders when taking a medium to long term view. We resist being drawn into predicting markets or economic variables and don't believe that we are able to add value by timing markets through varying our cash position.

We do, however, consider valuation as a critical factor in generating attractive medium to long term returns. We are constantly making this assessment, considering a variety of different factors for a diverse set of companies when considering new opportunities, adding to existing holdings and testing the portfolio for the risk of extreme valuations.

The recent outcome of such investment activity has seen us build a surplus cash position of approximately $19 million or 3% of the portfolio. In the absence of a shift in equity market conditions, we are content to have surplus cash as we patiently explore the market for compelling investment opportunities.

Experience tells us that equity markets will continue to be volatile and that periods of significant performance divergence across sectors are often followed by a recalibration as the momentum of a market narrative has been found, with hindsight, to have run well through fair value. These risks are on our minds as we consider stocks that have recently seen their share prices propelled by the enthusiasm for artificial intelligence and the widespread recognition of the high-quality nature of subscription-based software companies.

Notwithstanding this valuation-based caution, in the longer term we continue to view the prospects of the companies that we have chosen to own in Mirrabooka positively. We look forward to our next round of meetings with company management of portfolio holdings and have confidence in the updates we expect to receive on their strategic progress.

Please direct any enquiries to:

Mark Freeman
Managing Director
(03) 9225 2101

Geoff Driver
General Manager
(03) 9225 2102

16 January 2025

Major Transactions in the Investment Portfolio

Acquisitions	Cost ($'000)
Channel Infrastructure (NZ listed)	4,539
Cuscal (IPO)	4,174
Life360	3,526
Cobram Estate Olives	3,042
Servcorp	2,965

Disposals	Proceeds ($'000)
PSC Insurance Group# (sold under takeover)	14,138
Pinnacle Investment Management Group	7,538
JB Hi-Fi#	4,445
Pexa Group	4,315
Imdex#	4,119

Complete disposal from the portfolio.

New Companies Added to the Portfolio

Channel Infrastructure (NZ listed)

Cuscal

Servcorp

Napier Port Holdings (NZ listed)

ReadyTech Holdings

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Top 20 Investments Valued at Closing Prices at 31 December 2024

Includes investments held in both the investment and trading portfolios.

Value at Closing Prices at 31 December 2024

		Total Value $ Million	% of the Portfolio
1	Macquarie Technology Group	36.7	5.7%
2	ARB Corporation	26.1	4.0%
3	Gentrack Group	24.1	3.7%
4	Temple & Webster Group	23.1	3.6%
5	ResMed*	20.8	3.2%
6	Mainfreight	20.8	3.2%
7	CAR Group*	20.1	3.1%
8	ALS	18.8	2.9%
9	Breville Group	18.7	2.9%
10	EQT Holdings	17.0	2.6%
11	IDP Education	15.3	2.4%
12	HUB24*	14.2	2.2%
13	EVT	14.2	2.2%
14	Pinnacle Investment Management Group*	13.7	2.1%
15	Redox	13.6	2.1%
16	Netwealth Group*	13.5	2.1%
17	Cobram Estate Olives	11.7	1.8%
18	Vista Group International	11.7	1.8%
19	Auckland International Airport	11.6	1.8%
20	Objective Corporation	11.4	1.8%
Total		**356.9**	
As percentage of total portfolio value (excludes cash)			**55.0%**

* Indicates that options were outstanding against part of the holding.

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Portfolio Performance to 31 December 2024

Performance Measures to 31 December 2024	6 Months	1 Year	3 Years % pa	5 Years % pa	10 Years % pa
Portfolio Return – Net Asset Backing Return Including Dividends Reinvested	10.2%	16.2%	1.3%	10.4%	10.1%
Combined S&P/ASX Small Ordinaries and Mid Cap 50 Accumulation Index	7.1%	10.4%	1.4%	7.0%	9.3%
Portfolio Return – Net Asset Backing Gross Return Including Dividends Reinvested*	11.5%	18.2%	3.2%	12.3%	12.6%
*Combined S&P/ASX Small Ordinaries and Mid Cap 50 Accumulation Index**	7.5%	11.1%	2.2%	7.8%	10.2%

* Incorporates the benefit of franking credits for those who can fully utilise them.

Past performance is not indicative of future performance.

