

The Environmental Group Limited
Appendix 4E
Preliminary final report

1. Company details

Name of entity:	The Environmental Group Limited
ABN:	89 000 013 427
Reporting period:	For the year ended 30 June 2021
Previous period:	For the year ended 30 June 2020

2. Results for announcement to the market

			\$
Revenues from ordinary activities	up	24.4% to	46,562,933
Earnings Before Interest, Tax, Depreciation and Amortisation	up	2480.3% to	3,050,077
Earnings Before Interest, Tax,	up	224.0% to	1,759,467
Profit from ordinary activities after tax attributable to the owners of The Environmental Group Limited	up	219.8% to	1,575,736
Profit for the year attributable to the owners of The Environmental Group Limited	up	219.8% to	1,575,736

Dividends

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

The profit for the Group after providing for income tax and non-controlling interest amounted to \$1,575,736 (30 June 2020: loss of \$1,315,675).

EBITDA (profit before interest and tax depreciation and amortisation) before significant items for the period ended 30 June 2021 was \$3,266,994.

EBITDA was impacted by the following significant items of restructuring cost for \$78,088 and foreign exchange losses for \$138,829.

The financial position of the Group has been strengthened by a successful capital raising of \$986,599 (net proceeds after capital raising costs).

The COVID 19 pandemic has partially impacted all three business units however as at 30 June 2021 the outlook remains positive due the essential nature of the goods and services provided.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	<u>1.28</u>	<u>0.39</u>

4. Control gained over entities

Name of entities (or group of entities)	Active Environmental Services Pty Ltd
Date control gained	9 February 2021

The Environmental Group Limited
Appendix 4E
Preliminary final report

5. Loss of control over entities

Name of entities (or group of entities)	PT. Baltec Exhaust and Dan Inlet System Indonesia ("PT Baltec")
Date control lost	17 December 2020

The sale consideration for PT. Baltec Exhaust and Dan Inlet System Indonesia is \$250,000 receivable over 5 years, with equal annual instalments of \$50,000 starting from April 2021. The value was initially discounted to \$181,436 at the disposal date, and using a discount rate of 15.5%. EGL's share of net assets of PT Baltec at the disposal date was \$192,319. The Group has collected the first instalment during the period.

6. Dividends

Current period

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

7. Audit qualification or review

The financial statements have been audited and an unmodified opinion has been issued.

8. Signed

Signed  _____

Date: 25 August 2021

Ms Lynn Richardson
Chairman