T&G A BayWa Company

Growing a global future

HALF YEAR REPORT
JUNE 2015


for
SCANIA
TURNERS & GROWERS
EST 1897
PASSION FOR FRESHNESS.EVERYDAY.EVERYWHERE

A BayWa Company

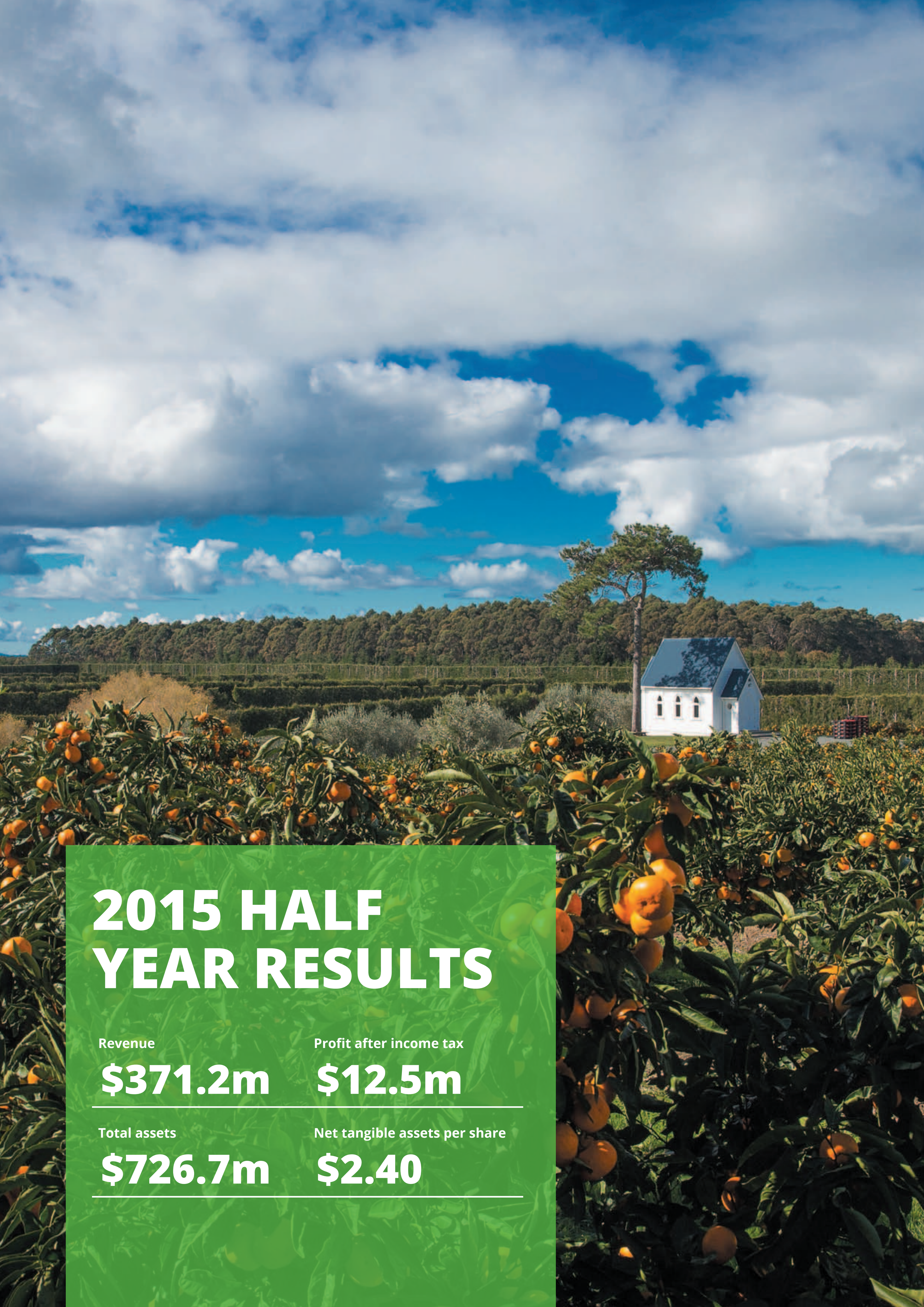
CONTENTS

GROWING A GLOBAL FUTURE

For T&G, being global means connecting our customers with premium, fresh produce sourced from our own operations and partner growers from around the world.