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MIRRABOOKA INVESTMENTS LIMITED

ABN 31 085 290 928

HALF-YEAR REPORT

31 DECEMBER 2024

COMPANY PARTICULARS

Mirrabooka Investments Limited ("MIR")
ABN 31 085 290 928

Directors:	Greg Richards, Chairman Paul R. Dwyer Jacinth K. Fairley Antoinette A. Kimmitt AM Tony B. Walls R. Mark Freeman, Managing Director
Company Secretaries:	Matthew J. Rowe Andrew J.B. Porter
Auditor:	PricewaterhouseCoopers, Chartered Accountants
Country of incorporation:	Australia
Registered office:	Level 21 101 Collins Street Melbourne, Victoria 3000

Contact Details:

Mail Address:	Level 21, 101 Collins Street, Melbourne, Victoria 3000
Telephone:	(03) 9650 9911
Facsimile:	(03) 9650 9100
Email:	invest@mirra.com.au
Internet address:	mirra.com.au

For enquiries regarding net asset backing (as advised each month to the Australian Securities Exchange):

Telephone:	1800 780 784 (toll free)

Share Registrar:

MUFG Corporate Markets (AU) Limited

Address:	Locked Bag A14, Sydney South, NSW, 1235
Shareholder enquiry line:	1300 551 346 (Aus)
E-mail:	mirra@cm.mpms.mufg.com
Facsimile:	(02) 9287 0303
Internet:	au.investorcentre.mpms.mufg.com

For all enquiries about shareholdings and related matters, please contact the share registrar as above.

Securities Exchange Code: MIR Ordinary shares (ASX)

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DIRECTORS' REPORT

This report in relation to the half-year to 31 December 2024 is presented by the Directors of Mirrabooka Investments Limited ('the Company') in accordance with a resolution of Directors.

Directors

The following persons were Directors of the Company during the half-year and up to the date of this report:

G. Richards (appointed Director January 2021, appointed Chairman October 2022)
P.R. Dwyer (appointed May 2024)
J.K. Fairley (appointed February 2018)
A.A. Kimmitt AM (appointed January 2021)
T.B. Walls (appointed March 2023)
R.M. Freeman (appointed January 2018)

Review of the Company's operations and results

Overview

Mirrabooka's principal activity is investment in small and medium sized companies listed on the Australian and New Zealand Stock Exchanges. There have been no changes in the nature of the Company's activities during the period. Operations began on 22 April 1999.

Performance Indicators and Outcomes

Profit for the half-year to 31 December 2024 was $4.6 million, in line with the $4.6 million for the previous corresponding period.

Dividends and distributions received decreased by 6%.

The net profit per share for the six months to 31 December 2024 was 2.37 cents per share (2023 : 2.41 cents per share).

Dividend

The Board has declared an interim fully franked dividend of 4.5 cents per share, an increase of 0.5 cents on last year's interim dividend of 4.0 cents.

All of the interim dividend is sourced from capital gains, on which the Company has paid or will pay tax. The amount of the pre-tax attributable gain, known as an "LIC capital gain", attached to this dividend is therefore 6.43 cents (4.5 cents grossed up for tax).

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 13.

Rounding of amounts to nearest thousand dollars

The Company is of a kind referred to in the ASIC Corporations' (Rounding in Financial/Directors' Reports) Instrument 2016/191, relating to the "rounding off" of amounts in the directors' report and

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financial report. Unless specifically stated otherwise, amounts in the directors' report and financial report have been rounded off to the nearest thousand dollars in accordance with that Instrument.

This report is made in accordance with a resolution of the Directors.

G Richards
Chairman
Melbourne

16 January 2025

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Auditor's Independence Declaration

As lead auditor for the review of Mirrabooka Investments Limited for the half-year ended 31 December 2024, 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.

Kate L Logan
Partner
PricewaterhouseCoopers

Melbourne
16 January 2025

PricewaterhouseCoopers, ABN 52 780 433 757
2 Riverside Quay, SOUTHBANK VIC 3006, GPO Box 1331, MELBOURNE VIC 3001
T: 61 3 8603 1000, F: 61 3 8603 1999, www.pwc.com.au

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INCOME STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Note	Half-year 2024 $'000	Half-year 2023 $'000
Dividends and distributions		5,915	6,305
Revenue from deposits and bank bills		326	323
Other income		5	-
Total revenue		**6,246**	**6,628**
Net gains on trading portfolio		554	677
Income from options written portfolio		301	(525)
Income from operating activities	**3**	**7,101**	**6,780**
Finance costs		(77)	(54)
Administration expenses		(1,842)	(1,582)
Profit before income tax expense		**5,182**	**5,144**
Income tax expense		(584)	(508)
Profit for the half-year		**4,598**	**4,636**
		Cents	**Cents**
Basic earnings per share	**8**	2.37	2.41

This Income Statement should be read in conjunction with the accompanying notes.

