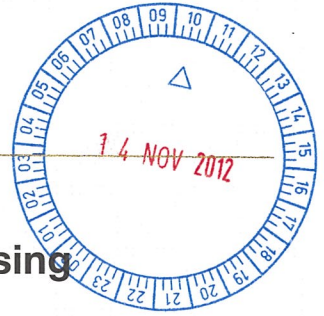




PUBLIC

21/11/12



**The Hon Terry Redman MLA
Minister for Agriculture and Food; Forestry; Housing**

Ref: 39-19851

Chair
Standing Committee on Estimates
and Financial Operations
Parliament House
PERTH WA 6000

**PUBLIC HEARING – DEPARTMENT OF AGRICULTURE AND FOOD –
SUPPLEMENTARY INFORMATION**

Please find attached supplementary information provided by the Department of Agriculture and Food in relation to Questions on Notice and Additional Questions arising from your Committee's hearing on 22 October 2012.

**TERRY REDMAN MLA
MINISTER FOR AGRICULTURE AND FOOD**

ESTIMATES AND FINANCIAL OPERATIONS COMMITTEE

Questions on Notice Supplementary Information

2011/12 Budget Estimates Hearing

Monday, 22 October 2012

Department of Agriculture and Food

Question No. A1: Hon K Travers asked –

- (1) *Treasurer's conditions for InterGrain include a \$1 million borrowing limit without reference back to the Treasurer - Can you just confirm that one way or the other?*

Answer: The condition to seek borrowing or have a liability (excluding any contractual commitments to any of the Shareholders) that would exceed \$2,000,000 in aggregate requires the Treasurer's approval.

Question No. A2: Hon K Travers asked –

- (1) *Total debt and liabilities of InterGrain, broken up into the different categories, whether they are short term or long term and what the nature of them is.*

Answer: This information is commercial-in-confidence and if the Department and WAAA were to disclose this information they would be at some risk of a successful action being brought against them for breach of confidence. However InterGrain has confirmed that any debts and liabilities are manageable and within expectations.

Question No. A3: Hon G Watson asked –

- (1) *Do you know at this point the dollar value of WAAA's share in InterGrain (and describe the calculation method used)?*

Answer: \$9.545 million (see page 82 of the Department's 2011/12 Annual Report).

This valuation was calculated as follows in summary:

- The WAAA equity shareholding as at 30 June 2012 was 52.68%. This percentage is based on the shareholding allocated to WAAA (17,859,688) divided by the total of all InterGrain Shares (33,899,232) = 52.68%
 - The value of InterGrain's reported audited net assets as at 30 June 2012 was \$18.117 million.
 - 52.68% of InterGrain's reported audited net assets value of \$18.117 million equals the value of WAAA investment as at 30 June 2012 of \$9.545 million.
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