



INTERIM FINANCIAL REPORT

For the six months ended 30 September 2023



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Letter from our *Chair and CEO*



Despite the deteriorating economic environment, the first half of FY24 has been a successful period of transition as we stabilised demand following decline in the second half of FY23, began to steadily grow active customer numbers and acted to right-size our business.

Overall demand across the group is down year-on-year, and as a result our FY24 H1 revenue is down 11.2% and EBITDA is down 36.1%. Bargain Box continues to perform well, with revenue for this brand up 17.6% on the prior year.

We remain a profitable business with a strong brand and customer offer. We continue to proactively reduce costs, while also growing our offering to New Zealanders.

During the first half of the year, we strengthened our core meal kit offering and expanded our non-meal kit offerings, such as the launch of The Butcher and Summer BBQ Box.

This has been supported by new pick technology driving more choice and flexibility for customers, without increasing costs.

Financial performance

During the first half of FY24, revenue was down 11.2% year-on-year, to \$83.8 million. EBITDA was \$7.4 million in FY24 H1, compared to \$11.5 million in FY23 H1, and NPAT was \$2.5 million, compared to \$5.9 million during the same period last year.

This decrease in profit was driven by reduced demand, resulting in fewer deliveries across the period. During FY24 H1 deliveries fell by 10.9% on the same period last year to 652,000. However, demand stabilised across the first half of FY24, with deliveries up 5.5% compared to FY23 H2.

Average order value has remained stable year-on-year at \$128.5 in H1, compared to \$129.0 in FY23 H1.

Gross margin percentage also remained stable at 47.9%, versus 49.3% in FY23 H1, as we navigated inflationary pressures. Contribution margin sat at 22.0% during the first half of the financial year, versus 25.3% in FY23 H1.

Since April this year we have reversed the trend of declining active customer numbers and have experienced month-on-month growth.

At the end of FY24 H1, we had 61,600 active customers across all My Food Bag brands, and by mid-November this number was 61,700. This compares to active customers of 57,500 as at 31 March 2023.

Amongst active customers, order frequency has increased and skip rates are at the lowest levels seen in some time.

Across FY24 H1, net debt declined from \$15.3m at the end of March 2023 to \$14.1m at the end of September 2023. This is expected to reduce further across the second half with lower capital expenditure and lower lease costs, following the consolidation of Auckland assembly centres assisting this reduction.





As we continue to focus on capital management and rightsizing the business, the Board has decided not to declare an interim dividend. While the Board intends to resume dividend payments with a final FY24 dividend, this is subject to both net debt position and financial performance across the remainder of FY24.

Business update

PICKING TECHNOLOGY UNDERPINNING CHOICE AND FLEXIBILITY

Since the beginning of the financial year, we have completed the roll out of new pick technology (Pick to Light) at our Christchurch distribution centre, as well as consolidated our Auckland operations into one assembly centre.

Pick to Light technology enables us to pack orders at an ingredient level, rather than recipe level in our distribution centres. It enables us to offer more choice and variety within the same operational footprint, using less labour overall.

This consolidation of assembling boxes for all brands onto one site for the North Island enabled the closure of our Highbrook assembly centre at the end of September – meaningfully reducing overheads further, while continuing to deliver value for our customers.

During the first half of the year we experienced expected commissioning costs, with Pick to Light technology now running in line with business case.

Since March 2023, we have added 25 additional recipe options across all brands each week, with an additional five new Fresh Start options planned for launch in the New Year. The feedback from customers on the increased recipe choice has been extremely positive.

In the two months after implementing Pick to Light in Auckland, we saw an increase in the accuracy of picking ingredients and our Net Promoter Score for North Island customers increased 11 percentage points – supported by a wider range of recipes and customer flexibility.

NEW DELIVERY WINDOWS UNDERPINNED BY SUPPLIER FORECASTING CAPABILITY

Alongside bedding in pick technology, we have also improved our supplier forecasting capabilities. This enables us to offer customers tighter delivery turnaround times, while still giving our suppliers the certainty they need.

For example, we introduced our first Friday delivery slot for people ordering the Butcher, including the Summer BBQ Box, ahead of the weekend.