Ultimately, our focus is to provide consumers, be they in Shanghai, Auckland or Vancouver, with great tasting and healthy fresh produce.

Through our '**Passion for Freshness, Everyday, Everywhere**,' T&G will continue to grow a global future.



2015 HALF YEAR RESULTS

Revenue	Profit after income tax
$371.2m	**$12.5m**
Total assets	**Net tangible assets per share**
$726.7m	**$2.40**

Directors' Report

T&G Global Limited and subsidiaries (the Group) is pleased to announce a profit after income tax of $12.5 million for the six months ended 30 June 2015, an improvement on last year by 18%. The Group also saw an improvement in revenue of 9% to $371.2 million for the first six months of the year.

These improvements were driven by a good performance in the Pipfruit division, steady trading in the New Zealand Produce, International Produce, and Processed Foods divisions, and the first time consolidation of Apollo Apples (2014) Limited (Apollo) in the Group's half year result.

Despite the hail storms experienced around all New Zealand growing regions earlier in the year and a late start to the 2015 season, the Pipfruit division saw an improvement in exports particularly to Asian markets and this, combined with better trading margins achieved for exports, led to a positive impact on the division's earnings and an improved return for the orchards. Increased planting revenues received from the expansion of the global variety development programme for Jazz™ and Envy™ in the northern hemisphere and a strong finish to the North American season also contributed to the Pipfruit division's success for the first six months of the year.

The New Zealand Produce division saw steady trading for the six months to June, with the New Zealand domestic market in particular benefiting from a strong citrus season and lower operating expenses.

The International Produce division also saw an improvement in its operating result from last year. The supply shortages from the first six months of 2014 were not repeated this year as better growing conditions led to more consistent volumes and pricing being achieved. The Group is also seeing the benefits of having a trading office located in China, with this office not only generating revenue through direct imports, but also facilitating business for the Group's other trading offices located elsewhere. Strong summerfruit and berryfruit seasons, and the continued growth in its Fiji trading operation, saw this division achieve an increase of 93% in its operating profit to $2.4 million for the six months to June.

Operational efficiencies and a significant increase in fruit volumes contributed to a turnaround for the Processed Foods division, from a loss of $1.6 million for the same period in the prior year, to an operating profit of $0.4 million for the six months ended 30 June 2015.

The Group's result also benefited from the consolidation of Apollo for the first time in the six months to June. Apollo contributed $28 million of revenue and an operating profit of $2 million to the Group.

The above factors, as well as synergies created in the Pipfruit division, saw the Group improve its operating profit markedly by 24% to $19.8 million.

Total assets as at 30 June 2015 have increased by 28% or $156.8 million compared to last year. This was due primarily to the acquisition of Apollo's assets, an increase in the value of the Group's biological assets, increased trading activities, and the Group's ongoing capital investment programme.

Subsequent to 30 June 2015, a new joint venture was formed in Australia with a focus on expanding the Group's presence in the asparagus category.

This exciting venture is another step towards the Group's vision of extending and improving our range of premium fresh produce offerings to consumers around the world.

