



## KINETIC GROWTH FUND

29<sup>th</sup> August 2025

Kinetic Growth Fund (KGF) is pleased to announce its half-year unaudited financial results to shareholders and the market. For the six-month period, KGF had a net profit after tax of \$8,466,467, or 76 cents per share. As at 30 June 2025, the net asset value per share of KGF is \$2.06, a 57% increase from \$1.31 at year-end. (The one cent difference in NPAT per share and increase in NAV are due to rounding.) These increases and ending NAV are not materially different than the increase in net asset value that KGF [announced on 19 June](#).

As detailed in the 19 June announcement, an unrelated party purchased shares in investee company Island Quarries Limited (IQL) at a substantial premium to the price at which KGF was carrying the investment. Using the price per IQL share of the transaction, the value of the shares and convertible instruments that KGF holds in IQL increased substantially. This increase in value of IQL investments accounts for more than 90% of the profit during this period.

In addition to the increased value in its equity and equity-linked redeemable convertible notes in IQL, the semiannual results include a provision for a deferred tax liability on the increase in the value of the investments in IQL. This provision for a deferred tax liability is more than \$2 million. The deferred tax liability means that KGF is recognizing that it could have to pay tax on this increased value in the future; however, it would only need to do so if KGF were to sell investments in IQL in a transaction that would create a taxable realized gain.

Aside from the increased value in Island Quarries, KGF was profitable during the first half of 2025. The largest contributor to this gain outside of IQL was an increase in the share price of investee company Kontiki Finance.

The last price that KGF shares traded on the South Pacific Stock Exchange is \$1.65, a 20% discount to the net asset value as at 30 June.

KGF is making substantial progress on the priorities that it shared with investors in its 2025 [annual report](#) and [annual general meeting presentation](#). Looking forward to the second half of the year, KGF is eager to continue to work to have IQL restart operations. IQL has made deposits for machinery that will be necessary for it to undertake operations and, while awaiting the delivery of this equipment, will undertake additional preparatory work.



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In addition, KGF continues to work to align rental rates in its commercial investment properties in-line with market rates. During the second half of the year, KGF looks forward to finalizing at least one agreement to do so, while it will endeavor to establish the groundwork for agreements for its other properties.

Erik Larson  
Chairperson

Jack Lowenstein  
Director



29 August 2025

**Annexure D: Half Year Accounts**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE HALF YEAR ENDED 30 JUNE 2025**

		Consolidated		
		FY2025 Half Year	% Change	FY2024 Half Year
<b>1</b>	<b>OPERATING REVENUE</b>			
	Sales Revenue	-	n/a	-
	Other Revenue	11,196,537	579%	1,649,572
	Total Operating Revenue	11,196,537	579%	1,649,572
<b>2</b>	<b>Net Profit/Loss before Tax</b>	<b>10,988,444</b>	691%	<b>1,389,268</b>
	Income Tax Expense	(2,521,977)	1,715%	(138,927)
	<b>Net Profit/Loss after Tax</b>	<b>8,466,467</b>	577%	<b>1,250,341</b>
<b>3</b>	Extraordinary Item After Tax	-	n/a	-
	<b>Net Profit/Loss after Tax&amp; Extraordinary Item</b>	<b>8,466,467</b>	577%	<b>1,250,341</b>
<b>4</b>	OEI in net profit after tax	-	n/a	-
	<b>Net Profit/Loss after Extraordinary Items and Income Tax Attributable to Members of the Company</b>	<b>8,466,467</b>	577%	<b>1,250,341</b>
	Retained Profit at Beginning	1,910,850	1407%	(146,184)
	Total available for Appropriation	8,466,467	581%	1,243,079
	Ordinary dividend Provided for		n/a	
	Preference Dividend Provided for		n/a	
	Transfer to general reserves		n/a	
	Total appropriations		n/a	
	Retained profit at Year End	10,377,317	n/a	1,096,895
<b>5</b>	<b>EARNINGS PER SHARE</b>			
	Shares issued	11,110,496	149%	4,465,567
	Basic earnings per share	0.76	172%	0.28
	Diluted earnings per share	0.76	172%	0.28

  
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Chairman

  
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Company Secretary

**STATEMENT OF FINANCIAL POSITION  
FOR THE HALF YEAR ENDED 30 JUNE 2025**

**6 CURRENT ASSETS**

Cash Assets
Trade receivables
Receivables from related parties
Other assets
<b>Total Current Assets</b>