Our increased supplier forecasting capabilities enable us to better anticipate customer demand, allowing greater flexibility and giving us the platform to offer more personalised meal solutions in the future.

MEAL KIT SUBSCRIPTION UPDATE

We continue to promote our different brands to drive active customers across our portfolio. Each brand has a clear differentiated proposition, while also leveraging the master My Food Bag brand.

We invested in a large-scale brand reset of the My Food Bag brand during the first half of the year, including rolling out a new marketing campaign – Dinner, Done Better. – to showcase the gap My Food Bag meal kits fill for busy Kiwi consumers.

We were delighted to have Nadia Lim leading this campaign for My Food Bag, including on television.

In April we also launched a six-month price freeze for all Bargain Box products, backed by an integrated marketing campaign.

By promoting Bargain Box's status as New Zealand's most affordable meal kit, we have increased delivery volumes by 11.7% year-on-year across H1.

Our Net Promoter Score for Bargain Box customer satisfaction also increased by 22 percentage points over FY24 H1, which is measured by the perception of value for money, service and quality.



BEYOND SUBSCRIPTIONS

We continue to innovate our product offerings beyond meal kit subscription services, to focus on all meal solutions we can add value to.

Empowered by the flexibility and speed of our Pick to Light technology – and coupled with our improved supplier forecasting capabilities – we’re seeing growing potential of one-off products and seasonal subscriptions.

Since the launch of My Food Bag we’ve curated flexible, convenient solutions to save customers worrying about food decisions for events and their day-to-day lives.

We have launched The Butcher, which gives people the ability to pick locally sourced proteins delivered fresh to their door, irrespective of whether they have a meal kit subscription. We’re also getting set to launch one-off purchase functionality to drive a trial of meal kits.

ENVIRONMENTAL, SOCIAL AND CORPORATE GOVERNANCE

While we continue to invest in our operations, it’s equally important to serve our communities and the people working to make My Food Bag tick day in and day out.

In late September, Nadia Lim, in conjunction with our Bargain Box chefs, created an online cookbook to help Kiwi households navigate increasing food prices.

The Saver Flavour cookbook delivers more than 45 nutritious recipes all costing less than \$20 for 4 serves and has been downloaded more than 36,000 times.

We’re also continuing to invest in our company culture and exemplary leadership capabilities. It’s encouraging to see our eNPS trend upwards as well as team turnover rates reduce, signalling a confidence in our culture and direction for the future.

We also want to acknowledge the retirement of Jon Macdonald from the Board and thank him for his outstanding contribution to My Food Bag since 2021. The Board does not intend to fill the vacancy created by Jon’s departure and will remain as a Board of five members at this point in time.

Conclusion

Health and wellbeing have never been more important to Kiwis, and we offer the ability to conveniently eat high quality, nutritious meals across a wide range of cuisines and price points.

We remain profitable and continue to execute a disciplined plan to drive the sustainable active customer growth seen across the first half.

While we anticipate the current economic climate will remain for the foreseeable future, we are focused on driving our portfolio of brands, growing choice and flexibility, and increasing operational efficiencies to deliver value to shareholders.

We’re pleased with the resilience the company is showing in the face of a high inflation environment and how we have continued to innovate our offering for different meal occasions throughout this period.

We thank our shareholders for their commitment to the business during this time and acknowledge the whole My Food Bag team and our partners for their dedication during the first half of this financial year.

Tony Carter
Chair

Mark Winter
Chief Executive Officer

Directory

BOARD OF DIRECTORS

Tony Carter (Chair)

Jen Bunbury

Jon Macdonald

Sarah Hindle

Mark Powell

Cecilia Robinson

SENIOR LEADERSHIP TEAM

Mark Winter

Chief Executive Officer

Leanne Dekker

Chief Financial Officer

Paul Kelly

Chief Supply Chain Officer

Craig Jordan

Chief Digital Officer

Cassie Ormand

Head of People & Culture

Polly Brodie

Head of Development Kitchen

Trish Whitwell

Head of Innovation

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AUDITOR

Ernst & Young, Auckland

SOLICITORS

Russell McVeagh

BANKERS

ASB Bank

SHARE REGISTRY

My Food Bag's share register is maintained by Link Market Services Limited. Link is your first point of contact for any queries regarding your investment in My Food Bag.

