



ASX ANNOUNCEMENT

28 February 2018

APPENDIX 4E & PRELIMINARY FINANCIAL REPORT

Simble Solutions Limited (ASX: SIS) (**Simble** or the **Company**), an Australian software company focused on energy management and mobility SaaS solutions in the SME market, is pleased to announce activity highlights following today's release of its preliminary unaudited results for the full year ended 31 December 2017.

Revenue for the period was \$2,850,106, with an underlying EBITDA loss for the year of \$2,047,421. The statutory loss after income tax benefit was \$7,828,878 which included a number of one-off accounting adjustments relating to the fair value adjustment on convertible notes, share based payment expenses and costs in relation to the Company's recent IPO which raised \$7.5 million.

FY 2017 Highlights

- Successfully completed a heavily oversubscribed IPO and listing on the ASX in February 2018.
- Restructured the business with strategic focus on energy management solutions, in particular a real time energy visualisation and analytics platform to monitor energy usage and identify energy saving opportunities ("Simble Energy Platform").
- Established a presence in the UK to take advantage of favourable industry dynamics, including legislation changes, to create a first mover advantage.
- Significant progress in negotiations to establish a scalable "channel partner" network to roll-out our SaaS solutions in 2018 over a number of jurisdictions.
- Built an opportunity pipeline with the potential to add up to 200 SME customer sites per month on a recurring revenue SaaS business model.
- Significant R&D investments to align our solution suite with the volume based infrastructure of our channel partners.
- Major upgrade to the Simble Energy Platform that saw 'Internet of Things' (IOT) capability introduced.
- Appointed highly experienced personnel to the executive team to strengthen Simble's leadership capabilities ahead of a transformational year.

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Simble Solutions Limited
ABN: 17 608 419 656



FY 2018 – Outlook

The past year has seen the Company pivot its business to take advantage of the significant opportunity emerging in the energy management sector. Simble has made substantial investments in its R&D capabilities to develop leading software solutions such as the Simble Energy Platform, which has been launched and is now generating revenue. With a strong balance sheet following the successful \$7.5 million IPO capital raising, the focus in 2018 will be on executing on our business plan and converting our large opportunity pipeline into revenue generating contracts in the growing energy management sector.

Our engagement with channel partners hosting a volume-based sales and marketing infrastructure represents a major growth opportunity for Simble. This strategy aims to establish new partnerships with distributors and service providers to sell Simble's products through a co-branded relationship. Our initial focus is on our two key markets being Australia and the UK and we are currently undergoing and negotiating a number of Proof of Concepts (POC) trials, including with a major Australian telco, where we see excellent potential to convert into longer term relationships.

In the UK, the Government has mandated deployment of 52 million smart electricity meters across residential households and we have established a sales presence to take advantage of the rising demand for energy management solutions.

ENDS

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Simble Solutions Limited
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1. Company details

Name of entity:	Simble Solutions Limited
ABN:	17 608 419 656
Reporting period:	For the year ended 31 December 2017
Previous period:	For the period ended 31 December 2016

2. Results for announcement to the market

			\$
Revenues from ordinary activities	up	278.1% to	2,850,106
Loss from ordinary activities after tax attributable to the owners of Simble Solutions Limited	up	371.5% to	(7,828,878)
Loss for the year attributable to the owners of Simble Solutions Limited	up	371.5% to	(7,828,878)

The comparative financial result is for the six-month period 1 July 2016 to 31 December 2016.

Dividends

There were no dividends paid, recommended or declared during the current financial period.

Comments

The loss for the Group after providing for income tax amounted to \$7,828,878 (31 December 2016: \$1,660,422).

Simble Solutions Limited was admitted to the official list of the Australian Securities Exchange ('ASX') on 22 February 2018, under the ASX code SIS. Under the Initial Public Offering ('IPO') the Company issued 37,500,00 ordinary shares, raising \$7.5 million before costs.

During the 2017 financial year, significant capital investments have been made upgrading our solution suites to more closely align them with the volume-based sales infrastructure of our existing and prospective channel partners. A material focus on these resources was the Simble Energy Platform - an Internet of Things ('IOT') enabled control and visualisation tool, designed for businesses to reduce and manage their energy consumption.

The results for the year ended 31 December 2017 were impacted by several non-recurring items attributable to the IPO. Underlying EBITDA is a key measurement used by management and the board to assess and review business performance, and accordingly the table below provides a reconciliation between statutory net loss and underlying EBITDA.

