



ARB CORPORATION LTD

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ASX ANNOUNCEMENT

22 February 2022

**APPENDIX 4D, CHAIRMAN'S STATEMENT AND FINANCIAL REPORT
FOR THE HALF YEAR ENDED 31 DECEMBER 2021**

ARB Corporation Limited herewith lodges:

1. Appendix 4D for the half year ended 31 December 2021;
2. Chairman's Statement for the half year ended 31 December 2021; and
3. Financial Report for the half year ended 31 December 2021.

This announcement was approved for release by the Company Secretary.

Yours Sincerely,

A handwritten signature in black ink, appearing to be 'Damon Page', written in a cursive style.

Damon Page
Company Secretary

APPENDIX 4D

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

1. The reporting period is the half year ended 31 December 2021.
The previous corresponding period is the half year ended 31 December 2020.

2. Results for announcement to the market

Six months ended	Dec 2021 \$'000	Dec 2020 \$'000	% Change
Sales Revenue	359,179	283,921	26.5%
2.1 Revenues from ordinary activities	360,663	285,019	26.5%
Profit from ordinary activities before tax attributable to members	91,986	72,083	27.6%
2.2 Profit from ordinary activities after tax attributable to members	68,911	54,002	27.6%
2.3 Net profit for the period attributable to members	68,911	54,002	27.6%
2.4 Interim Dividend	Dec 2021	Dec 2020	% Change
Interim Dividend per Ordinary Share (fully franked at 30%)	39.0 cents	29.0 cents	34.5%
2.5 Refer to section 5 below for dividend details.			

3. Net tangible assets per security

	Dec 2021	Dec 2020	% Change
Net tangible assets per security (including lease right-of-use asset)	\$5.71	\$4.89	16.8%

4. There were no changes to controlled entities during the half year ended 31 December 2021.

5. Dividends	Amount per Security	Franked Amount per Security	Total \$'000	Record date	Payment date
Interim dividend - year ended 30 June 2021	29.0 cents	29.0 cents	23,448	9 Apr 2021	23 Apr 2021
Final dividend - year ended 30 June 2021	39.0 cents	39.0 cents	31,500	8 Oct 2021	22 Oct 2021
Interim dividend - year ended 30 June 2022	39.0 cents	39.0 cents	31,853	8 Apr 2022	22 Apr 2022

6. A Dividend Reinvestment Plan and Bonus Share Plan will be in operation for the interim dividend. The last date for the receipt of an election notice for participation in the plans is 13 April 2022.

7. Details of associates or joint venture entities are not applicable.

8. Accounting standards used by foreign entities are not applicable.

9. The financial report has been independently reviewed by Pitcher Partners and is not subject to a modified opinion or emphasis of matter paragraph.

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Fax: +61 3 9721 9093
arb.com.auPostal Address:
PO Box 105, Kilsyth,
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42-44 Garden Street, Kilsyth,
Victoria 3137 Australia**CHAIRMAN'S STATEMENT**

The Directors of ARB Corporation Limited ("**ARB**" or the "**Company**") are pleased to report that the Company achieved a profit after tax of \$68.9 million for the half year ended 31 December 2021. This represents an increase of 27.6% compared with the prior corresponding period.

Net profit before tax of \$92.0 million for the half year was also up 27.6% over the December 2020 half year.

Sales for the half year were \$359 million, an increase of 26.5% over the prior corresponding period.

The half year results are summarised below:

Six months ended	31 Dec 21 \$'000	31 Dec 20 \$'000	Change
Sales revenue	359,179	283,921	26.5%
Other revenue	1,484	1,098	
Total revenue	360,663	285,019	
Profit before Tax	91,986	72,083	27.6%
Tax expense	(23,075)	(18,081)	
Profit after Tax	68,911	54,002	27.6%
Earnings per Share (cents)	84.46	67.32	
Interim Dividend (cents per share)	39.00	29.00	34.5%
Franking	100%	100%	

The Board has declared an interim fully franked dividend of 39.0 cents per share compared with 29.0 cents per share fully franked last year. The increase in the interim dividend represents a modest increase in the dividend payout ratio to 46% compared with 43% last year.

