

1. Company details

Name of entity:	Oliver's Real Food Limited
ABN:	33 166 495 441
Reporting period:	For the year ended 30 June 2022
Previous period:	For the year ended 30 June 2021

2. Results for announcement to the market

			\$
Revenues from ordinary activities	down	30.9% to	19,486,471
Earnings before interest, taxes, depreciation and amortisation ('EBITDA')*	down	211.0% to	(6,072,106)
Earnings before interest, taxes, depreciation and amortisation and impairments ('EBITDAI')*	up	550.0% to	1,782,676
Loss from ordinary activities after tax attributable to the owners of Oliver's Real Food Limited	up	12.4% to	(10,438,118)
Loss for the year attributable to the owners of Oliver's Real Food Limited	up	12.4% to	(10,438,118)

* EBITDA and EBITDAI are financial measures which are not prescribed by the Australian Accounting Standards ('AAS') and represent the profit/loss under AAS adjusted for specific non-cash and significant items not expected to recur between periods. The directors consider EBITDAI to reflect the core earnings of the consolidated entity. A reconciliation between loss after income tax, EBITDA and EBITDAI is set out below:

	Consolidated 2022 \$	2021 \$
Net loss after tax	(10,438,118)	(9,284,867)
Add: Depreciation and amortisation expenses	2,781,412	5,034,145
Add: Finance costs	1,587,007	2,300,527
Less: interest revenue	(2,407)	(2,353)
EBITDA	<u>(6,072,106)</u>	<u>(1,952,548)</u>
Add: Impairment of assets	<u>7,854,782</u>	<u>2,226,805</u>
EBITDAI	<u>1,782,676</u>	<u>274,257</u>
	Consolidated 2022 \$	2021 \$
One-off items:		
Government concessions - JobSaver/JobKeeper	1,626,940	4,433,773
Rent concessions	<u>566,200</u>	<u>690,785</u>
	<u>2,193,140</u>	<u>5,124,558</u>
	2022 Cents	2021 Cents
Basic earnings per share	(2.89)	(3.23)
Diluted earnings per share	(2.89)	(3.23)

Dividends

There were no dividends paid, recommended or declared during the current financial period.

Commentary on the results

The financial year ended 30 June 2022 ('FY2022'), just like the previous financial year, was a challenging one for the Company. The significant impact of COVID-19 and the various ever-changing State border closures had direct and substantial effect on the consolidated entity's performance.

In June 2021 New South Wales went into lockdown. This was followed shortly thereafter by Victoria with both lockdowns lasting four months. The impact of these lockdowns and border closures saw all Corporate Stores cease trading for various and differing periods in each of the States during the first half of FY2022.

Following the lifting of both domestic and international border restrictions, the consolidated entity carefully monitored the individual performance of each store, with a view to establishing what, if anything, had changed during the disruptive COVID-19 period. The main focus was the Victorian store network, which experienced the heaviest sales decline since the beginning of the pandemic. After five months (December 2021 to April 2022) of monitoring, the Board resolved to approach the Victorian landlords with a view to exiting several stores, all of which were significantly under-performing compared to previous years and none of which presented any real prospects of recovering to pre-covid sales levels. This was a necessary step as, at the time, these stores combined were losing close to \$750,000 per annum.

The Board believes that with the cumulative positive impact of the operational restructuring completed in FY2022, together with the recent closures of these poor performing stores, the consolidated entity is now well placed to capitalise on its unique market position, its significant brand, and the market opportunities.

From an operational perspective, the consolidated entity has continued to invest in its menu. The current expansion of that menu into a suite of exciting and wholesome menu items is the result of many months of planning, experimenting and analysing. Initial feedback to these menu changes has been extremely positive, and management remains focused on continued innovation of the menu.