You can view your investment, indicate your preference for electronic communications, access and update your details and view information relating to dividends and transaction history at any time by visiting the Link Investor Centre at investorcentre.linkmarketservices.co.nz.

NEW ZEALAND REGISTRY

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My Food Bag Group Limited

NZBN 6113607



Interim Financial Statements

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

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Statement of Financial Position

AS AT 30 SEPTEMBER 2023

NZ\$000	Note	Unaudited 30 September 2023	Audited 31 March 2023
ASSETS			
Current			
Cash and cash equivalents		152	150
Trade and other receivables		556	670
Inventories		1,926	2,160
Prepayments		1,668	1,628
Total current assets		4,302	4,608
Non-current			
Property, plant and equipment		8,487	7,946
Intangible assets	5	85,603	85,263
Right-of-use assets		9,096	10,549
Other receivables		149	185
Total non-current assets		103,335	103,943
Total assets		107,637	108,551
LIABILITIES			
Current			
Bank overdraft	7	1,839	3,995
Trade and other payables		12,285	12,737
Deferred revenue		2,809	3,199
Lease liabilities		2,146	2,535
Other current liabilities		1,702	1,296
Tax liability		986	1,400
Total current liabilities		21,767	25,162
Non-current			
Lease liabilities		8,257	9,344
Borrowings	7	12,433	11,420
Deferred tax liability		4,090	4,317
Provisions		330	330
Total non-current liabilities		25,110	25,411
Total liabilities		46,877	50,573
Net assets		60,760	57,978
EQUITY			
Share capital		59,336	59,336
Retained earnings		882	(1,624)
Share-based payment reserve		542	266
Total equity		60,760	57,978

For and on behalf of the Board of Directors who authorised the issue of the financial statements on 22 November 2023.

Tony Carter
Chair

22 November 2023

Jen Bunbury
Director

22 November 2023

Statement of Comprehensive Income

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

NZ\$000	Note	Unaudited 6 months ended 30 September 2023	Unaudited 6 months ended 30 September 2022
Income	1	83,835	94,410
Cost of sales		(65,375)	(70,557)
Gross profit		18,460	23,853
Marketing expenses		(2,702)	(3,432)
Financing expenses		(1,033)	(648)
Indirect expenses		(11,323)	(11,653)
Other income	1	94	60
Net profit before tax		3,496	8,180
Income tax expense		(990)	(2,302)
Net profit after tax		2,506	5,878
Total comprehensive income		2,506	5,878
Earnings per share		NZ\$	NZ\$
Basic and diluted earnings per share	3	0.01	0.02

Statement of Changes in Equity

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

NZ\$000	Note	Share capital	Retained earnings	Share-based payment reserve	Total equity
At 1 April 2023		59,336	(1,624)	266	57,978
Net profit for the period		-	2,506	-	2,506
Total comprehensive income for the period		-	2,506	-	2,506
Dividend	4	-	-	-	-
Share-based payments		-	-	276	276
At 30 September 2023 (Unaudited)		59,336	882	542	60,760
At 1 April 2022		59,336	7,574	-	66,910
Net profit for the period		-	5,878	-	5,878
Total comprehensive income for the period		-	5,878	-	5,878
Dividend	4	-	(9,740)	-	(9,740)
Share-based payments		-	-	127	127
At 30 September 2022 (Unaudited)		59,336	3,712	127	63,175

