
BARRAMUNDI LIMITED
INTERIM FINANCIAL STATEMENTS CONTENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2020

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BARRAMUNDI LIMITED
STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 31 DECEMBER 2020

	Notes	6 months ended 31/12/20 unaudited \$000	6 months ended 31/12/19 unaudited \$000
Interest income		2	16
Dividend income		1,245	1,798
Net changes in fair value of financial assets and liabilities	2	33,340	12,939
Other income/(losses)	3	29	(109)
Total net income		34,616	14,644
Operating expenses	4	(3,644)	(1,704)
Operating profit before tax		30,972	12,940
Tax income/(expense)		636	(252)
Net operating profit after tax attributable to shareholders		31,608	12,688
Total comprehensive income after tax attributable to shareholders		31,608	12,688
Basic earnings per share	6	15.08c	6.95c
Diluted earnings per share	6	14.82c	6.89c

The accompanying notes form an integral part of these financial statements.

BARRAMUNDI LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 31 DECEMBER 2020

Attributable to shareholders of the Company

		Share Capital	(Accumulated Deficits)/ Retained Earnings	Total Equity
	Notes	\$000	\$000	\$000
Balance at 1 July 2019 (audited)		143,286	(24,987)	118,299
Comprehensive income				
Net operating profit after tax		0	12,688	12,688
Other comprehensive income		0	0	0
Total comprehensive income for the period ended 31 December 2019		0	12,688	12,688
Transactions with shareholders				
Shares issued for warrants exercised	5	18,422	0	18,422
Dividends paid	5	0	(5,322)	(5,322)
Shares issued from treasury stock under dividend reinvestment plan	5	734	0	734
New shares issued under dividend reinvestment plan	5	1,140	0	1,140
Share buybacks	5	(688)	0	(688)
Total transactions with shareholders for the period ended 31 December 2019		19,608	(5,322)	14,286
Balance at 31 December 2019 (unaudited)		162,894	(17,621)	145,273
Balance at 1 July 2020 (audited)		164,928	(23,412)	141,516
Comprehensive income				
Net operating profit after tax		0	31,608	31,608
Other comprehensive income		0	0	0
Total comprehensive income for the period ended 31 December 2020		0	31,608	31,608
Transactions with shareholders				
Warrant issue costs		(3)	0	(3)
Dividends paid	5	0	(5,844)	(5,844)
New shares issued under dividend reinvestment plan	5	2,098	0	2,098
Total transactions with shareholders for the period ended 31 December 2020		2,095	(5,844)	(3,749)
Balance at 31 December 2020 (unaudited)		167,023	2,352	169,375

The accompanying notes form an integral part of these financial statements.

BARRAMUNDI LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

	Notes	31/12/20 unaudited \$000	30/06/20 audited \$000
SHAREHOLDERS' EQUITY		169,375	141,516
Represented by:			
ASSETS			
Current Assets			
Cash and cash equivalents		2,066	2,416
Trade and other receivables		56	259
Financial assets at fair value through profit or loss	2	170,669	140,103
Current tax receivable		30	0
Total Current Assets		172,821	142,778
Non-current Assets			
Deferred tax asset		591	0
Total Non-current Assets		591	0
TOTAL ASSETS		173,412	142,778
LIABILITIES			
Current Liabilities			
Trade and other payables		2,374	1,104
Financial liabilities at fair value through profit or loss	2	1,663	6
Current tax payable		0	94
Total Current Liabilities		4,037	1,204
Non-current Liabilities			
Deferred tax liability		0	58
Total Non-current Liabilities		0	58
TOTAL LIABILITIES		4,037	1,262
NET ASSETS		169,375	141,516

These interim financial statements have been authorised for issue for and on behalf of the Board by:



A B Ryan
Chair
17 February 2021



C A Campbell
Chair of the Audit and Risk Committee
17 February 2021

The accompanying notes form an integral part of these financial statements.