As a final point, readers and followers of Oliver's may have noticed renewed marketing initiatives. The basic core of the marketing strategy is to promote Oliver's to the consuming market that want to make healthier food choices in the Quick Service Restaurant space. Having refreshed the positioning and brand, the consolidated entity is focused on increasing awareness and consideration of Oliver's in these target segments through product-led marketing, communications and partnerships, while driving store visitation through a billboard strategy and targeted digital advertising. Management have also brought the business from significantly behind the industry in digital up to parity. This has been achieved by building a new search engine optimisation and mobile-friendly website, ongoing social media activity, the launch of the Oliver's app, loyalty program and online ordering.

Impairment of assets

In the Interim Report for the half-year ended 31 December 2021, the consolidated entity impaired assets totalling \$9,992,880, including \$7,243,474 for the full impairment of the Victorian store network. When the Interim Report were issued, the Board believed that all Victorian stores, except Euroa, would be closed. Following an extensive operational review in June 2022, a decision was made to continue to operate four of the Victorian stores, Officer Inbound and Outbound and Wallan Northbound and Southbound. This turnaround was on the basis that there are strong prospects for these stores (including current trading conditions, turnaround factors etc). As a result, under AASB 136 'Impairment of Assets', this has led to a "significant favourable change" that has occurred in the extent to which an asset is used. Therefore, \$2,138,098 of impairments relating to those four stores has now been reversed.

The consolidated entity continues to assess the entire store network to determine if any further impairments and/or writebacks are required as of 30 June 2022, which may impact the final result. Management are working with the auditors to finalise this position, and the final result will be reported in the audited financial statements.

Warrants

The consolidated entity has yet to receive the final valuation on the warrants. Therefore, the Unaudited Preliminary Final Report does not reflect any change in the value of the warrants. An adjustment to fair value, and its impact (positively or negatively) will be reflected in profit or loss in the audited financial statements.

Lease liability writeback

The figure of \$2,487,407 relates to the assignment of the Queensland kitchen lease and the termination of the Chinderah store lease.

FY2023 outlook

The consolidated entity starts the new financial year with 16 Company owned stores:

Bulahdelah	Wallan Northbound
Euroa	Gundagai
Maryborough	Wallan Southbound
Coffs Harbour	Hexham
Officer Inbound	Lithgow
Ferry Park	Port Macquarie
Officer Outbound	Wyong Northbound
Goulburn	Wyong Southbound

The outlook for FY2023 must be conservative. The challenges being faced in the global economy, well publicised labour shortages and pressure on freight and logistics are certain to have an impact. The consolidated entity will take whatever action is necessary to meet these potential challenges and consequently, the consolidated entity's financial projections and growth plans are conservative.

The Board and Management have been researching the potential expansion of store footprint into the high foot-traffic city environment, the so called 'high street' opportunity. Whilst no decisions have been made, the Company is currently modelling several alternatives, of which franchising, a process that was previously established for the Oliver's network, may form part. The 2023 financial projections have made certain assumptions in relation to the expansion opportunity, with a few such stores modelled for opening in the later part of FY2023 subject to feasibility outcomes.

Funding requirements

The Board is aware of the need for any expansion of the network to be fully funded, and given only preliminary research has commenced, no firm decision regarding the expansion and its funding requirements have been made.

In terms of the existing operation and the funding requirements in that regard, the Board is confident that with the closure of seven Victorian stores plus Chinderah in New South Wales and the combination of the new menu and the marketing initiatives, the consolidated entity will reduce its cash burn to a breakeven or slightly positive cash flow within months. That then reduces and ultimately eliminates any further on-going funding for current operations.

Events after the reporting period

After negotiations, the Company can announce that it has reached an in principle agreement with a major Victorian landlord to exit six identified stores on terms and conditions agreeable to both parties, with effect from 1 August 2022. As a result, the consolidated entity will have a write-back of the lease liabilities in the first half of FY2023, as these assets were fully impaired in December 2021. This will be announced when final details are complete.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	<u>(3.06)</u>	<u>(0.91)</u>
Calculated as follows:		
	Consolidated 2022	Consolidated 2021
	\$	\$
Net liabilities	(21,980,032)	(11,424,892)
Less: Right-of-use assets	(10,286,112)	(17,350,802)
Less: Intangibles	(983,630)	(1,537,697)
Add: Lease liabilities	<u>22,218,641</u>	<u>27,027,386</u>
Net tangible assets	<u>(11,031,133)</u>	<u>(3,286,005)</u>
	Consolidated 2022	Consolidated 2021
Total number of shares	<u>360,731,917</u>	<u>360,731,917</u>

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period

There were no dividends paid, recommended or declared during the current financial period.