Prof. Klaus Josef Lutz
CHAIRMAN

Income Statement
For the six months ended 30 June 2015

$'000	**Unaudited 6 months to 30 Jun 2015**	Unaudited 6 months to 30 Jun 2014	Audited 12 months to 31 Dec 2014
Revenue	**371,163**	340,177	727,022
Other operating income	**10,436**	4,384	25,868
Purchases, raw materials and consumables used	**(271,997)**	(250,735)	(568,994)
Employee benefit expense	**(59,484)**	(49,422)	(94,410)
Depreciation expense	**(7,656)**	(6,260)	(12,763)
Amortisation expense	**(611)**	(671)	(1,296)
Other expenses	**(22,014)**	(21,433)	(48,114)
Operating profit	**19,837**	**16,040**	**27,313**
Net financing expenses	**(5,705)**	(3,397)	(7,106)
Share of profit from associates	**1,256**	703	1,586
Share of profit from joint ventures	**1,410**	1,058	3,134
Profit before income tax	**16,798**	**14,404**	**24,927**
Income tax expense	**(4,259)**	(3,782)	(8,307)
Profit after income tax	**12,539**	**10,622**	**16,620**
Attributable to:			
Equity holders of the Parent	**12,053**	10,202	15,858
Non–controlling interests	**486**	420	762
Profit after income tax	**12,539**	**10,622**	**16,620**
Earnings per share			
Basic and diluted earnings (in cents)	**10.3**	**8.7**	**13.5**

The accompanying notes form an integral part of these financial statements.

Statement of Comprehensive Income

For the six months ended 30 June 2015

$'000	**Unaudited 6 months to 30 Jun 2015**	Unaudited 6 months to 30 Jun 2014	Audited 12 months to 31 Dec 2014
Profit after income tax	**12,539**	10,622	16,620
Other comprehensive (expense) / income			
Items that will not be reclassified subsequently to income statement:			
Gain on revaluation of property, plant and equipment, net of tax	**–**	–	1,660
Deferred tax effect on sale of property, plant and equipment	**–**	–	224
Total items that will not be reclassified subsequently to income statement	**–**	**–**	**1,884**
Items that may be reclassified subsequently to income statement:			
Cash flow hedges:			
Fair value (loss) / gain, net of tax	**(9,813)**	4,618	2,588
Reclassification of net change in fair value to income statement	**1,461**	219	(600)
Net fair value gain on available–for–sale investments	**–**	–	202
Exchange differences on translation of foreign operations	**4,727**	(1,307)	(282)
Total items that may be reclassified subsequently to income statement	**(3,625)**	**3,530**	**1,908**
Total other comprehensive (expense) / income	**(3,625)**	**3,530**	**3,792**
Total comprehensive income recognised directly in equity	**8,914**	**14,152**	**20,412**
Total comprehensive income for the period is attributable to:			
Equity holders of the Parent	**8,251**	13,779	19,591
Non–controlling interests	**663**	373	821
	8,914	**14,152**	**20,412**

The accompanying notes form an integral part of these financial statements.

Statement of Changes in Equity

For the six months ended 30 June 2015

$'000	Notes	Share Capital	Asset Revaluation Reserve	Other Reserves	Retained Earnings	Total	Non–Controlling Interests	Total Equity
		Unaudited						
Balance at 1 January 2015		**165,147**	**61,920**	**(2,592)**	**56,736**	**281,211**	**1,761**	**282,972**
Comprehensive income / (expense)								
Profit after income tax		**–**	**–**	**–**	**12,053**	**12,053**	**486**	**12,539**
Other comprehensive income / (expense):								
Movement in currency translation		**–**	**35**	**4,515**	**–**	**4,550**	**177**	**4,727**
Movement in cash flow hedge reserve		**–**	**–**	**(8,352)**	**–**	**(8,352)**	**–**	**(8,352)**
Total other comprehensive income / (expense)		**–**	**35**	**(3,837)**	**–**	**(3,802)**	**177**	**(3,625)**
Total comprehensive income / (expense)		**–**	**35**	**(3,837)**	**12,053**	**8,251**	**663**	**8,914**
Transactions with owners:								
Dividends	8	**–**	**–**	**–**	**–**	**–**	**(134)**	**(134)**
Total transactions with owners		**–**	**–**	**–**	**–**	**–**	**(134)**	**(134)**
Acquisition of non-controlling interest's share in subsidiary		**–**	**–**	**–**	**239**	**239**	**(361)**	**(122)**
Balance at 30 June 2015		**165,147**	**61,955**	**(6,429)**	**69,028**	**289,701**	**1,929**	**291,630**
Balance at 1 January 2014		165,147	60,596	(4,221)	45,949	267,471	1,200	268,671
Comprehensive (expense) / income								
Profit after income tax		–	–	–	10,202	10,202	420	10,622
Other comprehensive (expense) / income:								
Movement in currency translation		–	(6)	(1,254)	–	(1,260)	(47)	(1,307)
Movement in cash flow hedge reserve		–	–	4,837	–	4,837	–	4,837
Total other comprehensive (expense) / income		**–**	**(6)**	**3,583**	**–**	**3,577**	**(47)**	**3,530**
Total comprehensive (expense) / income		**–**	**(6)**	**3,583**	**10,202**	**13,779**	**373**	**14,152**
Transactions with owners:								
Dividends	8	–	–	–	(5,851)	(5,851)	–	(5,851)
Total transactions with owners		**–**	**–**	**–**	**(5,851)**	**(5,851)**	**–**	**(5,851)**
Transfers due to sale of assets		–	(547)	–	547	–	–	–
Balance at 30 June 2014		**165,147**	**60,043**	**(638)**	**50,847**	**275,399**	**1,573**	**276,972**