BARRAMUNDI LIMITED
STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2020

	Notes	6 months ended 31/12/20 unaudited \$000	6 months ended 31/12/19 unaudited \$000
Operating Activities			
Sale of listed equity investments		27,309	16,746
Interest received		2	16
Dividends received		1,452	1,972
Other income received/(losses incurred)		32	(70)
Purchase of listed equity investments		(25,006)	(28,639)
Operating expenses		(1,787)	(1,332)
Taxes paid		(138)	(555)
Net settlement of forward foreign exchange contracts		1,534	1,807
Net cash inflows/(outflows) from operating activities	7	3,398	(10,055)
Financing Activities			
Proceeds from warrants exercised		0	18,437
Warrant issue costs		(3)	(15)
Share buybacks		0	(688)
Dividends paid (net of dividends reinvested)		(3,746)	(3,448)
Net cash (outflows)/inflows from financing activities		(3,749)	14,286
Net (decrease)/increase in cash and cash equivalents held		(351)	4,231
Cash and cash equivalents at beginning of the period		2,416	2,269
Effects of foreign currency translation on cash balance		1	(42)
Cash and cash equivalents at end of the period		2,066	6,458

The accompanying notes form an integral part of these financial statements.

Note 1 Basis of Accounting

Reporting Entity

Barramundi Limited ("Barramundi" or "the Company") is listed on the NZX Main Board, is registered in New Zealand under the Companies Act 1993 and is a FMC Reporting Entity under the Financial Markets Conduct Act 2013.

The Company's registered office is Level 1, 67-73 Hurstmere Road, Takapuna, Auckland.

Basis of Preparation


The interim financial statements have been prepared in accordance with New Zealand Generally Accepted Accounting Practice (NZ GAAP). They comply with the International Accounting Standard 34 *Interim Financial Reporting* and New Zealand Equivalent to International Accounting Standard 34 *Interim Financial Reporting*.

The interim financial statements do not include all of the information required for full year financial statements and should be read in conjunction with the Company's annual financial report for the year ended 30 June 2020.


The impact of COVID-19 was assessed during the preparation of these interim financial statements and whether there were any indicators affecting the Company's ability to operate as a going concern. No indicators were identified, and the Company remains a going concern.

These interim financial statements cover the unaudited results from operations for the six months ended 31 December 2020.

Accounting Policies

The Company has applied consistent accounting policies in the preparation of these interim financial statements as for the 2020 full year financial statements. Accounting policies that are relevant to an understanding of the financial statements are designated by a  symbol.

Critical Judgements, Estimates and Assumptions

The preparation of interim financial statements requires the directors to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Judgements are designated by a  symbol in the notes to the interim financial statements. There were no material estimates or assumptions required in the preparation of these interim financial statements.

Authorisation of Interim Financial Statements

The Barramundi Board of Directors authorised these interim financial statements for issue on 17 February 2021.

No party may change these interim financial statements after their issue.

Note 2 Financial Assets and Liabilities at Fair Value Through Profit or Loss



Given that the investment portfolio is managed, and performance is evaluated, on a fair value basis in accordance with a documented investment strategy, Barramundi has classified all of its investments at fair value through profit or loss.

The fair value of investments traded in active markets are based on last sale prices at balance date, except where the last sale price falls outside the bid-ask spread for a particular investment, in which case the bid price will be used to value the investment.

The fair value of forward foreign exchange contracts is determined through valuation techniques using spot exchange rates and forward points supplied by The World Markets Company PLC via Refinitiv.

Financial assets and liabilities at fair value through profit or loss	31/12/20 unaudited \$000	30/06/20 audited \$000
Financial Assets:		
Australian listed equity investments	170,669	140,067
Forward foreign exchange contracts	0	36
Total financial assets at fair value through profit or loss	170,669	140,103
Financial Liabilities:		
Forward foreign exchange contracts	1,663	6
Total financial liabilities at fair value through profit or loss	1,663	6

The notional value of forward foreign exchange contracts held at 31 December 2020 was \$110,323,405 (30 June 2020: \$92,576,044).



All equity investments held by Barramundi are categorised as Level 1 and all forward foreign exchange contracts are classified as Level 2 in the fair value hierarchy. There have been no transfers between levels of the fair value hierarchy during the period (31 December 2019: none).