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STATEMENT OF COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Half-Year to 31 December 2024			Half-Year to 31 December 2023		
	Revenue	**Capital**	**Total**	Revenue	Capital	Total
	$'000	**$'000**	**$'000**	$'000	$'000	$'000
Profit for the half-year	**4,598**	**-**	**4,598**	**4,636**	**-**	**4,636**
Other Comprehensive Income						
Gains for the period on equity securities in the investment portfolio	**-**	63,056	**63,056**	**-**	46,608	**46,608**
Tax on above	**-**	(18,880)	**(18,880)**	**-**	(13,976)	**(13,976)**
Total Other Comprehensive Income[1]	**-**	**44,176**	**44,176**	**-**	**32,632**	**32,632**
Total comprehensive income [2]	**4,598**	**44,176**	**48,774**	**4,636**	**32,632**	**37,268**

[1] These are the net capital gains not accounted for through the Income Statement.

[2] This is the company's Net Return for the half-year, which includes the Net Profit plus the net realised and unrealised gains or losses on the Company's investment portfolio and net gains/(losses) on open options positions.

Note that none of the items included in Other Comprehensive Income will be recycled through the Income Statement.

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

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BALANCE SHEET AS AT 31 DECEMBER 2024

	Note	31 Dec 2024 $'000	30 June 2024 $'000
Current assets			
Cash		19,287	8,388
Receivables		355	714
Trading portfolio		2,325	3,297
Total current assets		**21,967**	**12,399**
Non-current assets			
Investment portfolio		646,756	613,955
Total non-current assets		**646,756**	**613,955**
Total assets		**668,723**	**626,354**
Current liabilities			
Payables		11	13
Tax payable		5,905	11,306
Options written portfolio	**4**	510	212
Total current liabilities		**6,426**	**11,531**
Non-current liabilities			
Deferred tax liabilities - investment portfolio	**5**	79,991	67,047
Deferred tax liabilities - other		89	7
Total non-current liabilities		**80,080**	**67,054**
Total liabilities		**86,506**	**78,585**
Net Assets		**582,217**	**547,769**
Shareholders' equity			
Share Capital	**6**	307,769	304,894
Revaluation Reserve		154,479	125,857
Realised Capital Gains Reserve		60,342	61,989
Retained Profits		59,627	55,029
Total shareholders' equity		**582,217**	**547,769**

This Balance Sheet should be read in conjunction with the accompanying notes.

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STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

Half-Year to 31 December 2024	Note	Share Capital $'000	Revaluation Reserve $'000	Realised Capital Gains $'000	Retained Profits $'000	Total $'000
Total equity at the beginning of the half-year		**304,894**	**125,857**	**61,989**	**55,029**	**547,769**
Dividends paid	**7**	-	-	(17,201)	-	**(17,201)**
Shares issued - Dividend Reinvestment Plan	**6**	2,888	-	-	-	**2,888**
Share Issue Costs	**6**	(13)	-	-	-	**(13)**
Total transactions with shareholders		**2,875**	**-**	**(17,201)**	**-**	**(14,326)**
Profit for the half-year		-	-	-	4,598	**4,598**
Other Comprehensive Income						
Net gains for the period on equity securities in the investment portfolio		-	44,176	-	-	**44,176**
Other Comprehensive Income for the half-year		**-**	**44,176**	**-**	**-**	**44,176**
Transfer to Realised Capital Gains Reserve of net cumulative realised gains on investments		-	(15,554)	15,554	-	**-**
Total equity at the end of the half-year		**307,769**	**154,479**	**60,342**	**59,627**	**582,217**

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

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STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2024 (CONT)

