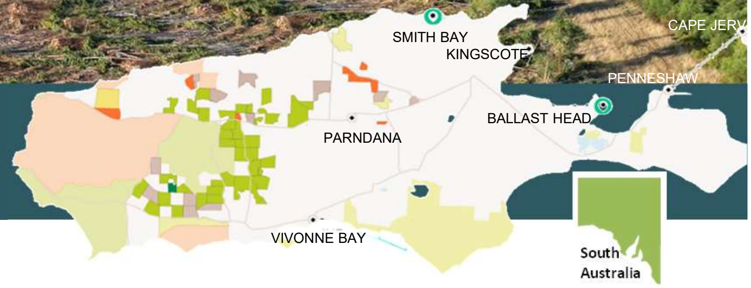
kiland

Quarterly Activities and Results

Period Ended 30 June 2025



Management Commentary

Reversion Work

The June quarter saw a harvest area of 573 ha. This was down on the March quarter due to machine downtime and a focus on some of the estate's most heavily stocked properties. Notwithstanding the lower number, productivity, in terms of hectares per machine hour, improved as new operators gained experience and we remain confident monthly harvest areas will increase as operations move to lower stocked properties further south.

The focus properties for the quarter were Riley, which is now harvested, skidded and ground, and Allandale where the harvest crews are scheduled to finish in the middle of July, before moving to properties south of the Playford Highway. The target properties that will be harvested during the wetter winter months will be Roo Lagoon South and Coopers Couchman, with possibly Stephens also being harvested, subject to machine uptime. In addition to the mechanical harvest, some of the burnt pine was chained on Gumridge and Gosse West. The first block on Kellendale was completed for The Koala Sanctuary.

Approximately 4,619 ha of timber are now stockpiled (across both stacking and chaining). The skidders involved in stacking are now operating with excellent uptime. Properties completed during the quarter include Kelda Lea, Dewell (which was a carryover from last winter), Martin and Riley.

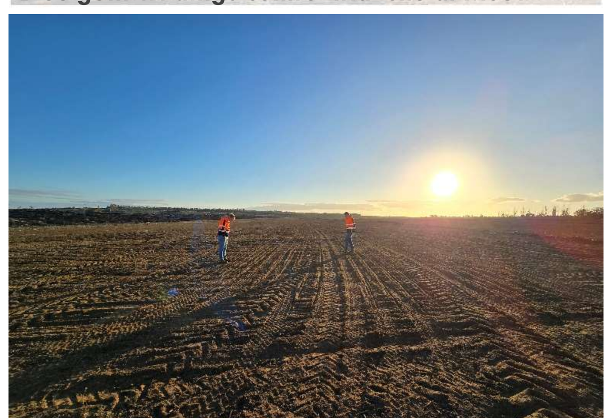
Stump grinding also progressed at an increased pace, with a sub-contractor engaged to supplement the company owned machines as each requires a significant but routine maintenance overhaul (taking each machine out of action for approximately 2 months).

While rainfall for the year remains below average on the island (approximately 100m year-to-date), there is some confidence that the drought may have broken with decent albeit late autumn falls recorded. Pasture sowing was delayed to ensure that there is sufficient ground water for pasture establishment, which compressed the sowing window. This was addressed though additional shifts supplemented with some aerial sowing. At the time of writing approximately 2,200 ha of a targeted 2,500 ha has been sown, mostly to clover, vs approximately 1,000 ha this time last year.

Kangaroo Island Project

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

Blue gum wildings control trial site at McGill



Freshly raked paddock, ready for sowing at Cronins

Total Progress to 30 June 2025:

5,105 Ha
harvested to date

35%
of total plantation area (14,496 Ha)

June 25 Harvest Figures	Harvest	**Stack**	**Grind**
Quarterly Ha total	573	**725**	**246**
Cumulative Ha Total	5,105	**3,907**	**2,768**

Management Commentary Continued

Koala Management

Koala Management continues to be a significant area of operational focus with an average of over around 360 koalas spotted each month. Over the course of this calendar year, three deceased koalas have been found across the estate. No koala fatalities were the result of harvesting or farming activities. The deaths were due to natural causes. The company receives regular audits from the SA Department of Wildlife and has not received any adverse findings to-date.

Stock Management

Given the dry conditions over the past 18 months and the associated cost of hand feeding, the company did not expand the flock through acquisition this year. Autumn saw approximately 2,500 ewes joined with scanning data to be reported in the next report. Overall, the lamb markets have shown considerable strength over the June quarter.

Property Matters

Three of the company's non-core properties (that were acquired as part of earlier plans to develop a port on Kangaroo Island) have been listed for sale for a number of months now. All three were put up for auction in April and, disappointingly, all three Smith Bay properties failed to sell. Agent feedback was that this reflected transaction volumes for both lifestyle and agricultural blocks more generally on the island. Influencing factors for this include the severity of the drought as well as much economic uncertainty during this time regarding possible agricultural tariffs. The properties remain listed for sale.