The interim dividend will be paid on 22 April 2022 and the Record Date will be 8 April 2022. The ARB Dividend Reinvestment Plan and Bonus Share Plan (the "**Plans**") will be in operation for the interim dividend to assist with the funding of ARB's ongoing expansion programme.

Information about the Plans can be found on the Company's website at <http://www.arb.com.au/about/investor-relations>. Investors wishing to make or change an election to participate in the Plans can do so online via the Computershare Investor Centre website at www.computershare.com.au/easyupdate/arb or by phoning Computershare on 1300 850 505.

HIGHLIGHTS OF THE HALF YEAR TO 31 DECEMBER 2021

Sales

The Company's sales for the period grew by 26.5% over the previous corresponding period with growth achieved across all segments of the business.

A summary of sales category performance for the period is as follows:

Customer Category	Percentage of Sales		Sales Growth
	6 months to Dec 2021	6 months to Dec 2020	
Australian Aftermarket	53.1%	58.1%	15.6%
Exports	38.4%	34.7%	39.9%
Original Equipment	8.5%	7.2%	50.6%
	100.0%	100.0%	26.5%

Sales to the Australian aftermarket grew by a respectable 15.6%. Sales growth was particularly strong in Victoria despite the extended government-imposed lockdowns during the half year. Sales growth in the other States and Territories was also satisfactory.

ARB's aftermarket sales growth of 15.6% exceeded the 1.7% growth in sales of new vehicles in ARB's target market, which comprises medium to large SUVs and four-wheel drive utilities. This reflects the strength of ARB's distribution network, the continuing trend towards local touring, stock availability and a growing market.

Export sales grew strongly by 39.9% and continue to increase as a proportion of the Company's total sales. Exports now represent 38.4% of the Company's total sales, up from 34.7% in the prior comparative period. Export sales include the addition of Auto Styling Truckman's sales, based in the United Kingdom and acquired in March 2021, for the entire half year with no contribution in the corresponding half year. Key drivers of the strong growth in the export category included sales and distribution operations in the USA, the UK, and the Czech Republic. ARB's growing Thailand operations support logistic efficiencies and volume growth in the export business. ARB New Zealand's operations continue to grow and are an important contributor to the Company's canopy and back of ute strategy.

Sales to original equipment manufacturers ("**OEM**") increased 50.6% over the period. This significant growth was attributable to the timing of OEMs stocking up in preparation for new vehicle model launches and the addition of new business. The initial order quantities boosted sales part way through the second half of last financial year and during the first half of this financial year. Consequently, sales to OEMs are expected to decline during the second half of this financial year.

In addition, ARB's OEM business is particularly sensitive to changes in new vehicle supply to Australia. The recent, well publicised global shortage of semi-conductors has affected new vehicle supply to global markets. ARB is cautiously watching vehicle deliveries to key markets and managing the business accordingly.

Distribution

The Company distributes through its market leading ARB store network in Australia, to retail customers, ARB stockists, new vehicle dealers and various fleet operators. There are currently 72 ARB stores in Australia, of which 29 are Company owned, up from 69 stores at this time last year.

Three new independently owned stores opened during the last 12 months located in Sale, Victoria, and in Cockburn and Karratha, Western Australia. All three stores have been fitted out in ARB's flagship style and demonstrate the Company's strong partnership with its independent distributors and their confidence investing in the ARB brand.

A number of new stores are planned to open throughout 2022 and the Company has commenced the relocation and flagship-style upgrade of its stores in Albury, NSW and Launceston, Tasmania.

The Ford Australia License Accessory ("FLA") program commenced during the half year and provides customers with the option of purchasing selected ARB products directly from Ford dealers with the 5-year new vehicle warranty supported by ARB's established distribution network. Ford also announced this program will extend to the new model Ranger and Everest vehicles due for release in mid-2022. ARB is well placed to have accessories ready at launch. The program will be extended to markets outside Australia as the new platforms launch globally.