Statement of Cash Flows

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

NZ\$000	Note	Unaudited 6 months ended 30 September 2023	Unaudited 6 months ended 30 September 2022
OPERATING ACTIVITIES			
<i>Cash was provided from:</i>			
Receipts from customers		83,463	93,848
Tax refund		-	213
Interest received		35	44
<i>Cash was applied to:</i>			
Payments to suppliers		(75,917)	(81,899)
Interest paid		(1,020)	(624)
Tax paid		(1,632)	(6,101)
Net cash flows from operating activities		4,929	5,481
INVESTING ACTIVITIES			
<i>Cash was provided from:</i>			
Proceeds from the sale of property, plant and equipment		14	3
<i>Cash was applied to:</i>			
Purchase of property, plant and equipment		(1,345)	(1,484)
Payments for development of software		(1,140)	(1,327)
Net cash flows from investing activities		(2,471)	(2,808)
FINANCING ACTIVITIES			
<i>Cash was provided from:</i>			
Proceeds from borrowings		5,000	6,000
<i>Cash was applied to:</i>			
Principal payments on leases		(1,300)	(1,279)
Dividends paid	4	-	(9,740)
Repayment of borrowings		(4,000)	(7,000)
Net cash flows from financing activities		(300)	(12,019)
Net increase / (decrease) in cash		2,158	(9,346)
Cash and cash equivalents at the beginning of the period		(3,845)	5,913
Net (bank overdraft) / cash and cash equivalents at the end of the period		(1,687)	(3,433)
<i>Represented by:</i>			
Cash and cash equivalents		152	134
Bank overdraft		(1,839)	(3,567)
Net (bank overdraft) / cash and cash equivalents at the end of the period		(1,687)	(3,433)

Notes to the Financial Statements

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

General Information

Reporting Entity

My Food Bag Group Limited is a profit-orientated company incorporated and domiciled in New Zealand. My Food Bag Group Limited is registered under the Companies Act 1993 and is an FMC reporting entity under the Financial Markets Conduct Act 2013.

My Food Bag Group Limited is listed on the NZX Main Board.

The interim financial statements presented are for My Food Bag Group Limited and its wholly owned subsidiary My Food Bag Limited (together referred to as "the Group").

Basis of Preparation

STATEMENT OF COMPLIANCE

These interim financial statements have been prepared in accordance with IAS 34 Interim Financial Reporting and NZ IAS 34 Interim Financial Reporting. They have also been prepared in accordance with Generally Accepted Accounting Practice (GAAP) applicable to for-profit entities.

These interim financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the Group's annual financial statements for the year ended 31 March 2023.

FUNCTIONAL AND PRESENTATION CURRENCY

These interim financial statements are presented in New Zealand dollars (NZ\$), which is the Group's functional currency, and rounded to the nearest thousand dollars (NZ\$000) unless otherwise stated.

ACCOUNTING POLICIES

The accounting policies applied in the preparation of these interim financial statements were consistent with those applied in the Group's annual financial statements for the year ended 31 March 2023.

KEY SOURCES OF ESTIMATION UNCERTAINTY AND KEY JUDGMENTS

In preparing these interim financial statements, the significant judgements made in applying the Group's accounting policies and the key sources of estimation uncertainty were consistent with those applied to the Group's annual financial statements for the year ended 31 March 2023.

SEGMENT REPORTING

The Group operates in one reportable segment being online meal kit and food delivery. This consists of creating and delivering meal kits, pre-prepared ready-to-heat meals and grocery items to New Zealand consumers.

The Group operates in one geographical area, New Zealand.

Notes to the Financial Statements (continued)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

Financial Information

1. Income

NZ\$000	Unaudited 6 months ended 30 September 2023	Unaudited 6 months ended 30 September 2022
Contracts with customers	83,835	94,410
Total income	83,835	94,410
Interest income	35	44
Insurance proceeds	92	-
Other income	8	13
(Loss) / Gain on disposal of property, plant and equipment	(41)	3
Total other income	94	60

2. Expenses

Net profit before income tax has been arrived at after charging/(crediting) the following items:

NZ\$000	Unaudited 6 months ended 30 September 2023	Unaudited 6 months ended 30 September 2022
Staff expenses		
Salaries and wages	7,481	8,250
Defined contribution	239	221
Share-based payment expense	276	127
Interest expense	742	343
Interest on leases	291	305
IT expenses	1,542	1,428
Amortisation of intangible assets	800	1,019
Depreciation of property, plant and equipment	750	378
Depreciation of right-of-use assets	1,312	1,338

3. Earnings per Share

	Unaudited 6 months ended 30 September 2023	Unaudited 6 months ended 30 September 2022
<i>Basic and diluted earnings per share</i>		
Net profit attributable to equity holders (NZ\$000)	2,506	5,878
Weighted average number of shares for basic EPS (000)	242,438	242,438
Weighted average number of shares for diluted EPS (000)	243,470	242,655
Basic and diluted earnings per share (NZ\$)	0.01	0.02

Notes to the Financial Statements (continued)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

4. Dividends

NZ\$000	Unaudited 6 months ended 30 September 2023	Unaudited 6 months ended 30 September 2022
Final dividend for 2022 – 4.0 cents per share	-	9,740

The Directors have determined that no interim dividend will be paid in respect of the six months ended 30 September 2023.