The accompanying notes form an integral part of these financial statements.

Balance Sheet

As at 30 June 2015

$'000	Notes	Unaudited 30 Jun 2015	Unaudited 30 Jun 2014	Audited 31 Dec 2014
Current assets				
Cash and cash equivalents		**23,628**	17,814	15,847
Trade and other receivables		**151,760**	120,118	100,326
Inventories		**146,369**	118,522	38,289
Taxation receivable		**3,491**	1,880	4,962
Biological assets		**3,077**	3,417	1,368
Derivative financial instruments	7	**2,500**	2,880	3,586
Non–current assets classified as held-for-sale		**824**	–	824
Total current assets		**331,649**	**264,631**	**165,202**
Non–current assets				
Trade and other receivables		**5,319**	2,007	4,275
Available–for–sale investments	7	**534**	324	540
Biological assets		**34,203**	16,237	40,653
Property, plant and equipment		**323,301**	255,173	317,949
Intangible assets		**10,477**	12,329	11,539
Investments in associates		**9,627**	8,210	8,352
Investments in joint ventures		**11,490**	8,302	9,960
Derivative financial instruments	7	**75**	2,675	927
Total non–current assets		**395,026**	**305,257**	**394,195**
Total assets		**726,675**	**569,888**	**559,397**
Current liabilities				
Trade and other payables		**162,387**	113,458	99,935
Borrowings		**77,598**	74,959	6,079
Derivative financial instruments	7	**13,420**	659	1,983
Total current liabilities		**253,405**	**189,076**	**107,997**
Non–current liabilities				
Trade and other payables		**7,275**	4,645	8,880
Borrowings		**140,102**	78,596	126,428
Deferred tax liabilities		**31,454**	20,599	33,120
Derivative financial instruments	7	**2,809**	–	–
Total non–current liabilities		**181,640**	**103,840**	**168,428**
Total liabilities		**435,045**	**292,916**	**276,425**
Net assets		**291,630**	**276,972**	**282,972**
Equity				
Share capital		**165,147**	165,147	165,147
Revaluation and other reserves		**55,526**	59,405	59,328
Retained earnings		**69,028**	50,847	56,736
Total equity attributable to equity holders of the Parent		**289,701**	**275,399**	**281,211**
Non–controlling interests		**1,929**	1,573	1,761
Total equity		**291,630**	**276,972**	**282,972**
Net tangible assets per share		**$2.40**	$2.26	$2.32

On behalf of the Board

Prof. K.J. Lutz, Director (Chairman)
1 September 2015

C.A. Campbell, Director (Chair of Finance, Risk and Investment Committee)
1 September 2015

The accompanying notes form an integral part of these financial statements.