Products and Production

Product development is a key element to maintaining the Company's long-term competitive advantage. The Company continues to focus on the engineering and development of new products and applications with engineering resources working on a number of long-term product development projects, some of which will be released to market during 2022.

In the last six months ARB's engineering team has been focused on accessory development for the recently released new Land Cruiser 300 Series, as well as the upcoming Ford Ranger and Everest models for which the FLA will be available. ARB also launched an expanded accessory range for models such as the Nissan Navara, Isuzu MUX, Ford Bronco and Mazda BT-50.

Shareholders can learn more about ARB's new product releases via the Company's website at <https://www.arb.com.au/latest/news-and-releases/>.

The Company has commenced construction of a new engineering and development centre at its Kilsyth head office location in Melbourne, Victoria. The new centre will consolidate the Australian engineering teams and provide new offices and enhanced facilities for product development and other projects.

The construction of ARB's new 36,000 square metre factory in Thailand is progressing on schedule and on budget. The new factory is expected to open towards the end of 2022.

Financial

ARB's growth in profit after tax of 27.6% is broadly in line with the sales revenue growth of 26.5%. The Company, supported by solid customer demand, maintained its sales margins. A stronger Australian dollar, compared with the corresponding period, also assisted the result. The Company is cautiously scaling its operations to accommodate the higher sales levels and notes that operational and supply chain cost pressures will modestly increase the Company's cost base.

Net cash provided by operating activities of \$28.6 million during the half year was driven by the profit after tax of \$68.9 million, offset by the increase in inventory holdings of \$40.5 million. ARB sought to boost inventories in a challenging supply chain environment to facilitate continued sales growth.

The Company retained a cash balance of \$58.3 million as at 31 December 2021. The decrease in the cash balance of \$26.4 million from the June 2021 financial year end primarily reflects expansionary capital purchases of property, plant and equipment for \$27.0 million and dividends paid to shareholders in October 2021 of \$25.4 million.

THE FUTURE

The Company maintains a positive outlook based on a strong customer order book, improved inventory levels and new products that are yet to be released to market. However, the flow on impacts of COVID-19, including disruptions to supply chains, shipping networks, retail operations and customer fulfilment, requires ARB to remain focused on managing customer expectations and supply chain pressures.

Notwithstanding the uncertainty in the current global economic and political environment, ARB continues to develop and pursue its exciting long term growth opportunities, including further growth in Australia and in export markets, new products, improved distribution and increased manufacturing capacity.

The Board believes ARB is well positioned to achieve on-going success with strong brands around the world, loyal customers, very capable senior management and staff, a strong balance sheet and growth strategies in place.

The Board would like to thank all ARB staff worldwide for their exceptional commitment in challenging conditions.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'R. Brown', with a large, sweeping flourish underneath.

Roger Brown
Chairman

22 February 2022



4X4 ACCESSORIES

ARB CORPORATION LTD
ABN 31 006 708 756

FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2021

PROVIDED TO THE ASX UNDER LISTING RULE 4.2A

**This half year financial report is to be read in conjunction with the
financial report for the year ended 30 June 2021.**

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CORPORATE INFORMATION

The half year financial report does not include all the notes of the type usually included in an annual financial report. It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2021 and any public announcements made by ARB Corporation Limited during the half year in accordance with any continuous disclosure obligations arising under the *Corporations Act 2001*.

COMPANY ABN

31 006 708 756

DIRECTORS

Roger G Brown B.E., M.B.A.