Previous period

There were no dividends paid, recommended or declared during the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Not applicable.

9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Not applicable.

10. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial report is in the process of being audited. It is expected the Auditor's report will be unmodified and contain a material uncertainty in relation to going concern.

Due to the ongoing work with regard to warrants and impairments further adjustments are expected to be made before the final audited financial report is issued.

11. Attachments

Details of attachments (if any):

The Unaudited Preliminary Final Report of Oliver's Real Food Limited for the year ended 30 June 2022 is attached.

12. Signed

As authorised by the Board of Directors



Signed _____

Date: 31 August 2022

Martin Green
Chairman



Oliver's Real Food Limited

ABN 33 166 495 441

Unaudited Preliminary Final Report - 30 June 2022

Oliver's Real Food Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2022



		Consolidated	
	Note	2022	Restated
		\$	2021
			\$
Revenue	2	19,484,064	28,177,980
Other income	3	2,209,216	5,367,402
Interest revenue calculated using the effective interest method		2,407	2,353
Expenses			
Raw materials and consumables used		(8,837,531)	(12,294,358)
Employee benefits expense		(8,706,928)	(15,004,115)
Depreciation and amortisation expense		(2,781,412)	(5,034,145)
Impairment of assets	4	(7,854,782)	(2,226,805)
Loss on disposal of assets		(196,603)	(179,748)
Administration expenses		(2,430,636)	(3,498,521)
Restructure costs		(407,278)	(625,346)
Writeback of lease liability on lease termination		2,487,407	-
Store-Facility occupancy expenses		(1,855,216)	(1,791,599)
Fair value gain/(loss) on derivatives		36,181	122,562
Finance costs		(1,587,007)	(2,300,527)
Loss before income tax expense		(10,438,118)	(9,284,867)
Income tax expense		-	-
Loss after income tax expense for the year attributable to the owners of Oliver's Real Food Limited		(10,438,118)	(9,284,867)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year attributable to the owners of Oliver's Real Food Limited		<u>(10,438,118)</u>	<u>(9,284,867)</u>
		Cents	Cents
Basic earnings per share	15	(2.89)	(3.23)
Diluted earnings per share	15	(2.89)	(3.23)

Refer to note 1 for detailed information on Restatement of comparatives.

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

	Note	2022 \$	Consolidated Restated 2021 \$	Restated 1 July 2020 \$
Assets				
Current assets				
Cash and cash equivalents		223,217	1,574,649	958,303
Trade and other receivables	5	209,373	1,088,774	979,176
Inventories		456,259	560,652	1,291,248
Other assets	6	153,194	210,190	277,238
Total current assets		<u>1,042,043</u>	<u>3,434,265</u>	<u>3,505,965</u>
Non-current assets				
Other financial assets	7	305,891	571,531	288,095
Property, plant and equipment	8	2,245,748	4,259,641	6,132,097
Right-of-use assets	9	10,286,112	17,350,802	20,330,195
Intangibles	10	983,630	1,537,697	2,135,769
Other assets	6	124,965	147,905	124,005
Total non-current assets		<u>13,946,346</u>	<u>23,867,576</u>	<u>29,010,161</u>
Total assets		<u>14,988,389</u>	<u>27,301,841</u>	<u>32,516,126</u>
Liabilities				
Current liabilities				
Trade and other payables	11	4,495,438	4,793,111	5,992,836
Borrowings	12	389,690	480,606	1,512,355
Lease liabilities		2,523,579	2,575,444	3,572,852
Employee benefits		348,308	430,328	681,504
Total current liabilities		<u>7,757,015</u>	<u>8,279,489</u>	<u>11,759,547</u>
Non-current liabilities				
Borrowings	12	8,458,333	4,777,252	875,000
Lease liabilities		19,695,062	24,451,942	24,069,582
Derivative financial instruments		551,912	651,827	-
Employee benefits		67,855	107,683	85,102
Provisions		438,244	458,540	510,896
Total non-current liabilities		<u>29,211,406</u>	<u>30,447,244</u>	<u>25,540,580</u>
Total liabilities		<u>36,968,421</u>	<u>38,726,733</u>	<u>37,300,127</u>
Net liabilities		<u>(21,980,032)</u>	<u>(11,424,892)</u>	<u>(4,784,001)</u>
Equity				
Issued capital	13	34,061,382	34,061,382	31,361,382
Reserves		-	117,022	173,046
Accumulated losses		<u>(56,041,414)</u>	<u>(45,603,296)</u>	<u>(36,318,429)</u>
Total deficiency in equity		<u>(21,980,032)</u>	<u>(11,424,892)</u>	<u>(4,784,001)</u>

