



MACQUARIE
ACN 002 574 923

Macquarie Private Wealth

Snapshot

Australian Agricultural Company Limited

Business Description

Australian Agricultural Company Limited (AAC) is the largest beef cattle producing company in Australia, servicing beef customers in domestic and global markets. As at 31 December 2009, the company owned approximately 507,000 cattle on 26 properties covering Queensland and the Northern Territory.

Strategy Analysis

A key objective of AAC's strategy is to improve the company's operational performance through better management of its supply chain. Additionally, the company sees opportunities to develop a more vertically integrated business model by expanding its cattle trading and beef processing activities and also developing a breeder alliance program, including the leasing of pregnant cows to selected graziers. Australian Agricultural Company reported net loss of \$30.26m for the half-year ended 30 June 2009. Revenue from ordinary activities were \$73.63m, down 40.4% from the same period last year. Basic and Diluted EPS were (11.5) cents compared to (0.8) cents last year. The net operating cash outflow was \$36.12m compared to an inflow of \$5.91m in the pcp. No dividend was declared.

08 September 2010

Recommendation

Recommendation: No recommendation
Relative to:

Investment Fundamentals

ASX code: AAC
Stock price: \$1.60
Market cap: \$423m

Y/E 31 Dec	1999a			
Reported e	\$m	0.0	0.0	0.0
Adjusted e	\$m	0.0	0.0	0.0
EPS adjusted	¢	0.0	0.0	0.0
EPS growth	%	0.0	0.0	0.0
PE	x			
PE relative	x			
DPS	¢	0.0	0.0	0.0
Yield	%			
Franking	%	0.0	0.0	0.0

Share Price

Share Price Chart data is not available

Segment Performance

Results by Industry	Revenue (%)	Return on Sales (%)	Return on Assets (%)	Annual Shareholders' Return	
				1 year	10 year
Wholesale Beef	66.8	0.0	4.5	10.0%	
Live Cattle	33.2	0.0	-127.2	-17.0%	
Total	100.0	0.0	-122.7	0.2%	0.0%
Results by Geography				Dividend Reinvestment Plan	Yes
Australia	100.0	100.0	100.0	Shareholder Discounts	No
Total	100.0				

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