Andrew H Brown

Adrian R Fitzpatrick B.Com., FCA

Robert D Fraser B.Ec., LLB (Hons)

Karen L Phin BA., LLB (Hons), GAICD

Andrew P Stott

COMPANY SECRETARY

Damon Page B.Bus., CA

PRINCIPAL REGISTERED OFFICE

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STOCK EXCHANGE

Australian Securities Exchange

Level 4, North Tower

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Melbourne Victoria 3000

DIRECTORS' REPORT

The Directors present their report together with the condensed financial report of the consolidated entity of ARB Corporation Limited, being the Company and its controlled entities ("the Group"), for the half year ended 31 December 2021 and the independent auditor's review report thereon. This financial report has been prepared in accordance with Australian Accounting Standards.

Directors Names

The Directors listed below each held office as a Director of the Company at all times during or since the end of the financial half year except for Mr. John R Forsyth who retired on 14 October 2021.

Name	Period of Directorship
Mr. Roger G Brown	Since 1987
Mr. Andrew H Brown	Since 1987
Mr. Adrian R Fitzpatrick	Since 2016
Mr. John R Forsyth (retired 14 October 2021)	Since 1987
Mr. Robert D Fraser	Since 2004
Ms. Karen Phin	Since 2019
Mr. Andrew P Stott	Since 2006

Review of Operations

Further information on the Group's operations is disclosed in the attached half yearly results announcement.

The principal activities of the Group during the course of the half year remained unchanged and were the design, manufacture, distribution and sale of motor vehicle accessories and light metal engineering works.

The consolidated profit attributable to members of the parent entity after income tax expense for the half year was \$68,911,000 (2020: \$54,002,000).

Significant Changes in the State of Affairs

During the period, the Group continued to engage in its principal activity, the results of which are disclosed in the attached financial statements.

Rounding Amounts

In accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, the amounts in the Directors' Report and in the financial statements have been rounded to the nearest \$1,000, or in certain cases, to the nearest dollar (where indicated).

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the *Corporations Act 2001* in relation to the review for the half year is included at page 15 of this report.

Signed in accordance with a resolution of the Directors.



Andrew H Brown
Managing Director

Melbourne, 22 February 2022

CONDENSED CONSOLIDATED INCOME STATEMENT

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Note	Dec 2021 \$'000	Dec 2020 \$'000
Sales revenue		359,179	283,921
Other revenue		1,484	1,098
Total revenue		360,663	285,019
Materials and consumables used		(151,891)	(125,700)
Employee expenses		(73,611)	(62,276)
Government wage subsidies		-	9,819
Depreciation and amortisation expense		(12,525)	(11,337)
Advertising expense		(3,120)	(2,314)
Distribution expense		(9,562)	(6,186)
Finance expense		(1,073)	(950)
Occupancy expense		(7,569)	(6,648)
Maintenance expense		(3,252)	(2,177)
Other expenses		(6,074)	(5,167)
Profit before income tax expense		91,986	72,083
Income tax expense		(23,075)	(18,081)
Profit attributable to members of the parent entity		68,911	54,002
Basic and diluted earnings per share (cents)		84.46	67.32

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Dec 2021 \$'000	Dec 2020 \$'000
Profit attributable to members of the parent entity	68,911	54,002
Other comprehensive income		
Items that may be reclassified subsequently to Profit or Loss		
Movement in fair value of cash flow hedges	170	(428)
Exchange differences on translation of foreign operations	(1,087)	(10,295)
Other comprehensive income / (expense) for the half year	(917)	(10,723)
Total comprehensive income for the half year attributable to members of the parent entity	67,994	43,279