Refer to note 1 for detailed information on Restatement of comparatives.

Consolidated	Issued capital \$	Reserves \$	Accumulated losses \$	Total deficiency in equity \$
Balance at 1 July 2020	31,361,382	173,046	(35,818,429)	(4,284,001)
Adjustment for correction of error (note 1)	-	-	(500,000)	(500,000)
Balance at 1 July 2020 - restated	31,361,382	173,046	(36,318,429)	(4,784,001)
Loss after income tax expense for the year	-	-	(9,284,867)	(9,284,867)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	(9,284,867)	(9,284,867)
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs (note 13)	2,700,000	-	-	2,700,000
Share-based payments	-	51,524	-	51,524
Expired share options	-	(107,548)	-	(107,548)
Balance at 30 June 2021	<u>34,061,382</u>	<u>117,022</u>	<u>(45,603,296)</u>	<u>(11,424,892)</u>

Refer to note 1 for detailed information on Restatement of comparatives.

Consolidated	Issued capital \$	Reserves \$	Accumulated losses \$	Total deficiency in equity \$
Balance at 1 July 2021	34,061,382	117,022	(45,603,296)	(11,424,892)
Loss after income tax expense for the year	-	-	(10,438,118)	(10,438,118)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	(10,438,118)	(10,438,118)
<i>Transactions with owners in their capacity as owners:</i>				
Expired share options	-	(117,022)	-	(117,022)
Balance at 30 June 2022	<u>34,061,382</u>	<u>-</u>	<u>(56,041,414)</u>	<u>(21,980,032)</u>

Oliver's Real Food Limited
Statement of cash flows
For the year ended 30 June 2022



	Consolidated	
	2022	2021
	\$	\$
Cash flows from operating activities		
Receipts from customers (inclusive of GST)	20,593,425	30,759,626
Payments to suppliers (inclusive of GST)	<u>(23,655,205)</u>	<u>(36,976,319)</u>
	(3,061,780)	(6,216,693)
Interest received	2,385	2,353
Interest and other finance costs paid	(1,062,609)	(1,781,471)
Government Grants and Subsidies	<u>2,151,140</u>	<u>5,167,402</u>
Net cash used in operating activities	<u>(1,970,864)</u>	<u>(2,828,409)</u>
Cash flows from investing activities		
Payments for property, plant and equipment	(244,385)	(133,391)
Payments for intangible assets	(38,856)	(133,769)
Payments for security deposits	-	(307,336)
Proceeds from disposal of property, plant and equipment	316,464	385,559
Proceeds from disposal of intellectual property	5,433	-
Proceeds from release of security deposits	<u>263,845</u>	<u>-</u>
Net cash from/(used in) investing activities	<u>302,501</u>	<u>(188,937)</u>
Cash flows from financing activities		
Proceeds from issue of shares	-	2,700,000
Proceeds from borrowings	8,859,219	5,068,404
Repayments of finance leases	(3,070,358)	(2,222,718)
Repayment of borrowings	(5,497,530)	(1,410,488)
Transaction costs related to loans and borrowings	<u>25,600</u>	<u>-</u>
Net cash from financing activities	<u>316,931</u>	<u>4,135,198</u>
Net increase/(decrease) in cash and cash equivalents	(1,351,432)	1,117,852
Cash and cash equivalents at the beginning of the financial year	<u>1,574,649</u>	<u>456,797</u>
Cash and cash equivalents at the end of the financial year	<u><u>223,217</u></u>	<u><u>1,574,649</u></u>