	Unaudited \$
Loss after income tax benefit	(7,828,878)
Add-back:	
Interest	475,427
Tax	(31,180)
Depreciation	22,400
Amortisation	1,045,288
Statutory EBITDA	(6,316,943)
Add non-recurring items:	
Share-based payment expense *	2,751,000
IPO expenses **	447,281
Fair value adjustment on convertible notes ***	1,071,241
Underlying EBITDA	<u>(2,047,421)</u>

* The share-based payment expense relates to the issue of the performance shares to the management team.

** IPO expenses represent costs associated with the listing of Simble Solutions Limited on the ASX.

*** Fair value adjustment on convertible notes represent the adjustment to the fair value of the convertible notes in line with their conversion to ordinary shares.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	<u>(34.29)</u>	<u>(14.00)</u>

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period

There were no dividends paid, recommended or declared during the current financial period.

Previous period

There were no dividends paid, recommended or declared during the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Not applicable.

9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Not applicable.

10. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements are in the process of being audited and an unqualified opinion is expected to be issued.

11. Attachments

Details of attachments (if any):

The Preliminary Financial Report of Simble Solutions Limited for the year ended 31 December 2017 is attached.

12. Signed

A handwritten signature in dark ink, appearing to read 'Fadi Geha', written over a horizontal line.

Signed _____

Date: 28 February 2018

Fadi Geha
Director
Sydney

Simble Solutions Limited and its controlled entities

ABN 17 608 419 656

Preliminary Financial Report - 31 December 2017

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Simble Solutions Limited and its controlled entities
Statement of profit or loss and other comprehensive income
For the year ended 31 December 2017



		Consolidated	
		Unaudited	
	Note	Year to 31 Dec 2017 \$	Period from 1 Jul 2016 to 31 Dec 2016 \$
Revenue			
Revenue	3	2,273,646	595,132
Other income	4	576,460	158,622
		<u>2,850,106</u>	<u>753,754</u>
Cost of sales		(656,092)	(205,954)
		<u>2,194,014</u>	<u>547,800</u>
Gross margin			
Expenses			
Marketing		(132,745)	(162,550)
Administration	5	(5,169,543)	(1,496,816)
Other expenses	5	(4,269,522)	(493,211)
Finance costs	5	(482,262)	(69,450)
		<u>(7,860,058)</u>	<u>(1,674,227)</u>
Loss before income tax benefit			
		(7,860,058)	(1,674,227)
Income tax benefit		31,180	13,805
		<u>31,180</u>	<u>13,805</u>
Loss after income tax benefit for the year/period attributable to the owners of Simble Solutions Limited			
		(7,828,878)	(1,660,422)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		(21,511)	(14,990)
		<u>(21,511)</u>	<u>(14,990)</u>
Other comprehensive income for the year, net of tax		(21,511)	(14,990)
		<u>(21,511)</u>	<u>(14,990)</u>
Total comprehensive income for the year/period attributable to the owners of Simble Solutions Limited			
		<u>(7,850,389)</u>	<u>(1,675,412)</u>
		Cents	Cents
Basic earnings per share	27	(32.08)	(7.72)
Diluted earnings per share	27	(32.08)	(7.72)

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

		Consolidated	
		Unaudited	
	Note	31 Dec 2017	31 Dec 2016
		\$	\$
Assets			
Current assets			
Cash and cash equivalents	6	45,303	275,064
Trade and other receivables	7	576,978	721,858
Loans receivable from related parties	8	-	19,691
Other	9	476,482	693,854
Total current assets		<u>1,098,763</u>	<u>1,710,467</u>
Non-current assets			
Available-for-sale financial assets	10	30,415	38,059
Property, plant and equipment	11	58,237	73,075
Intangibles	12	5,535,332	4,711,483
Deferred tax		-	19,220
Other	13	143,162	-
Total non-current assets		<u>5,767,146</u>	<u>4,841,837</u>
Total assets		<u>6,865,909</u>	<u>6,552,304</u>
Liabilities			
Current liabilities			
Trade and other payables	14	3,001,664	1,181,951
Borrowings	15	80,000	-
Income tax		88,367	146,849
Provisions	17	200,818	174,738
Other financial liabilities	16	4,750,332	1,880,729
Deferred revenue	18	795,934	942,438
Accrued expenses	19	701,817	210,039
Total current liabilities		<u>9,618,932</u>	<u>4,536,744</u>
Non-current liabilities			
Deferred tax		184,800	235,200
Provisions	20	81,180	74,024
Total non-current liabilities		<u>265,980</u>	<u>309,224</u>
Total liabilities		<u>9,884,912</u>	<u>4,845,968</u>
Net assets/(liabilities)		<u>(3,019,003)</u>	<u>1,706,336</u>
Equity			
Issued capital	21	4,200,100	100
Shares to be issued	22	-	4,200,000
Reserves		3,339,357	235,818
Accumulated losses		<u>(10,558,460)</u>	<u>(2,729,582)</u>
Total equity/(deficiency)		<u>(3,019,003)</u>	<u>1,706,336</u>