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

	Note	Dec 2021 \$'000	Jun 2021 \$'000
Current assets			
Cash and cash equivalents		58,323	84,771
Receivables		77,548	79,890
Derivative financial instruments	5	381	151
Inventories		213,497	172,958
Other assets		10,437	6,292
Total current assets		360,186	344,062
Non-current assets			
Property, plant and equipment		217,570	201,434
Deferred tax assets		10,917	9,977
Intangible assets		61,837	63,110
Right-of-use assets		38,363	39,679
Total non-current assets		328,687	314,200
Total assets		688,873	658,262
Current liabilities			
Payables		65,179	73,234
Derivative financial instruments	5	134	74
Current tax liabilities		10,096	14,168
Lease liabilities		6,708	5,927
Provisions		19,994	19,414
Total current liabilities		102,111	112,817
Non-current liabilities			
Lease liabilities		37,508	39,200
Deferred tax liabilities		1,043	933
Provisions		19,734	19,535
Total non-current liabilities		58,285	59,668
Total liabilities		160,396	172,485
NET ASSETS		528,477	485,777
EQUITY			
Contributed equity		176,996	170,789
Reserves		8,605	9,522
Retained profits		342,876	305,466
TOTAL EQUITY		528,477	485,777

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Contributed equity \$'000	Reserves \$'000	Retained earnings \$'000	Total equity \$'000
Balance as at 1 July 2020	116,916	23,264	232,081	372,261
Profit for the half year	-	-	54,002	54,002
Movement in fair value of cash flow hedges, net of tax	-	(428)	-	(428)
Exchange differences on translation of foreign operations, net of tax	-	(10,295)	-	(10,295)
Total comprehensive income for the half year	-	(10,723)	54,002	43,279
Transactions with owners in their capacity as owners:				
Dividend reinvestment plan and bonus share plan	30,770	-	-	30,770
Share issue	145	-	-	145
Dividends paid (note 2)	-	-	(16,317)	(16,317)
Total transactions with owners in their capacity as owners	30,915	-	(16,317)	14,598
Balance as at 31 December 2020	147,831	12,541	269,766	430,138
Balance as at 1 July 2021	170,789	9,522	305,466	485,777
Profit for the half year	-	-	68,911	68,911
Movement in fair value of cash flow hedges, net of tax	-	170	-	170
Exchange differences on translation of foreign operations, net of tax	-	(1,087)	-	(1,087)
Total comprehensive income for the half year	-	(917)	68,911	67,994
Transactions with owners in their capacity as owners:				
Dividend reinvestment plan and bonus share plan (net of underwriter's fee)	6,086	-	-	6,086
Share issue	121	-	-	121
Dividends paid (note 2)	-	-	(31,501)	(31,501)
Total transactions with owners in their capacity as owners	6,207	-	(31,501)	(25,294)
Balance as at 31 December 2021	176,996	8,605	342,876	528,477

The accompanying notes form part of these financial statements.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Note	Dec 2021 \$'000	Dec 2020 \$'000
Cash Flows From Operating Activities		
Receipts from customers	384,690	296,853
Payments to suppliers and employees	(327,245)	(224,059)
Interest received	36	78
Finance costs	(860)	(950)
Income tax paid	(27,977)	(13,808)
Net cash provided by Operating activities	28,644	58,114
Cash Flows From Investing Activities		
Payments for property, plant and equipment	(27,001)	(12,285)
Payments for development costs	(1,350)	(948)
Payments for intangible software assets	(213)	(307)
Proceeds from sales of property, plant & equipment	2,181	221
Net cash used in Investing activities	(26,383)	(13,319)
Cash Flows From Financing Activities		
Dividends paid	(25,414)	-
DRP underwriting fee	-	(315)
Payments for lease liabilities	(3,064)	(2,305)
Net cash used in Financing activities	(28,478)	(2,620)
Foreign exchange differences	(231)	533
Net (decrease) / increase in cash held	(26,448)	42,708
Cash at the beginning of the financial year	84,771	41,569
Cash at the end of the half year	58,323	84,277

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

1. BASIS OF PREPARATION

This condensed consolidated half year financial report does not include all the notes of the type usually included in the annual financial report.

It is recommended that this half year financial report be read in conjunction with the annual financial report for the year ended 30 June 2021 and any public announcements made by ARB Corporation Limited during the half year in accordance with any continuous disclosure obligations arising under the *Corporations Act 2001*.

This condensed half year financial report covers the Company and its controlled entities as a consolidated entity. ARB Corporation Limited is a company limited by shares, incorporated and domiciled in Australia. The Company is a for-profit entity for the purpose of preparing the financial statements.