Half-Year to 31 December 2023	Note	Share Capital $'000	Revaluation Reserve $'000	Realised Capital Gains $'000	Retained Profits $'000	Total $'000
Total equity at the beginning of the half-year		**300,148**	**100,338**	**59,633**	**44,300**	**504,419**
Dividends paid	**7**	-	-	(20,813)	-	**(20,813)**
Shares issued - Dividend Reinvestment Plan		3,484	-	-	-	**3,484**
Share Issue Costs		(14)	-	-	-	**(14)**
Total transactions with shareholders		**3,470**	**-**	**(20,813)**	**-**	**(17,343)**
Profit for the half-year		-	-	-	4,636	**4,636**
Other Comprehensive Income						
Net gains for the period on equity securities in the investment portfolio		-	32,632	-	-	**32,632**
Other Comprehensive Income for the half-year		**-**	**32,632**	**-**	**-**	**32,632**
Transfer to Realised Capital Gains Reserve of net cumulative realised gains on investments		-	(10,291)	10,291	-	**-**
Total equity at the end of the half-year		**303,618**	**122,679**	**49,111**	**48,936**	**524,344**

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

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CASH FLOW STATEMENT FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

	Half-year 2024 $'000 INFLOWS/ (OUTFLOWS)	Half-year 2023 $'000 INFLOWS/ (OUTFLOWS)
Cash flows from operating activities		
Sales from trading portfolio	7,370	10,343
Purchases for trading portfolio	(10,298)	(6,615)
Interest received	326	323
Proceeds from entering into options in options written portfolio	750	1,080
Payment to close out options in options written portfolio	(149)	(428)
Dividends and distributions received	5,896	6,103
	3,895	10,806
Other receipts	5	-
Finance costs	(77)	(54)
Administration expenses	(1,838)	(1,620)
Income taxes (paid)/refunded	(1,750)	(610)
Net cash inflow/(outflow) from operating activities	**235**	**8,522**
Cash flows from investing activities		
Sales from investment portfolio	77,122	68,474
Purchases for investment portfolio	(42,263)	(63,163)
Tax paid on capital gains	(9,869)	(6,090)
Net cash inflow/(outflow) from investing activities	**24,990**	**(779)**
Cash flows from financing activities		
Share issue costs	(13)	(14)
Dividends paid	(14,313)	(17,328)
Net cash inflow/(outflow) from financing activities	**(14,326)**	**(17,342)**
Net increase/(decrease) in cash held	10,899	(9,599)
Cash at the beginning of the half-year	8,388	23,330
Cash at the end of the half-year	**19,287**	**13,731**

This Cash Flow Statement should be read in conjunction with the accompanying notes.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

1. Basis of preparation of half-year financial report

This general purpose half-year financial report has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This half-year financial report does not include all the notes of the type normally included in an annual financial report. This report should be read in conjunction with the 2024 Annual Report and public announcements made by the Company during the half-year, in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

In the interests of transparency in its reporting, the Company uses the phrase "market value" in place of the AASB terminology "fair value for actively traded securities."

2. Financial reporting by segments

The Company operates as a Listed Investment Company in Australia. It has no reportable business or geographic segments.

(a) Segment information provided to the Board

The internal reporting provided to the Board for the Company's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of Australian Accounting Standards, except that net assets are reviewed both before and after the effects of unrealised capital gains tax on investments (as reported in the Company's Net Tangible Asset announcements to the ASX).

The relevant amounts as at 31 December 2024 and 31 December 2023 were as follow

Net tangible asset backing per share	**2024**	**2023**
	$	**$**
Before Tax	**3.41**	**3.06**
After Tax	3.00	2.72

(b) Other segment information

(i) Segment Revenue

Revenues from external parties are derived from the receipt of dividend, distribution and interest income, and income arising on the trading portfolio and realised income from the options portfolio.

The Company is domiciled in Australia and the Company's income is predominantly derived from Australian or New Zealand entities or entities that have a listing on the Australian Securities Exchange or the NZX. The Company has a diversified portfolio of investments, with no investment comprising more than 10% of the Company's income (including trading and option income).

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3. Income from operating activities

	Half-year 2024 $'000	Half-year 2023 $'000
Income from operating activities is comprised of the following:		
Dividends & distributions		
• securities held in investment portfolio	5,906	6,118
• securities held in trading portfolio	9	187
	5,915	6,305
Interest income		
• deposits and income from bank bills	326	323
Net gains/(losses)		
• net gains from trading portfolio sales	288	196
• unrealised gains/(losses) in trading portfolio	266	481
• realised gains on options written portfolio	260	1,049
• unrealised gains/(losses) on options written portfolio	41	(1,574)
	855	152
Other income	5	-
Income from operating activities	**7,101**	**6,780**

4. Current liabilities - options written portfolio

As at balance date there were call options outstanding which potentially required the Company, if they were all exercised, to deliver securities to the value of $19.7 million (30 June 2024: $9.2 million).