The above statement of financial position should be read in conjunction with the accompanying notes

Simble Solutions Limited and its controlled entities
Statement of changes in equity
For the year ended 31 December 2017



				Reserves			
	Issued capital	Shares to be issued	Common control reserve	Foreign currency translation reserve	Share-based payments reserve	Accumulated losses	Total equity
	\$	\$	\$	\$	\$	\$	\$
Consolidated							
Balance at 1 July 2016	1	-	-	(28)	-	(1,069,160)	(1,069,187)
Loss after income tax benefit for the period	-	-	-	-	-	(1,660,422)	(1,660,422)
Other comprehensive income for the period, net of tax	-	-	-	(14,990)	-	-	(14,990)
Total comprehensive income for the period	-	-	-	(14,990)	-	(1,660,422)	(1,675,412)
<i>Transactions with owners in their capacity as owners:</i>							
Contributions of equity, net of transaction costs (note 21)	99	-	-	-	-	-	99
Shares to be issued (note 24)	-	4,200,000	-	-	-	-	4,200,000
Common control transaction (note 25)	-	-	250,836	-	-	-	250,836
Balance at 31 December 2016	100	4,200,000	250,836	(15,018)	-	(2,729,582)	1,706,336

				Reserves			
	Issued capital	Shares to be issued	Common control reserve	Foreign currency translation reserve	Share-based payments reserve	Accumulated losses	Total deficiency in equity
	\$	\$	\$	\$	\$	\$	\$
Consolidated							
Balance at 1 January 2017	100	4,200,000	250,836	(15,018)	-	(2,729,582)	1,706,336
Loss after income tax benefit for the year	-	-	-	-	-	(7,828,878)	(7,828,878)
Other comprehensive income for the year, net of tax	-	-	-	(21,511)	-	-	(21,511)
Total comprehensive income for the year	-	-	-	(21,511)	-	(7,828,878)	(7,850,389)
<i>Transactions with owners in their capacity as owners:</i>							
Issue of shares	4,200,000	(4,200,000)	-	-	-	-	-
Share-based payments	-	-	-	-	3,125,050	-	3,125,050
Balance at 31 December 2017	4,200,100	-	250,836	(36,529)	3,125,050	(10,558,460)	(3,019,003)
- Unaudited							

The above statement of changes in equity should be read in conjunction with the accompanying notes

Simble Solutions Limited and its controlled entities
Statement of cash flows
For the year ended 31 December 2017



	Note	Consolidated Unaudited	
		Year to 31 Dec 2017 \$	Period from 1 Jul 2016 to 31 Dec 2016 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		2,118,132	374,846
Payments to suppliers and employees (inclusive of GST)		(2,572,367)	(1,486,012)
		(454,235)	(1,111,166)
Interest received		6,835	7
Research and development tax offset recovered		665,324	158,622
Interest and other finance costs paid		(482,262)	(69,450)
Income taxes paid		(58,482)	(5,810)
Net cash used in operating activities	26	(322,820)	(1,027,797)
Cash flows from investing activities			
Cash acquired on acquisition of businesses		-	220,447
Payments for investments	10	-	(55,875)
Payments for property, plant and equipment	11	(7,562)	(134,043)
Payments for software development	12	(1,869,251)	(542,472)
Payments for security deposits		-	(70,750)
Proceeds from disposal of investments		65,835	8,284
Proceeds from release of security deposits		48,877	-
Net cash used in investing activities		(1,762,101)	(574,409)
Cash flows from financing activities			
Proceeds from issue of shares	21	-	99
Proceeds from borrowings		80,000	-
Proceeds from issue of convertible notes		1,798,362	1,880,729
Director loans		(1,691)	-
Net cash from financing activities		1,876,671	1,880,828
Net increase/(decrease) in cash and cash equivalents		(208,250)	278,622
Cash and cash equivalents at the beginning of the financial year/period		275,064	11,432
Effects of exchange rate changes on cash and cash equivalents		(21,511)	(14,990)
Cash and cash equivalents at the end of the financial year/period	6	45,303	275,064

The above statement of cash flows should be read in conjunction with the accompanying notes

Note 1. General information

The financial statements cover Simble Solutions Limited as a Group consisting of Simble Solutions Limited and the entities it controlled at the end of, or during, the year. The financial statements are presented in Australian dollars, which is Simble Solutions Limited's functional and presentation currency.