The half year financial report was authorised for issue by the Directors as at the date of the Directors' Report.

(a) Basis of preparation of the half year financial report

This condensed consolidated half year financial report has been prepared in accordance with Australian Accounting Standard *AASB 134 Interim Financial Reporting* as appropriate for for-profit entities and the *Corporations Act 2001*. Compliance with AASB 134, as appropriate for for-profit entities, ensures compliance with International Financial Reporting Standard *IAS 34 Interim Financial Reporting*.

The half year financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets as described in the accounting policies.

Where necessary, comparative information has been reclassified for consistency with current year disclosures.

(b) Summary of the significant accounting policies

Except as described below, the accounting policies applied in this half year financial report are the same as those used in the annual financial report for the year ended 30 June 2021.

New accounting standards and interpretations issued

The Group has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (the AASB) that are relevant to its operations and effective for the current half year. There has been no material effect.

A number of new accounting standards and interpretations have been issued at the reporting date but are not yet effective. The Directors have not yet assessed the impact of these standards or interpretations.

(c) Rounding amounts

In accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, the amounts in the Directors' Report and in the financial statements have been rounded to the nearest one thousand dollars, or in certain cases, to the nearest dollar (where indicated).

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

2. DIVIDENDS

	Dec 2021 \$'000	Dec 2020 \$'000
Dividends paid or recommended by the Company are:		
Recognised Amounts		
A final fully franked ordinary dividend of 39.0 cents per share paid on 22 October 2021 (2020: 21.0 cents per share fully franked)	31,501	16,317
Unrecognised Amounts		
An interim fully franked ordinary dividend of 39.0 cents per share to be paid on 22 April 2022 (2020: 29 per share fully franked)	31,853	23,448

The interim dividend proposed was declared subsequent to the reporting period and has therefore not been recognised as a liability.

The dividends paid by the Company were fully franked at the tax rate of 30% (2020: 30%) and the recommended interim dividend will be fully franked at the tax rate of 30%.

3. ISSUES OF EQUITY SECURITIES

Number of fully paid ordinary shares:

	Dec 2021 Shares	Dec 2020 Shares
Balance at the beginning of the half year	81,533,865	79,830,525
Dividend Reinvestment Plan and Bonus Share Plan	139,048	1,018,671
Other shares issued	2,637	4,680
Balance at the end of the half year	81,675,550	80,853,876

Weighted average number of ordinary shares used in the calculation of basic earnings per share is 81,588,537 (2020: 80,219,843).

4. BUSINESS COMBINATIONS

Current year

There were no Business Combinations during the current half year.

Prior year

There were no Business Combinations during the prior half year.

5. FAIR VALUE MEASUREMENTS

As at 31 December 2021, the Group had foreign exchange contracts to buy various foreign currencies with a purchase value of A\$25,900,000 (2020: purchase various currencies with a purchase value of A\$21,400,000). The unrealised fair value gain of \$247,000 (2020: loss of \$433,000) is represented by a Derivative Financial Instrument asset of \$381,000 and a Derivative Financial Instrument liability of \$134,000 (2020: Derivative Financial Instrument Asset of \$9,000 and a Derivative Financial Instrument Liability of \$442,000), as recorded in the cash flow hedge reserve.

The fair values of derivative hedging instruments have been determined based on observable inputs including foreign currency forward exchange rates. Derivative hedging instruments are classified as Level 2 in the fair value measurement hierarchy. These foreign currency forward contracts are valued on a discounted cash flow basis using forward exchange rates. The carrying amounts of all other financial assets and liabilities are a reasonable approximation of fair values as they are short term trade receivables and payables.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

6. SEGMENT INFORMATION

The major products/services from which the economic entity derived revenue during the half year remained unchanged and were the design, manufacture, distribution and sale of motor vehicle accessories and light metal engineering works.