Consolidated		
FY2025 Half Year	FY2024 Annual Report	FY2024 Half Year
242,631	159,646	182,791
782,673	593,870	-
-	-	-
15,761	12,338	-
<b>1,041,065</b>	<b>765,854</b>	<b>182,791</b>

**NON CURRENT ASSETS**

Property, plant and equipment
Other assets - deposit
Long-term investment
Deferred Tax Asset
Future Income Tax benefit
Other
<b>Total Non-Current Assets</b>

3,572	-	-
-	-	-
4,824,411	3,857,606	3,163,025
218,162	113,442	-
-	-	-
24,051,551	14,473,239	14,850,090
<b>29,097,696</b>	<b>18,444,287</b>	<b>18,013,115</b>

**TOTAL ASSETS**

<b>30,138,762</b>	<b>19,210,141</b>	<b>18,195,906</b>
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**7 CURRENT LIABILITIES**

Trade payables
Other payables and accruals
Current tax payable
Interest-bearing borrowings
Payables to related parties
Provisions
Other
<b>Total Current Liabilities</b>

330,184	371,185	3,750
-	-	77,429
-	-	16,949
-	-	-
-	-	-
-	-	-
-	-	-
<b>330,184</b>	<b>371,185</b>	<b>98,129</b>

**NON CURRENT LIABILITIES**

Term loan – secured
Payables to related parties
Deferred tax liabilities
<b>Total Non-Current Liabilities</b>

4,170,858	4,285,782	4,400,000
-	-	-
2,705,999	87,920	(99,712)
<b>6,876,857</b>	<b>4,373,702</b>	<b>4,300,288</b>

**TOTAL LIABILITIES**

<b>7,207,041</b>	<b>4,744,887</b>	<b>4,398,417</b>
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**NET ASSETS**

<b>22,931,721</b>	<b>14,465,254</b>	<b>13,797,489</b>
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**8 EQUITY**

Contributed equity
Current year earnings
Retained profits/accumulated losses
<b>Equity Attributable to Members</b>

12,554,404	12,554,404	12,554,410
8,466,467	1,910,850	1,389,268
1,910,850	-	(146,189)
<b>22,931,721</b>	<b>14,465,254</b>	<b>13,797,489</b>


**OEI in Controlled Entities**

Contributed equity
Retained profits/accumulated losses
<b>Total Outside Equity Interest in Controlled Entities</b>

-	-	-
-	-	-
<b>-</b>	<b>-</b>	<b>-</b>

**TOTAL EQUITY**

<b>22,931,721</b>	<b>14,465,254</b>	<b>13,797,489</b>
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Chairman

  
Company Secretary


29 August 2025

FOR PUBLIC RELEASE

Annexure D: Half Year Accounts

**STATEMENT OF CASH FLOWS  
FOR THE HALF YEAR ENDED 30 JUNE 2025**

		Consolidated	
		FY2025 Half Year	FY2024 Half Year
<b>9</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
(a)	Cash received from Trading activities	349,585	-
(b)	Cash payments	(158,125)	(189,830)
(c)	Interest Received	18,817	39,707
(d)	Dividend Received	37,827	22,978
(e)	Interest Paid	(82,260)	-
(f)	Income Tax paid	-	-
(g)	Net Cash Inflow from Operating Activities	165,844	(127,145)
<b>10</b>	<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
(a)	Acquisition of Fixed Assets	(3,572)	(245,645)
(b)	Proceeds from sale of Fixed Assets	-	-
(c)	Acquisition of Investment	(13,904)	-
(d)	Long Term Deposit	-	(375,000)
(e)	Audio Visual Production	-	-
(f)	Proceeds from Sale of Associate	-	-
(g)	Proceeds from financial assets	49,541	-
(h)	Net Cash (outflow) from Investing Activities	32,065	(620,645)
<b>11</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(a)	Acquisition of Fixed Assets	-	-
(b)	Repayment of Secured Loan	(114,924)	-
(c)	Proceed from Issue of Shares	-	-
(d)	Proceeds from Borrowings	-	-
(e)	Repayment of Lease Principal	-	-
(f)	Net Cash (Outflow)/Inflow from Financing Activities	(114,924)	-
<b>12</b>	<b>NET INCREASE/(DECREASE) IN CASH HELD</b>		
(a)	Cash/ (Overdraft) at beginning of Year	159,646	930,581
(b)	Movement in cash during the year	82,985	(747,790)
(c)	Cash/ (Overdraft) at End of Year	242,631	182,791

  
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Chairman

  
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Company Secretary