5. Intangible Assets

NZ\$000	Goodwill	Brands	Software	Software work in progress	Total
Net book value at 30 September 2023 (Unaudited)	63,631	18,357	3,202	413	85,603
Net book value at 31 March 2023 (Audited)	63,631	18,357	2,382	893	85,263

SOFTWARE ASSETS

During the period, the Group reassessed the expected useful life of software assets, including those with an opening book value at 1 April 2023 and determined the useful life of the majority of software assets to be 3 years instead of 2 years. This resulted in an increase to the carrying value of the assets of NZ\$279,000, and a reduction of NZ\$279,000 in amortisation in the current period. The estimated impact of this change on amortisation for future periods is to be a decrease of NZ\$279,000. Software assets capitalised from 1 April 2023 are amortised on a straight-line basis over their estimated useful lives (using amortisation rates of between 14% and 33%). Amortisation is included in Indirect expenses.

IMPAIRMENT INDICATORS

The Group performs a detailed impairment assessment annually and considers indicators of impairment at each reporting date. At 30 September 2023, consistent with the position at 31 March 2023, the carrying amount of the net assets of the Group is more than its market capitalisation, which is an indication that goodwill and indefinite life brands may be impaired.

There have been no material changes in forecast cash flows or market conditions since 31 March 2023, when the Group last carried out an impairment test that would indicate a significant deterioration in the recoverable amount of the Group or impairment of goodwill or indefinite life assets.

6. Leases

The lease of one of the Group's Auckland assembly and distribution sites was not renewed in September 2023. The operations and assets of that site were consolidated into the Group's other Auckland assembly and distribution site resulting in a reduction to the right-of-use assets and lease liabilities of \$179k.

Notes to the Financial Statements (continued)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

7. Borrowings

The Group's net debt position is shown below.

	Unaudited 30 September 2023	Audited 31 March 2023
NZ\$000		
Bank loan – non-current	12,433	11,420
Total borrowings	12,433	11,420
Less: cash and cash equivalents	(152)	(150)
Add: bank overdraft	1,839	3,995
Net debt /(cash)	14,120	15,265

Borrowings are initially measured at fair value, net of transactions costs incurred. Borrowings are subsequently measured at amortised costs using the effective interest method.

FUNDING ARRANGEMENTS

The Group's funding arrangements are shown below.

	Unaudited 30 September 2023	Audited 31 March 2023
NZ\$000		
Revolving credit facility	25,000	25,000
Bank overdraft	5,000	5,000
Total facilities	30,000	30,000
Revolving credit facility utilised	(12,500)	(11,500)
Bank overdraft utilised	(1,839)	(3,995)
Total undrawn facilities	15,661	14,505

The Group was in compliance with its banking covenants during the period and as at 31 March 2023 and 30 September 2022.

Notes to the Financial Statements (continued)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

8. Share-based Payments

ESOS

The Employee Share Ownership Scheme (ESOS) is an equity-settled share-based payment scheme. There were no ESOS rights offered to Employees during the period to 30 September 2023 (30 September 2022: 385,548). No rights vested during the period to 30 September 2023 (30 September 2022: none).

LTI

During the year the Board approved a Long-Term Incentive scheme (LTI) grant for the Senior Leadership Team and certain Key Operational Leaders with performance rights vesting after two years. The scheme and measures are consistent with the LTI performance rights granted during FY23. No rights vested during the period to 30 September 2023 (30 September 2022: none).

CEO award – July 2023 grant

The CEO was awarded performance share rights which vest after 2 years, subject to achievement of the following performance measure:

- 100% of the rights vest based on continued employment with the Group and the relative TSR compared to the companies included in the NZX 50 (TSR tranche).

Number of rights outstanding	ESOS	LTI
At 1 April 2023	360,183	1,164,001
Granted	-	6,922,230
Forfeited ¹	(47,348)	(360,560)
At 30 September 2023	312,835	7,725,671

Number of rights outstanding	ESOS	LTI
At 1 April 2022	-	-
Granted	385,548	1,820,518
Forfeited ¹	(16,910)	(624,013)
At 30 September 2023	368,638	1,196,505

¹ Forfeited rights relate to the share rights of eligible Employees who have finished their employment with the Group during the period.

