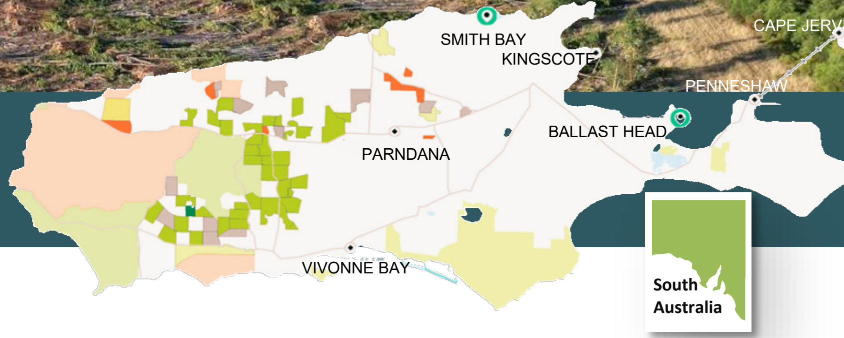
Quarterly Activities and Results
Period Ended 31 March 2025



Management Commentary

<u>Reversion Work</u>

The March quarter was the first quarter to operate under the expanded fleet of equipment with an additional 2 tracked harvesters and 4 skidders commissioned into service. Operator numbers also increased and additional recruitment and training will occur over the coming months to increase reversion capacity through double shifts.

Harvest crews focussed on the Kelda Lea property which is part of the northern aggregation of properties which was largely completed at the end of quarter. In addition to the Bluegum harvest, further areas of burnt pine were chained and windrowed on Lycurgus and Gumridge – Kiland's two most western properties.

The skidders commenced after Christmas on the south-eastern corner of MacGill, one of the earliest properties harvested, with more challenging operating conditions and differences in the presentation of the felled trees. This made progress in stacking this area slower than other locations but was completed during the quarter and MacGill harvest and stacking is now complete with the property ready for land preparation and agricultural operations. The north central aggregation properties are now harvested and are in various stages of land preparation - Macgill, Morelands, Martin, Willmott and Roo Lagoon North - representing an agricultural estate of close to 2,800 ha. This already represents a large-scale operation on some of the best agricultural land on Kangaroo Island. The latter part of the quarter saw all the skidders move to Kelda Lea to complete harvest operations.

Stump grinding teams finished up on Trethewey in the south of the estate prior to moving onto MacGill. The stump grinders are all due for a major service which will see each machine, in sequence, out of action for 2 months from April. The resulting loss of operational capacity will be supplemented through extra shifts.

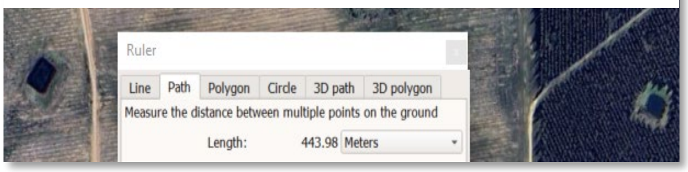
More generally, koala spotting crews worked well under the approved Koala Management Plan with a small number of non-fatality incidents recorded despite residing in concentrated areas.

Kangaroo Island Project

Kiland Limited owns ~18,600 Ha of prime agricultural land on Kangaroo Island, which it is reverting from forestry to agriculture.

Kellendale koala sanctuary

Large stacks of timber, some unharvested land, and the site of the pyrolysis plant



Total Progress to 31 March 2025:

4,331 Ha
harvested to date

30%
of total plantation area (14,467 Ha)

Mar 25 Harvest Figures	Harvest	Stack	Grind
Quarterly Ha total	814	800	440
Cumulative Ha Total	**4,331**	**3,473**	**2,675**

Management Commentary Continued

Property Matters

As noted in the last quarterly report, the sale of Kellendale was completed in January and preparations are underway with The Koala Sanctuary to complete the initial 110 ha harvest in preparation for their revegetation work.

Marketing of the 3 Smith Bay properties commenced in March – they will be auctioned in Kingscote on 29th April. Kiland also received initial design approval for the service connections for the Pardana worker precinct. The development application will be lodged with the Kangaroo Island Council early in the June quarter.


Grinder


Skidder


Kelda Lea Crossing

Re-Vi's Biochar Production Project

Re-Vi completed construction of the biochar facility during the quarter. The company has appointed an independent engineering firm to undertake a fit-for-purpose audit and manage the commissioning of the plant.

Stakeholder Engagement

AAG hosted a range of government and landscape board officials, along with their consultants, for a field day in March to discuss management of blue gum wildlings. These discussions will help inform the work of the South Australian Department of the Environment and Wildlife as it develops its management plan.

Kiland donated two diesel electricity generators to a Parndana community group. The generators are surplus to the company's requirements, will provide back-up power to the town and will be refurbished by Kiland's workshop team who have generously donated their time.