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. Restatement of comparatives

Correct of material error in Intellectual property

During the review of impairments for the financial year ended 30 June 2022, it was discovered that in 2016-17 intellectual property relating to the Oliver's brand of \$500,000 was purchased from a related party. This should have been classified as goodwill and been fully impaired. This had resulted in an overstatement of intangible assets. Management have restated the comparatives and following adjustments have been recorded:

- an decrease to accumulated losses at 1 July 2020 representing the impairment of goodwill of \$500,000; and
- a decrease to the intangible assets at 1 July 2020, representing the impairment of goodwill of \$500,000

Correction of a material error in accounting treatment of share warrants

During the financial year ended 30 June 2022, management discovered that the borrowings with Pure Asset Management was incorrectly recognised and measured as at 30 June 2021.

The consolidated entity entered into the facility agreement with Pure Asset Management on 29 September 2020, which included the issue of warrants.

The key terms of the loan facility were:

- Facility amount: \$5,000,000
- Interest is calculated on a daily basis at 10.5% p.a. and is payable quarterly in arrears
- Term of three years

The key terms of the warrants were:

- Tranche A warrants can be exercised at any time during the term of the loan for 37,500,000 shares
- Tranche B warrants can be exercised during the term of the loan once shareholder approval has been obtained, for 10,000,000 shares

In the consolidated entity's financial statements for the year ended 30 June 2021, the loan facility was measured at amortised cost. Instead, the liability should comprise two components being the host debt liability and a derivative liability component for the conversion feature of the warrants. The derivative liability should be fair valued on initial inception (being 29 September 2020) and at each subsequent reporting date, with any movement in fair value charged/credited directly to profit or loss.

Applying the correct accounting treatment, at inception, the host debt liability should initially be carried at \$4,225,611 and interest should subsequently be charged using an effective interest rate of 14.74%. At inception date, a derivative liability with a fair value of \$774,389 should be recognised and subsequently fair valued at each reporting date.

As a result, Management have restated the comparatives and the following adjustments have been recorded:

- the recognition of an gain of \$122,562 in profit or loss representing the fair value movement in the derivative liability from the date of inception to 30 June 2021;
- the recognition of an expense of \$491,312 in profit or loss representing the additional interest expense on borrowings for the year ended 30 June 2021;
- the recognition of a derivative liability of \$651,827 representing the fair value of the derivative liability as at 30 June 2021; and
- a reduction in the carrying value of borrowings from \$5,057,329 to \$4,777,252 at 30 June 2021, representing the remeasurement of borrowings at inception plus interest.

Correction of a material error in accounting treatment of right-of-use assets and fixed assets

The consolidated entity received an information request from ASIC regarding 'reversals of impairments' at 30 June 2021 and their interpretation of AASB136 'Impairment of Assets', which stated specifically:

- (a) Under paragraph 110 of AASB136, an entity only estimates the recoverable amount of an asset when there are indications that an impairment loss recognised in prior periods may no longer exist or may have decreased.
- (b) Paragraph 111 of AASB136 also contains the minimum external and internal sources of information that entities should consider when determining whether any of these indications are present.
- (c) In ASIC's view, the impairment loss reversal should not have been recognised because there is no indication that the impairment loss(es) recognised in prior periods no longer exists.