Statement of Cash Flows

For the six months ended 30 June 2015

$'000	Notes	Unaudited 6 months to 30 Jun 2015	Unaudited 6 months to 30 Jun 2014	Audited 12 months to 31 Dec 2014
Cash flows from operating activities				
Cash was received from:				
Cash receipts from customers		**472,319**	460,105	967,858
Dividends received		**–**	–	64
Interest received		**62**	172	654
Cash was applied to:				
Payments to suppliers and employees		**(534,832)**	(521,950)	(945,608)
Interest paid		**(3,616)**	(3,185)	(7,497)
Income taxes paid		**(825)**	(1,692)	(3,195)
Net cash (outflow) / inflow from operating activities	10	**(66,892)**	**(66,550)**	**12,276**
Cash flows from investing activities				
Cash was received from:				
Proceeds from sale of property, plant and equipment and intangible assets		**863**	1,318	2,496
External loan repayments from suppliers and customers		**263**	220	260
Dividends received from associates and joint ventures		**943**	931	2,269
Cash acquired with business		**–**	–	61
Cash was applied to:				
Purchase of property, plant and equipment and biological assets		**(13,141)**	(11,708)	(25,339)
Purchase of intangible assets		**(411)**	(676)	(1,022)
Purchase of available-for-sale investments		**–**	–	(5)
Purchase of non-controlling interest's share in subsidiary		**(122)**	–	–
Deferred payment on purchase of non-controlling interests		**(2,064)**	(2,064)	(2,265)
Purchase of business		**–**	–	(49,493)
External loans to suppliers, customers and joint venture		**(300)**	–	(33)
Net cash outflow from investing activities		**(13,969)**	**(11,979)**	**(73,071)**
Cash flows from financing activities				
Cash was received from:				
Proceeds from borrowings		**85,503**	81,400	82,441
Cash was applied to:				
Repayment of borrowings and bank facility fees		**(1,227)**	(246)	(22,040)
Dividends paid to				
Parent shareholders		**–**	(5,851)	(5,851)
Non-controlling interests		**(134)**	–	(124)
Net cash inflow from financing activities		**84,142**	**75,303**	**54,426**
Net increase / (decrease) in cash and cash equivalents		**3,281**	(3,226)	(6,369)
Effect of exchange rate changes on cash balances		**4,500**	(579)	597
Cash and cash equivalents at the beginning of the period		**15,847**	21,619	21,619
Cash and cash equivalents at the end of the period		**23,628**	**17,814**	**15,847**

The accompanying notes form an integral part of these financial statements.

Notes to the Financial Statements

For the six months ended 30 June 2015

1. GENERAL INFORMATION

T&G Global Limited (formerly known as Turners & Growers Limited) (the Company or the Parent) and subsidiaries (the Group) grow, market and distribute selected horticultural products both domestically and internationally. The Group is domiciled in New Zealand and listed on the New Zealand Stock Exchange.

The Company is a registered company under the Companies Act 1993 and is a FMC reporting entity under the Financial Markets Conduct Act 2013 and the Financial Reporting Act 2013.

2. BASIS OF PREPARATION

These unaudited interim financial statements for the six months ended 30 June 2015 have been prepared in accordance with generally accepted accounting practice in New Zealand, NZ IAS 34 'Interim Financial Reporting' and IAS 34 'Interim Financial Reporting'. The interim financial statements should be read in conjunction with the annual report for the year ended 31 December 2014 (2014 Annual Report), which has been prepared in accordance with NZ IFRS.

The presentation of the income statement has been changed from a function of expenses method to a nature of expenses method. This change was made in the 2014 Annual Report to align the presentation of the Group's income statement with that of its parent BayWa Aktiengesellschaft.

Estimates and judgments

The judgments, estimates and assumptions used to prepare these interim financial statements are consistent with those used in the 2014 Annual Report.

3. ACCOUNTING POLICIES

The accounting policies and computation methods used in the preparation of these interim financial statements are consistent with those used in the 2014 Annual Report.

