



MARKET UPDATE

Melbourne, Australia, 13 August 2020

Ridley Corporation Limited (**Ridley**) (**ASX:RIC**) today provides the following update with regard to the non-cash impairment of its Novacq™ Cash Generating Unit (**CGU**).

Although the efficacy of Novacq™ in the production of prawns has been well demonstrated and the product is being sold commercially, delays in the development and installation of processing technology have hindered the scale up of production and restricted sales volumes and earnings accordingly.

As a consequence of the above, coupled with the general economic uncertainty prevailing in domestic and world markets, the Company will raise a non-cash impairment of \$21.6 million in its Novacq™ CGU in the financial results for the year ended 30 June 2020 to be reported on 26 August 2020.

The Investment Property at Moolap with a prior period carrying value of \$1.265m million is also being fully impaired as at 30 June 2020.

These impairments are non-cash in nature and do not impact the outlook for the business as a whole. There is no impact on bank covenant compliance through the granting of appropriate relief by our bankers in this year of significant restructure and repositioning for Ridley.

For further information please contact:

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