



14 May 2020

## ASIC Approval of Financial Reporting Relief for AIRR Holdings Limited

Elders Limited (**Elders**) (ASX:ELD) announces that the Australian Securities and Investments Commission (**ASIC**) has granted Elders and its wholly-owned subsidiary AIRR Holdings Limited (**AIRR**) relief (**Relief**) analogous to *ASIC Corporations (Wholly-Owned Companies) Instrument 2016/785*.

Under the Relief:

- Elders is permitted to consolidate AIRR's financial results into its financial reports, while AIRR is party to Elders' deed of cross guarantee (**DOCG**); and
- AIRR is relieved from certain obligations under the *Corporations Act 2001* (Cth), including the requirement to prepare a financial report, a directors' report and an auditor's report.

This Relief is only required for AIRR's current financial year. Thereafter, AIRR will become eligible for relief under *ASIC Corporations (Wholly-Owned Companies) Instrument 2016/785*.

Absent this Relief, AIRR would have been ineligible to obtain relief under *ASIC Corporations (Wholly-Owned Companies) Instrument 2016/785* as it was a disclosing entity for part of its current financial year. The reasons that AIRR and Elders sought the Relief include:

- avoiding the cost of preparing standalone audited accounts for AIRR and from having to allocate management time and resources to the preparation of those accounts, of which Elders and AIRR's auditor would be the sole recipients;
- former AIRR shareholders that elected to receive Elders' shares as consideration for their AIRR shares and AIRR creditors will receive or have access to Elders' consolidated audited financial reports for its current financial year which will incorporate AIRR's financial results since its acquisition by Elders; and
- creditors of AIRR and its subsidiaries will receive the benefit of the DOCG and be placed in a stronger creditor position.