BARRAMUNDI LIMITED
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2020

Note 2 Financial Assets and Liabilities at Fair Value Through Profit or Loss (continued)

	6 months ended 31/12/20 unaudited \$000	6 months ended 31/12/19 unaudited \$000
Net changes in fair value of financial assets and liabilities		
Australian listed equity investments	33,280	12,833
Foreign exchange gains/(losses) on Australian listed equity investments	219	(648)
(Losses)/gains on forward foreign exchange contracts	(159)	754
Net changes in fair value of financial assets and liabilities	33,340	12,939

Note 3 Other Income/(Losses)

Foreign exchange gains/(losses) on cash and cash equivalents	29	(109)
Total other income/(losses)	29	(109)

Note 4 Operating Expenses

Management fees (note 8)	1,001	840
Performance fees (note 8)	2,136	378
Administration services (note 8)	79	79
Directors' fees (note 8)	88	87
Brokerage	121	117
Investor relations and communications	91	83
Custody and accounting fees	31	25
NZX fees	33	27
Professional fees	15	27
Fees paid to the auditor:		
Statutory audit and review of financial statements	18	15
Non-assurance services ¹	2	0
Regulatory expenses	5	6
Other operating expenses	24	20
Total operating expenses	3,644	1,704

¹ Non-assurance services relate to agreed upon procedures performed in respect of the performance fee calculation. No other fees were paid to the auditor (31 December 2019: Nil).

Note 5 Shareholders' Equity

Share Capital

Barramundi has 211,312,030 fully paid ordinary shares on issue (30 June 2020: 208,719,740). All ordinary shares rank equally and have no par value. All shares carry an entitlement to dividends and one vote is attached to each fully paid ordinary share.

Buybacks

Barramundi maintains an ongoing share buyback programme. In the six month period to 31 December 2020, Barramundi did not acquire any shares (31 December 2019: 1,084,899 valued at \$688,023) under the programme which allows up to 5% of the ordinary shares on issue (as at the date 12 months prior to the acquisition) to be acquired. Shares acquired under the buyback programme are held as treasury stock and subsequently reissued to shareholders under the dividend reinvestment plan. There were no shares held as treasury stock at balance date (30 June 2020: nil).

Warrants

52,532,918 new Barramundi warrants were allotted on 5 October 2020, and quoted on the NZX Main Board on 6 October 2020. One new warrant was issued to all eligible shareholders for every four shares held on record date. The warrants are exercisable at \$0.70 per warrant, adjusted down for dividends declared during the period up to the exercise date of 29 October 2021. Warrant holders can elect to exercise some or all of their warrants on the exercise date. The net cost of issuing the warrants is deducted from share capital.

On 1 November 2018, 42,153,796 Barramundi warrants were allotted and quoted on the NZX Main Board. One new warrant was issued to all eligible shareholders for every four shares held on record date (31 October 2018). On 1 November 2019, 31,249,518 warrants valued at \$18,437,166 less issue costs of \$14,639 (net \$18,422,527) were exercised at \$0.59 per warrant, and the remaining 10,904,278 warrants lapsed.

BARRAMUNDI LIMITED
NOTES TO THE INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS ENDED 31 DECEMBER 2020

Note 5 Shareholders' Equity (continued)

Dividends

Barramundi has a distribution policy where 2% of average NAV is distributed each quarter. Dividends paid during the period comprised:

	2020	Cents per		2019	Cents per
	\$000	share		\$000	share
25 Sep 2020	2,797	1.34	26 Sep 2019	2,390	1.39
18 Dec 2020	3,047	1.45	19 Dec 2019	2,932	1.44
	5,844	2.79		5,322	2.83

Dividend Reinvestment Plan

Barramundi has a dividend reinvestment plan which provides ordinary shareholders with the option to reinvest all or part of any cash dividends in fully paid ordinary shares at a 3% discount to the five-day volume weighted average share price from the date the shares trade ex-entitlement. During the period ended 31 December 2020, 2,592,290 ordinary shares totalling \$2,097,894 (31 December 2019: 2,981,870 ordinary shares totalling \$1,874,101) were issued in relation to the plan for the quarterly dividends paid. To participate in the dividend reinvestment plan, a completed participation notice must be received by Barramundi before the next record date.