Note 1. Restatement of comparatives (continued)

Therefore, the Board has decided to reinstate the impairment that was previously reversed during the year ended 30 June 2021. As a result, comparatives have been restated, as follows:

- increase accumulated losses by \$4,500,875 as at 1 July 2020 to reinstate the impairment previously recognised on right-of-use assets and property, plant and equipment;
- reduce the carrying value of right-of-use assets by \$3,658,589 at 30 June 2021, representing the reinstatement of previously recognised impairment; and
- reduce the carrying property, plant and equipment by \$842,286 at 30 June 2021, representing the reinstatement of previously recognised impairment.

These errors have been rectified by restating each of the affected financial statement line items for prior periods as follows:

Statement of profit or loss and other comprehensive income

Extract	Consolidated		
	2021 \$ Reported	\$ Adjustment	2021 \$ Restated
Expenses			
Impairment of assets	2,274,070	(4,500,875)	(2,226,805)
Fair value gain/(loss) on derivatives	-	122,562	122,562
Finance costs	(1,806,215)	(494,312)	(2,300,527)
Loss before income tax expense	(4,412,242)	(4,872,625)	(9,284,867)
Income tax expense	-	-	-
Loss after income tax expense for the year attributable to the owners of Oliver's Real Food Limited	(4,412,242)	(4,872,625)	(9,284,867)
Other comprehensive income for the year, net of tax	-	-	-
Total comprehensive income for the year attributable to the owners of Oliver's Real Food Limited	<u>(4,412,242)</u>	<u>(4,872,625)</u>	<u>(9,284,867)</u>
	Cents Reported	Cents Adjustment	Cents Restated
Basic earnings per share	(1.54)	(1.69)	(3.23)
Diluted earnings per share	(0.35)	(2.88)	(3.23)

Diluted earnings per share was also adjusted to exclude options and warrants that were anti-dilutive.

Note 1. Restatement of comparatives (continued)

Statement of financial position at the beginning of the earliest comparative period

	1 July 2020 \$ Reported	Consolidated \$ Adjustment	1 July 2020 \$ Restated
Extract			
Assets			
Non-current assets			
Intangibles	2,635,769	(500,000)	2,135,769
Total non-current assets	<u>29,510,161</u>	<u>(500,000)</u>	<u>29,010,161</u>
Total assets	<u>33,016,126</u>	<u>(500,000)</u>	<u>32,516,126</u>
Net liabilities	<u>(4,284,001)</u>	<u>(500,000)</u>	<u>(4,784,001)</u>
Equity			
Accumulated losses	(35,818,429)	(500,000)	(36,318,429)
Total deficiency in equity	<u>(4,284,001)</u>	<u>(500,000)</u>	<u>(4,784,001)</u>

Statement of financial position at the end of the earliest comparative period

	2021 \$ Reported	Consolidated \$ Adjustment	2021 \$ Restated
Extract			
Assets			
Non-current assets			
Property, plant and equipment	5,101,927	(842,286)	4,259,641
Right-of-use assets	21,009,391	(3,658,589)	17,350,802
Intangibles	2,037,697	(500,000)	1,537,697
Total non-current assets	<u>28,868,451</u>	<u>(5,000,875)</u>	<u>23,867,576</u>
Total assets	<u>32,302,716</u>	<u>(5,000,875)</u>	<u>27,301,841</u>
Liabilities			
Non-current liabilities			
Borrowings	5,057,329	(280,077)	4,777,252
Derivative financial instruments	-	651,827	651,827
Total non-current liabilities	<u>30,075,494</u>	<u>371,750</u>	<u>30,447,244</u>
Total liabilities	<u>38,354,983</u>	<u>371,750</u>	<u>38,726,733</u>
Net liabilities	<u>(6,052,267)</u>	<u>(5,372,625)</u>	<u>(11,424,892)</u>
Equity			
Accumulated losses	(40,230,671)	(5,372,625)	(45,603,296)
Total deficiency in equity	<u>(6,052,267)</u>	<u>(5,372,625)</u>	<u>(11,424,892)</u>

Note 1. Restatement of comparatives (continued)

Reclassification of certain comparatives

Certain comparatives have been realigned to agree with current year presentation. There was no net effect on the loss or net deficiency in equity.