Restatement of comparatives

To ensure consistency with the current period, comparative figures have been restated where appropriate. The adjustments were to ensure the correct classification of financial statement line items. The adjustments made include:

- Rental income has been reclassified from 'Revenue' to 'Other operating income' to correctly reflect the nature of the income (June 2014: $0.8 million and December 2014: $1.5 million).
- Derivative financial instruments previously included in 'Trade and other receivables' and 'Trade and other payables' are now a separate line item on the balance sheet.

4. SEGMENT INFORMATION

The operating segments are based on the reports reviewed by the chief operating decision makers of the Group that are used to make strategic decisions.

Operating segments

The Group comprises the following main business segments:

- Pipfruit: Includes growing, packing, coolstoring, sales and marketing of pipfruit worldwide.
- International Produce: Includes international trading activities other than pipfruit. Major markets are Asia, Australia and the Pacific. Product is sourced from New Zealand, Australia, North America, South America, South Africa and Europe.
- New Zealand Produce: Growing and trading activities within New Zealand. This incorporates the New Zealand wholesale markets and the tomato and citrus growing operations.
- Processed Foods: Processed food manufacture and sales in New Zealand and trading activities in Australia.
- Other: Includes transport, crate hireage, flower auctions, properties and corporate costs.

Notes to the Financial Statements (continued)

For the six months ended 30 June 2015

4. SEGMENT INFORMATION (CONTINUED)

$'000	Pipfruit	International Produce	New Zealand Produce	Processed Foods	Other	Total
Six months ended 30 June 2015						
Total segment revenue	**134,785**	**93,617**	**78,597**	**44,558**	**23,857**	**375,414**
Inter-segment revenue	**(94)**	**–**	**(332)**	**–**	**(3,825)**	**(4,251)**
Revenue from external customers	**134,691**	**93,617**	**78,265**	**44,558**	**20,032**	**371,163**
Depreciation expense	**3,608**	**190**	**926**	**1,233**	**1,699**	**7,656**
Amortisation expense	**27**	**51**	**2**	**28**	**503**	**611**
Segment operating profit / (loss)	**20,805**	**2,434**	**(438)**	**376**	**(3,340)**	**19,837**
Net financing expenses						**(5,705)**
Share of profit from associates						**1,256**
Share of profit from joint ventures						**1,410**
Profit before income tax						**16,798**
Six months ended 30 June 2014						
Total segment revenue	114,201	90,130	74,018	42,935	23,394	344,678
Inter-segment revenue	(231)	–	(412)	–	(3,858)	(4,501)
Revenue from external customers	**113,970**	**90,130**	**73,606**	**42,935**	**19,536**	**340,177**
Depreciation expense	2,135	129	1,222	1,236	1,538	6,260
Amortisation expense	26	27	9	8	601	671
Segment operating profit / (loss)	16,837	1,259	(397)	(1,568)	(91)	16,040
Net financing expenses						(3,397)
Share of profit from associates						703
Share of profit from joint ventures						1,058
Profit before income tax						**14,404**
Year ended 31 December 2014						
Total segment revenue	269,068	171,529	157,337	89,553	49,939	737,426
Inter-segment revenue	(379)	–	(820)	–	(9,205)	(10,404)
Revenue from external customers	**268,689**	**171,529**	**156,517**	**89,553**	**40,734**	**727,022**
Depreciation expense	4,466	269	1,803	2,574	3,651	12,763
Amortisation expense	53	67	15	63	1,098	1,296
Gain on acquisition of Apollo business	–	–	–	–	13,316	13,316
Segment operating profit / (loss)	22,964	1,860	(3,246)	(5,504)	11,239	27,313
Net financing expenses						(7,106)
Share of profit from associates						1,586
Share of profit from joint ventures						3,134
Profit before income tax						**24,927**

Notes to the Financial Statements (continued)

For the six months ended 30 June 2015

5. PROPERTY, PLANT AND EQUIPMENT

$'000	6 months to 30 Jun 2015	6 months to 30 Jun 2014	12 months to 31 Dec 2014
Asset acquisitions and disposals			
Cost of assets acquired	**12,642**	10,484	23,187
Net book value of assets disposed	**59**	960	1,086
(Gain) / loss on assets disposed	**(34)**	49	219