Management held a day of meetings in Adelaide on 31st March with several State government ministers and officials. Discussions ranged across many issues relevant to both Kiland and Re-Vi's on-island activities. Meetings were held with:

- Deputy Premier and Environment Minister Susan Close
- Minister for Housing and Urban Development Nick Champion
- Agriculture and Forestry Minister Clare Scriven
- Shadow Minister for Agriculture Nicola Centofanti

Financials

Kiland Ltd
Consolidated profit & loss
Excluding Re-Vi Group
Unaudited management accounts

	Current Qtr Mar 25 $m	YTD FY 25 $m
Revenue	0.1	0.6
Cogs	-	(0.2)
Sundry income	-	-
Total Income	**0.1**	**0.4**
Audit, tax & share registry	-	-
Director's fees	-	0.3
Biological Asset Revaluation	-	(0.6)
Other Corporate Expenses	0.2	0.8
Professional fees	0.1	0.3
Reversion Expenses	1.9	2.6
Share based payments	-	0.2
Impairment Loss		
Total Opex	**2.2**	**3.6**
Operating profit	(2.1)	(3.2)
Other revenue (interest rec.)	0.0	0.4
EBITDA	**(2.1)**	**(2.7)**
Depreciation	0.5	1.5
Interest	0.5	1.4
Tax	-	(0.4)
Net profit	**(3.1)**	**(5.2)**


Raked Paddock

Kiland Ltd
Consolidated balance sheet of Kiland Ltd
Including investment in Re-Vi Group Ltd at market value
Unaudited management accounts

	March 2025 $m
Cash*	9.2
Sheep	0.9
Other Current Assets	1.8
Current Assets	**11.9**
Land & Buildings~	108.3
Plant & Equipment*	12.6
Loans to Disposal Groups (Re-Vi Group)	9.0
Share of Disposal Group classified as held for sale**	50.0
Non-current Assets	**179.9**
Total Assets	**191.8**
Trade & other payables*	0.4
Borrowings - current (Equipment Finance)	1.4
Borrowings – current (Corp Mkts loan)	-
Current Liabilities	**1.8**
Accrued Forecast performance fee to operator	2.2
Deferred tax liabilities*	3.3
Borrowings – noncurrent (Equipment finance)	7.4
Borrowings – noncurrent (Corp Mkts loan)	30.0
Non-current Liabilities	**42.9**
Total Liabilities	**44.7**
NET ASSETS	**147.1**
Equity	88.0
Revaluation Reserves	89.7
Option Reserve	1.4
Retained Earnings	(26.8)
Current Year Earnings	(5.2)
EQUITY	**147.1**
Equity Excluding Deferred Tax Liability	150.4
Shares on issue (m)	63.9
Performance rights on issue (m)	2.9
Effective shares on issue (m)	66.8
NTA backing per share ($)	$2.25

Financials Continued

Chipping

Tree Felling

Key:

	Mar 2025 $m
****Carrying value of Re-Vi Group Ltd**	
Number of shares on issues in Disposal Group (Re-Vi Group)	90.9
Market value of shares (based on Jun24 cap raise)	$0.8329
Market Cap of Re-Vi Group (post money)	$75.7
Percentage of Re-Vi Group shares held by Kiland Ltd as at 31/03/25	65.98%
Value of Kiland's holding in Re-Vi (based on % ownership of mkt cap)	$50.0

This calculation assumes a carrying value in Re-Vi Group Ltd of $50.0m. This is based on Kiland's holding of 66% of the market value of Re-Vi Group Ltd of $75.7m as per the Re-Vi's most recent capital raise in June 2024 and excludes the value of Re-Vi Group's assets and liabilities on its own balance sheet. This treatment is consistent with the approach taken in previous management accounts for the Kiland Group. Note that Australian accounting standards differ in their treatment of the carrying value and require Kiland to show this holding at cost rather than market value. As a result, there will be difference in carrying value to that presented in the audited statutory accounts.

***Assets & liabilities of Kiland Group**

Note that balance sheet only includes Re-Vi at mkt value of investment.

Other individual balance sheet items exclude the respective share of Re-Vi assets and liabilities.

~Valuation by LAWD as at 31/12/24

Note that the valuation of the agricultural estate at Dec24 was $109.8m while the valuation of the non-agricultural properties totalled $2.7m.

Those properties that are classified as "held for sale" are excluded from these two totals and are included with Other Current Assets.

 # Reversion Expenses

Note that reversion expenses typically range from between $2m and $3m each quarter.

Current practice has been to capitalise these reversion expenses – but on a half yearly basis.

A timing mis-match is created by reporting on a quarterly basis but only recording the capitalisation on a six-monthly basis.

To avoid this timing issue in future reports Kiland will ensure that both the reversion expenses and the capitalised amount are recorded on a quarterly basis.

Link below to next shareholder call at 2pm AEST on Monday 14th April.

2025https://us02web.zoom.us/j/87807924155?pwd=9AfXYJLdqIZnEe9CFIHGyLgX9bHHBv.1

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