The reportable segments of the consolidated entity are based on geographical locations comprising operations in Australasia, USA, Thailand and Middle East, Europe & UK.

The following table includes the disaggregation of revenue disclosures in line with *AASB 15 Revenue from Contracts with Customers*.

	Australasia	USA	Thailand	Middle East, Europe & UK	Eliminations	Consolidated
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
2021						
Segment revenue						
Total segment revenue	345,143	51,785	64,631	27,565	(128,461)	360,663
Intersegmental revenues	(69,617)	-	(58,843)	(1)	128,461	-
Segment revenue from external source	275,526	51,785	5,788	27,564	-	360,663
Total segment result	48,627	5,093	13,671	1,874	(354)	68,911
Intersegmental eliminations	12,093	-	(12,447)	-	354	-
Segment result from external source	60,720	5,093	1,224	1,874	-	68,911
Total segment assets	579,280	58,091	134,115	51,010	(133,623)	688,873
Total segment liabilities	168,221	26,776	14,303	17,781	(66,685)	160,396
2020						
Segment revenue						
Total segment revenue	284,002	43,049	53,818	12,223	(108,073)	285,019
Intersegmental revenues	(57,399)	-	(50,674)	-	108,073	-
Segment revenue from external source	226,603	43,049	3,144	12,223	-	285,019
Total segment result	42,381	3,811	14,093	1,290	(7,573)	54,002
Intersegmental eliminations	5,698	-	(13,271)	-	7,573	-
Segment result from external source	48,079	3,811	822	1,290	-	54,002
Total segment assets	500,903	36,873	112,846	15,099	(101,947)	563,774
Total segment liabilities	152,511	15,774	15,342	8,166	(58,157)	133,636

7. SUBSEQUENT EVENTS

With the exception of the declaration of an interim dividend in Note 2, no other matters or circumstances have arisen since 31 December 2021 that have significantly affected or may significantly affect:

- the operations, in financial periods subsequent to 31 December 2021, of the consolidated entity, or
- the results of those operations, or
- the state of affairs, in financial periods subsequent to 31 December 2021, of the consolidated entity.

DIRECTORS' DECLARATION

The Directors declare that the financial statements and notes set out on pages 4 to 11 are in accordance with the *Corporations Act 2001*, and:

- (a) comply with the Australian Accounting Standard *AASB 134 Interim Financial Reporting*, and the *Corporations Regulations 2001*, and other mandatory professional reporting requirements; and
- (b) give a true and fair view of the financial position of the consolidated entity as at 31 December 2021 and of its performance for the half year ended on that date.

In the Directors' opinion there are reasonable grounds to believe that ARB Corporation Limited 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.



Andrew H Brown
Managing Director

Melbourne, 22 February 2022

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
ARB CORPORATION LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of ARB Corporation Limited, "the Company", and its controlled entities, "the Group", which comprises the condensed consolidated statement of financial position as at 31 December 2021, the condensed consolidated income statement, condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, 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 ARB Corporation Limited and its controlled entities, does not comply with the *Corporations Act 2001* including:

- a) giving a true and fair view of the ARB Corporation Limited and its controlled entities financial position as at 31 December 2021 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the Directors for the Financial Report

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

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. 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 and fair view of the Group's financial position as at 31 December 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

ARB CORPORATION LIMITED
ABN 31 006 708 756
AND CONTROLLED ENTITIES

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
ARB CORPORATION LIMITED

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.



K L BYRNE
Partner



PITCHER PARTNERS
Melbourne

22 February 2022

AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF ARB CORPORATION LIMITED

In relation to the independent auditor's review for the half-year ended 31 December 2021, to the best of my knowledge and belief there have been:

- (i) No contraventions of the auditor independence requirements of the *Corporations Act 2001*; and
- (ii) No contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.

This declaration is in respect of ARB Corporation Limited and the entities it controlled during the period.



K L BYRNE
Partner

22 February 2022



PITCHER PARTNERS
Melbourne