6. INVESTMENTS IN ASSOCIATES AND JOINT VENTURES

Associates and joint ventures	Country of incorporation	As at 30 Jun 2015 % Held	As at 30 Jun 2014 % Held	As at 31 Dec 2014 % Held
Associates				
Allen Blair Properties Limited	New Zealand	**33%**	33%	33%
David Oppenheimer & Company I, L.L.C	United States of America	**15%**	15%	15%
David Oppenheimer Transport Inc.	United States of America	**15%**	15%	15%
Fresh Vegetable Packers Limited	New Zealand	**41%**	41%	41%
McKay Shipping Limited	New Zealand	**25%**	25%	25%
Mystery Creek Asparagus Limited	New Zealand	**15%**	15%	15%
N.Z. Kumara Distributors Limited	New Zealand	**20%**	20%	20%
Joint ventures				
Apollo Foods Limited	New Zealand	**50%**	–	50%
Delica Pty Limited	Australia	**50%**	50%	50%
Premier Fruit New Zealand Limited	New Zealand	**–**	50%	–
Wawata General Partner Limited	New Zealand	**50%**	50%	50%
Worldwide Fruit Limited	United Kingdom	**50%**	50%	50%

The Group's share of results in Worldwide Fruit Limited included within the income statement for the period ended 30 June 2015 is $1.7 million (30 June 2014: $0.7 million), offset by share of losses incurred in certain other associates and joint ventures.

All other associates and joint ventures do not have a significant impact on the Group results.

Notes to the Financial Statements (continued)

For the six months ended 30 June 2015

7. FAIR VALUE OF FINANCIAL INSTRUMENTS

a) Financial instruments

$'000	As at 30 Jun 2015	As at 30 Jun 2014	As at 31 Dec 2014
Current assets			
Derivative financial instruments	**2,500**	2,880	3,586
Non-current assets			
Derivative financial instruments	**75**	2,675	927
Available-for-sale investments	**534**	324	540
Total financial assets	**3,109**	**5,879**	**5,053**
Current liabilities			
Derivative financial instruments	**13,420**	659	1,983
Non-current liabilities			
Derivative financial instruments	**2,809**	–	–
Total financial liabilities	**16,229**	**659**	**1,983**

The Group's financial instruments are classified as follows:

$'000	As at 30 Jun 2015	As at 30 Jun 2014	As at 31 Dec 2014
Financial assets			
Forward foreign exchange contracts – cash flow hedges	**2,243**	4,201	3,738
Forward foreign exchange contracts – held for trading	**100**	281	131
Foreign currency options – cash flow hedges	**232**	1,026	644
Available–for–sale investments	**534**	324	540
Interest rate swaps – cash flow hedges	**–**	47	–
Total financial assets	**3,109**	**5,879**	**5,053**
Financial liabilities			
Forward foreign exchange contracts – cash flow hedges	**6,425**	656	119
Forward foreign exchange contracts – held for trading	**4,596**	3	30
Foreign currency options – cash flow hedges	**2,310**	–	343
Interest rate swaps – cash flow hedges	**2,898**	–	1,491
Total financial liabilities	**16,229**	**659**	**1,983**

The Group has categorised these financial instruments, both financial assets and liabilities, as level 2 under the fair value hierarchy.

Specific valuation techniques used to value financial instruments include:

- The fair value of forward exchange contracts and foreign currency options are determined using a discounted cash flow valuation. Key inputs include observable forward exchange rates at the measurement date with the resulting value discounted back to present values.
- Interest rate swaps are valued using a discounted cash flow valuation. Key inputs for the valuation of interest rate swaps are the estimated future cash flows based on observable yield curves at the end of the reporting period, discounted at a rate that reflects the credit risk of the various counterparties.

b) Other financial assets and liabilities

The carrying amount of other financial assets and liabilities held by the Group as at 30 June 2015 is a reasonable approximation of their fair value.