Note 2. Revenue

	Consolidated	
	2022	2021
	\$	\$
<i>Revenue from contracts with customers</i>		
Revenue from sale of goods - retail	19,107,156	28,096,223
<i>Other revenue</i>		
Royalties - earned over time	333,681	-
Rent	20,250	7,200
Other revenue	22,977	74,557
	<u>376,908</u>	<u>81,757</u>
Revenue	<u>19,484,064</u>	<u>28,177,980</u>

Disaggregation of revenue

Revenue from the sale of goods is generated from the sale of food and beverage, is generated in Australia and recognised when the goods are transferred at a point in time

Note 3. Other income

	Consolidated	
	2022	2021
	\$	\$
Government concessions - JobSaver/JobKeeper	1,626,940	4,433,773
Rent concessions	566,200	690,785
Miscellaneous income	16,076	242,844
Other income	<u>2,209,216</u>	<u>5,367,402</u>

Note 4. Expenses

	Consolidated	
	2022	2021
	\$	\$
Loss before income tax includes the following specific expenses:		
Impairment of assets	9,992,880	2,226,805
Write back on Victorian stores	(2,138,098)	-
Total impairment	<u>7,854,782</u>	<u>2,226,805</u>

Note 5. Trade and other receivables

	Consolidated 2022	2021
	\$	\$
<i>Current assets</i>		
Trade receivables	113,073	969,934
Less: Allowance for expected credit losses	<u>(3,000)</u>	<u>(49,900)</u>
	<u>110,073</u>	<u>920,034</u>
Lease receivables*	<u>99,300</u>	<u>168,740</u>
	<u><u>209,373</u></u>	<u><u>1,088,774</u></u>

* Sale of equipment to suppliers on 24 month term.

Note 6. Other assets

	Consolidated 2022	2021
	\$	\$
<i>Current assets</i>		
Prepayments	<u>153,194</u>	<u>210,190</u>
<i>Non-current assets</i>		
Rental bonds	<u>124,965</u>	<u>147,905</u>
	<u><u>278,159</u></u>	<u><u>358,095</u></u>

Note 7. Other financial assets

	Consolidated 2022	2021
	\$	\$
<i>Non-current assets</i>		
Term deposits	<u>305,891</u>	<u>571,531</u>

Note 8. Property, plant and equipment

	Consolidated	
	2022	2021
	\$	\$
<i>Non-current assets</i>		
Land - at cost	-	426,955
Leasehold improvements - at cost	6,981,353	7,190,824
Less: Accumulated depreciation	(2,814,503)	(2,262,921)
Less: Impairment	(2,743,063)	(2,442,959)
	<u>1,423,787</u>	<u>2,484,944</u>
Plant and equipment - at cost	5,806,940	5,708,257
Less: Accumulated depreciation	(3,459,972)	(2,823,422)
Less: Impairment	(1,576,105)	(1,561,333)
	<u>770,863</u>	<u>1,323,502</u>
Motor vehicles - at cost	122,491	69,621
Less: Accumulated depreciation	(71,393)	(45,381)
	<u>51,098</u>	<u>24,240</u>
	<u>2,245,748</u>	<u>4,259,641</u>

Note 9. Right-of-use assets

	Consolidated	
	2022	2021
	\$	\$
<i>Non-current assets</i>		
Motor vehicles - right-of-use	-	61,355
Less: Accumulated depreciation	-	(21,091)
	<u>-</u>	<u>40,264</u>
Commercial leases - right-of-use	30,014,468	31,254,067
Less: Accumulated depreciation	(6,969,649)	(5,766,988)
Less: Impairment	(12,758,707)	(8,176,541)
	<u>10,286,112</u>	<u>17,310,538</u>
	<u>10,286,112</u>	<u>17,350,802</u>