5. Deferred tax liabilities – investment portfolio

In accordance with AASB 112 *Income Taxes*, deferred tax liabilities have been recognised for Capital Gains Tax on unrealised gains in the investment portfolio at current tax rates (30%) totalling $80.0 million (30 June 2024 : $67.0 million). As the Directors do not intend to dispose of the portfolio, this tax liability may not be crystallised at this amount.

6. Shareholders' equity – share capital

Movements in Share Capital of the Company during the half-year were as follows:

Date	Details	Notes	Number of shares '000	Issue price $	Paid-up Capital $'000
01/07/2024	Opening Balance		193,328		304,894
16/08/2024	Dividend Reinvestment Plan	(i)	870	3.32	2,888
16/08/2024	Dividend Substitution Share Plan	(ii)	59	3.32	n/a
Various	Share Issue Costs		-		(13)
31/12/2024	Balance		194,257		307,769

(i) The Company has a Dividend Reinvestment Plan ("DRP") under which some shareholders elected to have all or part of their dividend payment reinvested in new ordinary shares.

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Pricing of the new DRP shares was based on the average selling price of shares traded on the Australian Securities Exchange & Cboe in the five days from the day the shares begin trading on an ex-dividend basis.

(ii) The Company has a Dividend Substitution Share Plan ("DSSP") under which some shareholders elected to forego all or part of their dividend payment and receive shares instead. Pricing of the new DSSP shares was done on the same basis as the DRP.

7. Dividends

	Half-year 2024 $'000	Half-year 2023 $'000
Fully-franked dividends paid during the period	17,201 (6.5 cents final plus 2.5 cents special)	20,813 (6.5 cents final plus 4.5 cents special)

Dividends not recognised at period end	2024 $'000
Since the end of the half-year the Directors have declared an interim dividend of 4.5 cents per share fully franked. The aggregate amount of the proposed interim dividend expected to be paid on 18 February 2025, but not recognised as a liability at the end of the half-year is	8,742

8. Earnings per Share

	Half-year 2024	Half-year 2023
	Number	Number
Weighted average number of ordinary shares used as the denominator	194,019,721	192,537,552
Basic earnings per share		
	$'000	$'000
Net profit for the half-year	4,598	4,636
	Cents	Cents
Basic earnings per share	2.37	2.41

Dilution

As there are no options, convertible notes or other dilutive instruments on issue, diluted earnings per share is the same as basic earnings per share.

9. Contingencies

At balance date Directors are not aware of any material contingent liabilities or contingent assets other than those already disclosed elsewhere in the financial report.

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10. Events subsequent to balance date

Since 31 December 2024 to the date of this report there has been no event of which the Directors are aware which has had a material effect on the Company or its financial position.

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DIRECTORS' DECLARATION

In the Directors' opinion:

(a) the financial statements and notes set out on pages 14 to 23 are in accordance with the Corporations Act 2001, including:

  (i) complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional reporting requirements; and

  (ii) giving a true and fair view of the Company's financial position as at 31 December 2024 and of its performance, as represented by the results of the operations, changes in equity and cash flows, for the half-year ended on that date; 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.

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

G Richards
Chairman
Melbourne

16 January 2025

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Independent auditor's review report to the members of Mirrabooka Investments Limited

Report on the half-year financial report

Conclusion

We have reviewed the half-year financial report of Mirrabooka Investments Limited (the Company) which comprises the balance sheet as at 31 December 2024, the statement of comprehensive income, statement of changes in equity, cash flow statement and income statement for the half-year ended on that date, 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 Mirrabooka Investments Limited does not comply with the *Corporations Act 2001* including:

1. giving a true and fair view of the Company's financial position as at 31 December 2024 and of its performance for the half-year ended on that date

2. 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* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year 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 & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibilities of the directors for the half-year financial report

The directors of the Company are responsible for the preparation of the half-year financial report, in accordance with Australian Accounting Standards and the *Corporations Act 2001*, including giving a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement whether due to fraud or error.

Auditor's responsibilities for the review of the half-year 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

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and fair view of the Company's financial position as at 31 December 2024 and of 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.

PricewaterhouseCoopers

Kate L Logan
Partner

Melbourne
16 January 2025