Note 6 Earnings per Share

	6 months	6 months
	ended	ended
	31/12/20	31/12/19
	unaudited	unaudited
Basic earnings per share		
Profit attributable to shareholders of the Company (\$'000)	31,608	12,688
Weighted average number of ordinary shares on issue net of treasury stock ('000)	209,545	182,572
Basic earnings per share	15.08c	6.95c
Diluted earnings per share		
Profit attributable to shareholders of the Company (\$'000)	31,608	12,688
Weighted average number of ordinary shares on issue net of treasury stock ('000)	209,545	182,572
Diluted effect of warrants on issue ('000)	3,672	1,702
	213,217	184,274
Diluted earnings per share	14.82c	6.89c

Note 7 Reconciliation of Net Operating Profit after Tax to Net Cash Flows from Operating Activities

	6 months	6 months
	ended	ended
	31/12/20	31/12/19
	unaudited	unaudited
	\$000	\$000
Net operating profit after tax	31,608	12,688
Items not involving cash flows:		
Unrealised (gains)/losses on cash and cash equivalents	(1)	41
Unrealised gains on revaluation of listed equity investments	(26,291)	(9,478)
Unrealised losses on forward foreign exchange contracts	1,693	1,053
	(24,599)	(8,384)
Impact of changes in working capital items		
Increase in trade and other payables	1,270	389
Decrease in trade and other receivables	203	304
Change in current and deferred tax	(773)	(303)
	700	390
Items relating to investments		
Amount paid for purchases of listed equity investments	(25,006)	(28,639)
Amount received from sales of listed equity investments	27,309	16,746
Net amount received on settlement of forward foreign exchange contracts	1,534	1,807
Realised gains on listed equity investments	(8,742)	(4,514)
Increase in unsettled purchases of listed equity investments	594	0
Decrease in unsettled sales of listed equity investments	0	(149)
	(4,311)	(14,749)
Net cash inflows/(outflows) from operating activities	3,398	(10,055)

Note 8 Related Party Information



Parties are considered to be related if one party has the ability to control or exercise significant influence over the other party in making financial or operational decisions.

Transactions with related parties

The Manager of Barramundi is Fisher Funds Management Limited ("Fisher Funds" or "the Manager"). Fisher Funds is a related party by virtue of the Management Agreement. In return for the performance of its duties as Manager, Fisher Funds is paid the following fees:

(i) Management fee: 1.25% (plus GST) per annum of the gross asset value, calculated weekly and payable monthly in arrears. The fee reduces if the Manager underperforms, thereby aligning the Manager's interests with those of the Barramundi shareholders. For every 1% underperformance (relative to the change in the NZ 90 Day Bank Bill Index) the management fee percentage is reduced by 0.1%, subject to a minimum 0.75% per annum management fee.

(ii) Performance fee: Fisher Funds may earn an annual performance fee of 10% plus GST of excess returns over and above the performance fee hurdle return (being the change in the NZ 90 Day Bank Bill Index plus 7%) subject to achieving the High Water Mark ("HWM"). The total performance fee amount is subject to a cap of 1.25% of the net asset value and is settled fully in cash.

The HWM is the dollar amount by which the net asset value per share exceeds the highest net asset value per share (after adjustment for capital changes and distributions) at the end of any previous calculation period in which a performance fee was payable, multiplied by the number of shares at the end of the period.

In accordance with the terms of the management agreement, when a performance fee is earned, it is paid within 60 days of the balance date.

For the period ended 31 December 2020 excess returns of \$23,308,532 (31 December 2019: \$3,725,076) were generated and the net asset value per share before the deduction of a performance fee was \$0.81 (31 December 2019: \$0.71), which exceeded the HWM after adjustment for capital changes and distributions of \$0.65 (31 December 2019: \$0.59). Accordingly, the Company has expensed a capped performance fee of \$2,136,254 in the Statement of Comprehensive Income for the period ended 31 December 2020 (31 December 2019: \$378,096).

(iii) Administration fee: Fisher Funds provides corporate administration services and a fee is payable monthly in arrears.

Fees earned, accrued and payable	6 months ended 31/12/20	6 months ended 31/12/19
Fees earned by and accrued to the Manager for the period ended 31 December	unaudited \$000	unaudited \$000
Management fees	1,001	840
Performance fees	2,136	378
Administration services	79	79
Total fees earned by and accrued to the Manager	3,216	1,297

Fees payable to the Manager	31/12/20 unaudited \$000	30/06/20 audited \$000
Management fees	183	149
Performance fees payable	2,136	301
Administration services	13	13
Total fees payable to the Manager	2,332	463

Investment transactions with related parties

Off-market transactions between Barramundi and other funds managed by Fisher Funds take place for the purposes of rebalancing portfolios without incurring brokerage costs. These transactions are conducted after the market has closed at last sale price (on an arm's length basis). Purchases for the period ended 31 December 2020 totalled \$168,533 (31 December 2019: \$3,388,954) and no sales were made (31 December 2019: \$55,960).