For further information on share-based payments, refer to the Group's annual financial statements for the year ended 31 March 2023.

Notes to the Financial Statements (continued)

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2023

9. Related Party Transactions

Key management personnel remuneration

Key management personnel comprise members of the Board and members of the Senior Leadership Team (SLT). The Board comprised six members (2022: five members) and the SLT comprised seven members (2022: eight members).

NZ\$000	Unaudited 6 months ended 30 September 2023	Unaudited 6 months ended 30 September 2022
Short-term employee benefits	1,123	1,645
Share-based payment transactions	136	44
Directors' remuneration	283	240
Key management personnel remuneration	1,542	1,929

10. Contingent Liabilities

The Group has no contingent liabilities (31 March 2023: Nil).

11. Capital Commitments

The Group has no capital commitments (31 March 2023: \$460k).

12. Non-GAAP financial information

The reconciliation of net profit before tax to earnings before interest, tax, depreciation and amortisation (EBITDA) is shown below.

NZ\$000	Unaudited 6 months ended 30 September 2023	Unaudited 6 months ended 30 September 2022
Net profit before tax	3,496	8,180
Add: Depreciation and amortisation	2,862	2,735
Add: Net financing costs	998	604
EBITDA	7,356	11,519

Independent auditor's review report to the shareholders of My Food Bag Group Limited



Report on the review of the interim financial statements

CONCLUSION

We have reviewed the interim financial statements of My Food Bag Group Limited ("the Company") and its subsidiaries (together "the Group") which comprise the statement of financial position as at 30 September 2023, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the period ended on that date, and a summary of significant accounting policies and other explanatory information. Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements of the Group do not present fairly, in all material respects the financial position of the Group as at 30 September 2023, and its financial performance and its cash flows for the period ended on that date, in accordance with New Zealand Equivalent to International Accounting Standard 34: *Interim Financial Reporting*.

This report is made solely to the Company's shareholders, as a body. Our review has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in a review report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders as a body, for our review procedures, for this report, or for the conclusion we have formed.

BASIS FOR CONCLUSION

We conducted our review in accordance with NZ SRE 2410 (Revised) *Review of Financial Statements Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's responsibilities for the review of the financial statements* section of our report. We are independent of the Group in accordance with the relevant ethical requirements in New Zealand relating to the audit of the annual financial statements, and we have fulfilled our other ethical responsibilities in accordance with these ethical requirements.

Other than in our capacity as auditor we have no relationship with, or interest in, the Company or any of its subsidiaries. Partners and employees of our firm may deal with the Group on normal terms within the ordinary course of trading activities of the business of the Group.

DIRECTORS' RESPONSIBILITY FOR THE INTERIM FINANCIAL STATEMENTS

The directors are responsible, on behalf of the Entity, for the preparation and fair presentation of the interim financial statements in accordance with New Zealand Equivalent to International Accounting Standard 34: *Interim Financial Reporting* and for such internal control as the directors determine is necessary to enable the preparation and fair presentation of the interim financial statements that are free from material misstatement, whether due to fraud or error.

Independent auditor's review report to the shareholders of My Food Bag Group Limited (continued)



AUDITOR'S RESPONSIBILITIES FOR THE REVIEW OF THE INTERIM FINANCIAL STATEMENTS

Our responsibility is to express a conclusion on the interim financial statements based on our review. NZ SRE 2410 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the interim financial statements, taken as a whole, are not prepared in all material respects, in accordance with New Zealand Equivalent to International Accounting Standard 34: *Interim Financial Reporting*.

A review of interim financial statements in accordance with NZ SRE 2410 (Revised) is a limited assurance engagement. We perform procedures, consisting of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand) and consequently do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion on those interim financial statements.

The engagement partner on the review resulting in this independent auditor's review report is Lloyd Bunyan.

The logo for Ernst & Young, featuring the company name in a stylized, cursive script.

Chartered Accountants

Auckland

22 November 2023



myfoodbag.co.nz