Re-Vi's Biochar Production Project

Unfortunately, the Re-Vi biochar production plant experienced some significant commissioning issues, especially as regards to safety. Re-Vi has been working with its engineering consulting firm Mill Rose to map out a rectification plan which will commence in Q3. First production is likely delayed by 6-9 months.

Stakeholder Matters

The South Australian Native Vegetation Council, in collaboration with the Kangaroo Island Landscape Board and Kiland, approved a trial for bluegum wildings management. The trial will assess the effectiveness and impact of a range of mechanical and chemical control methods on bluegum wildings in local native vegetation. The trial will inform an island-wide management plan. The trials will be undertaken on several control sites on Kiland's McGill property over the next 12 months.

Toolbox meeting at Timber Creek Office

Ewe feeding her triplets

Sheep grazing

Financials

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

	Current Qtr Jun 25 $m	YTD FY 25 $m
Revenue	-	0.4
COGS	-	(0.2)
Sundry income (cost)	-	0.2
Total Income	**-**	**0.4**
Audit, tax & share registry	-	0.1
Director's fees	0.1	0.4
Biological Asset Revaluation	-	(0.6)
Other Corporate Expenses	0.2	1.0
Professional fees	0.1	0.4
Reversion Expenses#	1.5	4.6
Share based payments	-	0.2
Impairment Loss	-	-
Total Opex	**1.9**	**6.1**
Operating profit	(1.9)	(5.7)
Other revenue (interest rec.)	0.3	0.9
EBITDA	**(1.6)**	**(4.8)**
Depreciation	0.5	2.0
Interest	0.6	2.0
Tax	-	(0.4)
Net profit	**(2.7)**	**(8.4)**


Woodpiles at Dewell

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

	June 2025 $m
Cash*	7.2
Sheep	0.9
Other Current Assets	2.5
Current Assets	**10.6**
Land & Buildings~	111.8
Plant & Equipment*	12.1
Loans to Disposal Groups (Re-Vi Group)	9.0
Share of Disposal Group classified as held for sale**	36.0
Non-current Assets	**168.9**
Total Assets	**179.5**
Trade & other payables*	0.6
Borrowings - current (Equipment Finance)	1.8
Borrowings – current (Corp Mkts loan)	-
Current Liabilities	**2.4**
Accrued Forecast performance fee to operator	2.0
Deferred tax liabilities*	3.3
Borrowings – noncurrent (Equipment finance)	7.4
Borrowings – noncurrent (Corp Mkts loan)	34.0
Non-current Liabilities	**46.7**
Total Liabilities	**49.1**
NET ASSETS	**130.4**
Equity	88.7
Revaluation Reserves	76.2
Option Reserve	1.4
Retained Earnings	(27.5)
Current Year Earnings	(8.4)
EQUITY	**130.4**
Equity Excluding Deferred Tax Liability	133.7
Shares on issue (m)	63.9
Performance rights on issue (m)	2.5
Effective shares on issue (m)	**66.4**
NTA backing per share ($)	2.01

Financials Continued


Stacked Timber at Riley


Skidders at Riley


Dry conditions at McGill

Key:

	Jun 2025
****Carrying value of Re-Vi Group Ltd**	
Number of shares on issue in Disposal Group (Re-Vi Group)	90.9m
Market value of Re-Vi shares based on Jun24 cap. raise less discount for provisional impairment.	$0.6000
Market value of Re-Vi Group	$54.5m
Percentage of Re-Vi Group shares held by Kiland Ltd as at 30/06/25	65.98%
Value of Kiland's holding in Re-Vi (based on % ownership of mkt cap)	$36.0m

This calculation assumes a carrying value in Re-Vi Group Ltd of $36.0m. This is based on Kiland's holding of 66% of the market value of Re-Vi Group Ltd of $54.5m as per the June 2024 capital raise less a provisional impairment due to the commissioning issues experienced with the biochar production plant. The calculation includes only the value of Re-Vi shares 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**
Kiland's balance sheet includes the investment in Re-Vi Group (at mkt value) and the loan receivable from Re-Vi Group (at face value).
Other individual items on Kiland's balance sheet exclude the respective share of Re-Vi assets and liabilities.

~ Valuation by HTW as at 30/06/25
Note that the valuation of the agricultural estate at 30th June 2025 was $111m 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
Those Reversion expenses that are capital in nature are capitalised each reporting period (now booked on a consistent quarterly basis).
The total of Land and Buildings on the balance sheet will always match the independent valuation.

Link below to next shareholder call at 2pm AEST on Wednesday 6th August.

https://us02web.zoom.us/j/86295743587?pwd=e5szvDtEDUxkVl4najg15sZA5ZJXXV.1

Contact
James Davies | Executive Chairman
admin@kiland.com.au
+61 (0) 488 288 148

A: Level 6, 151 Macquarie Street, SYDNEY NSW 2000| W: kiland.com.au