Note 8 Related Party Information (continued)

Directors

The directors of Barramundi are the only key management personnel and they are paid a fee for their services. The directors' fee pool is \$157,500 (plus GST if any) per annum (30 June 2020: \$157,500). The amount paid to directors (inclusive of GST for three directors) is disclosed in note 4 under directors' fees (all directors earn a director's fee).

The directors or their associates also held shares in the Company at 31 December 2020 and warrants on issue. The table below shows a reconciliation of opening and closing share holdings and warrant holdings for all directors or their associates:

	6 months ended 31/12/20 unaudited \$000	6 months ended 31/12/19 unaudited \$000
Opening market value of shares held by directors or their associates	3,333	1,300
Plus shares issued for warrants exercised	0	302
Plus other share purchases	1,609	1,345
Plus share price movements	1,560	520
Closing market value of shares held by directors or their associates	6,502	3,467
Opening market value of warrants held by directors or their associates	0	8
Plus new warrants issued and price movements	243	11
Less warrants exercised	0	(19)
Closing market value of warrants held by directors or their associates	243	0

Dividends of \$162,047 (31 December 2019: \$128,864) were also received by directors or their associates as a result of their shareholding.

Note 9 Net Asset Value

The unaudited net asset value per share of Barramundi as at 31 December 2020 was \$0.80 (30 June 2020: \$0.68), calculated as the net assets of \$169,375,499 divided by the number of shares on issue of 211,312,030 (30 June 2020: net assets of \$141,516,499 and shares on issue of 208,719,740).

Note 10 Subsequent Events

On 17 February 2021, the Board declared a dividend of 1.58 cents per share. The record date for this dividend is 4 March 2021 with a payment date of 26 March 2021.

There were no other events which require adjustment to or disclosure in these interim financial statements.



Independent auditor's review report

To the shareholders of Barramundi Limited

Report on the interim financial statements

Our conclusion

We have reviewed the interim financial statements of Barramundi Limited (the Company), which comprise the statement of financial position as at 31 December 2020, and the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the six months ended on that date, and significant accounting policies and other explanatory information.

Based on our review, nothing has come to our attention that causes us to believe that these accompanying interim financial statements of the Company do not present fairly, in all material respects, the financial position of the Company as at 31 December 2020, and its financial performance and cash flows for the six months then ended, in accordance with International Accounting Standard 34 *Interim Financial Reporting* (IAS 34) and New Zealand Equivalent to International Accounting Standard 34 *Interim Financial Reporting* (NZ IAS 34).

Basis for conclusion

We conducted our review in accordance with the New Zealand Standard on Review Engagements 2410 (Revised) *Review of Financial Statements Performed by the Independent Auditor of the Entity* (NZ SRE 2410 (Revised)). Our responsibility is further described in the *Auditor's responsibility for the review of the interim financial statements* section of our report.

We are independent of the Company in accordance with the relevant ethical requirements in New Zealand relating to the audit of the annual financial statements, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements. In addition to our role as auditor, our firm carries out agreed-upon procedures for the Company over performance fee calculations. The provision of these other services has not impaired our independence.

Directors' responsibility for the interim financial statements

The Directors of the Company are responsible, on behalf of the Company, for the preparation and fair presentation of these interim financial statements in accordance with IAS 34 and NZ IAS 34 and for such internal control as the Directors determine is necessary to enable the preparation and fair presentation of interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the interim financial statements

Our responsibility is to express a conclusion on the interim financial statements based on our review. NZ SRE 2410 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the interim financial statements, taken as a whole, are not prepared in all material respects, in accordance with IAS 34 and NZ IAS 34. A review of interim financial statements in accordance with NZ SRE 2410 (Revised) is a limited assurance engagement. We perform procedures, primarily consisting of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand) and International Standards on Auditing and consequently does not enable us to obtain assurance that we might identify in an audit. Accordingly, we do not express an audit opinion on these interim financial statements.



Who we report to

This report is made solely to the Company's shareholders, as a body. Our review work has been undertaken so that we might state to the Company's shareholders those matters which we are required to state to them in our review report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the shareholders, as a body, for our review procedures, for this report, or for the conclusion we have formed.

The engagement partner on the review resulting in this independent auditor's review report is Philip Taylor.

For and on behalf of:

PricewaterhouseCoopers

Chartered Accountants
17 February 2021

Auckland