Notes to the Financial Statements (continued)

For the six months ended 30 June 2015

8. DIVIDENDS

During the six months ended 30 June 2015, no dividend was declared or paid to the shareholders (six months ended 30 June 2014 and year ended 31 December 2014: a cash dividend of $5.9 million was declared and paid to shareholders).

During the six months ended 30 June 2015, dividends of $0.1 million were paid to non-controlling interests (six months ended 30 June 2014: no dividend was paid to non-controlling interests, year ended 31 December 2014: dividends of $0.1 million were declared and $0.1 million were paid to non-controlling interests).

9. CAPITAL COMMITMENTS

$'000	**6 months to 30 Jun 2015**	6 months to 30 Jun 2014	12 months to 31 Dec 2014
Amount committed to capital expenditure	**15,101**	11,939	12,957

10. RECONCILIATION OF PROFIT AFTER INCOME TAX TO NET CASH FLOW FROM OPERATING ACTIVITIES

$'000	**6 months to 30 Jun 2015**	6 months to 30 Jun 2014	12 months to 31 Dec 2014
Profit after income tax	**12,539**	10,622	16,620
Adjusted for non-cash items:			
Depreciation expense	**7,656**	6,260	12,763
Amortisation expense	**611**	671	1,296
Fair value loss / (gain) on derivatives	**2,262**	(49)	155
Fair value gain on biological assets	**(8,090)**	(4,243)	(7,794)
(Gain) / loss on sale of property, plant and equipment and intangible assets	**(754)**	(358)	219
Loss on the revaluation of property, plant and equipment	**–**	–	3,446
Effective interest on deferred payment	**496**	181	326
Movement in provision for receivables impairment	**442**	(55)	(32)
Share of profit from associates and joint ventures	**(2,666)**	(1,761)	(4,720)
Gain on acquisition of business	**–**	–	(13,316)
Movement in deferred tax through income statement	**–**	60	5,182
Other	**932**	10	515
	889	**716**	**(1,960)**
Impact of changes in working capital items			
(Increase) / decrease in debtors and prepayments	**(53,143)**	(23,566)	(13,711)
Increase / (decrease) in creditors and provisions	**68,308**	37,597	8,277
(Increase) / decrease in inventories	**(98,493)**	(90,167)	3,117
Decrease / (increase) in taxation receivable	**3,008**	(1,752)	(67)
	(80,320)	**(77,888)**	**(2,384)**
Net cash (outflow) / inflow used in operating activities	**(66,892)**	**(66,550)**	**12,276**

Notes to the Financial Statements (continued)

For the six months ended 30 June 2015

11. CONTINGENCIES

There has been no material change in contingent liabilities during the period.

12. SEASONALITY OF BUSINESS

The pipfruit and New Zealand produce businesses are subject to seasonal fluctuations, with peak demand for the New Zealand produce business in the summer months and the completion of the pipfruit programme before the last quarter of the year.

13. EVENTS AFTER THE REPORTING PERIOD

On 31 July 2015 Delica Pty Limited, a joint venture of the Group, entered into an arrangement with one of its other shareholders M&G Vizzarri Pty Limited. This arrangement has led to the formation of a new joint venture which will trade as T&G Vizzarri Farms Pty Limited. The new joint venture will make the Group one of the leading asparagus traders in the southern hemisphere.

There were no other material events after the reporting date that would require adjustment or disclosure for the Group.

DIRECTORY

DIRECTORS

Prof. K.J.Lutz, Chairman and Non-independent Director

Sir John Anderson KBE, Deputy Chairman and Independent Director

C. Bell, Non-independent Director

C.A. Campbell, Independent Director

R.J. Campbell, Independent Director

M.R. Dossor, Non-independent Director

A. Helber, Non-independent Director

J.S. Wilson, Independent Director

AUDITORS

Deloitte

PRINCIPAL BANKERS

Bank of New Zealand

Rabobank

HSBC

PRINCIPAL SOLICITORS

Russell McVeagh

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