Note 10. Intangibles

	Consolidated 2022	2021
	\$	\$
<i>Non-current assets</i>		
Goodwill - at cost	-	2,133,516
Less: Impairment	-	(2,133,516)
	<u>-</u>	<u>-</u>
Intellectual property - at cost	-	610,576
Less: Impairment	-	(610,576)
	<u>-</u>	<u>-</u>
Patents and trademarks - at cost	-	190,575
Less: Accumulated amortisation	-	(139,523)
Less: Impairment	-	(51,052)
	<u>-</u>	<u>-</u>
Customer contracts - at cost	-	333,830
Less: Accumulated amortisation	-	(133,522)
Less: Impairment	-	(200,308)
	<u>-</u>	<u>-</u>
Software - at cost	295,112	984,882
Less: Accumulated amortisation	(50,938)	(669,688)
	<u>244,174</u>	<u>315,194</u>
Reacquired Rights - at cost	3,258,000	3,258,000
Less: Accumulated amortisation	(2,518,544)	(2,035,497)
	<u>739,456</u>	<u>1,222,503</u>
	<u>983,630</u>	<u>1,537,697</u>

Note 11. Trade and other payables

	Consolidated 2022	2021
	\$	\$
<i>Current liabilities</i>		
Trade payables	1,839,820	1,959,458
Accrued expenses	944,054	636,619
GST payable	1,113,060	513,258
Other payables	598,504	1,683,776
	<u>4,495,438</u>	<u>4,793,111</u>

Note 12. Borrowings

	Consolidated 2022 \$	2021 \$
<i>Current liabilities</i>		
Safety Factor Aviation Pty L:td (Previously related party loan)	-	337,202
Insurance premium funding	89,530	143,404
Loan - Green Superannuation Fund	300,160	-
	<u>389,690</u>	<u>480,606</u>
<i>Non-current liabilities</i>		
Loan - Pure Asset Management.	-	4,852,252
Loan - Gelba Pty Ltd	1,500,000	-
Loan - Michael and Suzanne Gregg	3,500,000	-
Loan - Gelba Pty Ltd - Revolving Line of Credit	1,980,000	-
Loan - Michael and Suzanne Gregg - Revolving Credit Account	1,520,000	-
Capitalised borrowing costs	(41,667)	(75,000)
	<u>8,458,333</u>	<u>4,777,252</u>
	<u>8,848,023</u>	<u>5,257,858</u>

Note 13. Issued capital

	2022 Shares	Consolidated 2021 Shares	2022 \$	2021 \$
Ordinary shares - fully paid	<u>360,731,917</u>	<u>360,731,917</u>	<u>34,061,382</u>	<u>34,061,382</u>

Movements in ordinary share capital

Details	Date	Shares	\$
Balance	1 July 2020	270,731,917	31,361,382
Issue of shares via share placement	18 March 2021	40,000,000	1,200,000
Issue of shares via share placement	24 May 2021	50,000,000	1,500,000
Balance	30 June 2021	<u>360,731,917</u>	<u>34,061,382</u>
Balance	30 June 2022	<u>360,731,917</u>	<u>34,061,382</u>

Note 14. Dividends

There were no dividends paid, recommended or declared during the current or previous financial year.

Note 15. Loss per share

	Consolidated 2022 \$	2021 \$
Loss after income tax attributable to the owners of Oliver's Real Food Limited	<u>(10,438,118)</u>	<u>(9,284,867)</u>

Note 15. Loss per share (continued)

	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>360,731,917</u>	<u>287,385,469</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>360,731,917</u>	<u>287,385,469</u>
	Cents	Cents
Basic earnings per share	(2.89)	(3.23)
Diluted earnings per share	(2.89)	(3.23)

Nil (2021: 4,000,000) options and 47,500,000 (2021: 47,500,000) warrants have been excluded from the calculation of diluted earnings per share, as they are anti-dilutive.