Simble Solutions Limited was admitted to the official list of the Australian Securities Exchange (ASX) on 22 February 2018 under ASX code SIS.

Simble Solutions Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Level 12
6-10 O'Connell Street
Sydney NSW 2000

A description of the nature of the Group's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

Simble Solutions Limited changed its year end to 31 December. Accordingly, comparative information is for the six month period 1 July 2016 to 31 December 2016.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 28 February 2018. The directors have the power to amend and reissue the financial statements.

Note 2. Operating segments

Identification of reportable operating segments

The Group operates in one segment, based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources.

As a result, the operating segment information is disclosed in the statement and notes to the financial statements.

Note 3. Revenue

	Consolidated	
	Unaudited	
	Year to	Period from
	31 Dec 2017	1 Jul 2016 to
	\$	31 Dec 2016
		\$
Rendering of services	2,250,357	517,213
Interest	6,835	7
Rent	-	3,525
Other revenue	16,454	42,387
	<u>2,273,646</u>	<u>563,132</u>

Note 4. Other income

	Consolidated Unaudited	
	Year to 31 Dec 2017 \$	Period from 1 Jul 2016 to 31 Dec 2016 \$
Net gain on disposal of investments	58,191	-
Research and development tax offset	518,269	158,622
	<u>576,460</u>	<u>158,622</u>

Note 5. Expenses

	Consolidated Unaudited	
	Year to 31 Dec 2017 \$	Period from 1 Jul 2016 to 31 Dec 2016 \$
Loss before income tax includes the following specific expenses:		
<i>Administration</i>		
Minimum lease payments	403,738	159,348
Employee benefits expense	1,029,018	683,385
Employee benefits expense - share-based payment	374,050	-
Superannuation	179,617	78,009
Depreciation	22,400	72,498
Amortisation	1,045,288	360,559
General administration and other	2,115,432	143,017
Total administration	<u>5,169,543</u>	<u>1,496,816</u>
<i>Other expenses</i>		
Share-based payment expense	2,751,000	-
Initial Public Offering expenses	447,281	403,355
Fair value adjustment on convertible notes	1,071,241	-
Loss on disposal of investments	-	17,817
Other expenses	-	72,039
Total other expenses	<u>4,269,522</u>	<u>493,211</u>
<i>Finance costs</i>		
Interest and finance charges paid/payable	<u>482,262</u>	<u>69,450</u>

Note 6. Current assets - cash and cash equivalents

	Consolidated Unaudited	
	31 Dec 2017 \$	31 Dec 2016 \$
Cash at bank	<u>45,303</u>	<u>275,064</u>

Note 7. Current assets - trade and other receivables

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Trade receivables	365,472	402,017
Other receivables	4,331	4,455
Receivable from employees	10,014	-
Goods and services tax recoverable	43,927	15,097
Research and development tax offset recoverable	153,234	300,289
	<u>576,978</u>	<u>721,858</u>

Note 8. Current assets - loans receivable from related parties

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Directors	-	19,691
	<u>-</u>	<u>19,691</u>

Note 9. Current assets - other

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Prepayments	454,609	449,674
Security deposits	21,873	70,750
Other deposits	-	173,430
	<u>476,482</u>	<u>693,854</u>

Note 10. Non-current assets - available-for-sale financial assets

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Listed investments	<u>30,415</u>	<u>38,059</u>

Reconciliation

Reconciliation of the fair values at the beginning and end of the current and previous financial period are set out below:

Opening fair value	38,059	-
Additions	-	55,875
Disposals	(7,644)	(8,284)
Impairment of assets	-	(9,532)
Closing fair value	<u>30,415</u>	<u>38,059</u>

Note 11. Non-current assets - property, plant and equipment

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Leasehold improvements - at cost	48,087	48,087
Less: Accumulated depreciation	(10,743)	(1,119)
	<u>37,344</u>	<u>46,968</u>
Motor vehicles - at cost	-	56,957
Less: Accumulated depreciation	-	(56,957)
	<u>-</u>	<u>-</u>
Computer equipment - at cost	14,957	12,513
Less: Accumulated depreciation	(12,431)	(9,435)
	<u>2,526</u>	<u>3,078</u>
Office equipment - at cost	33,134	28,016
Less: Accumulated depreciation	(14,767)	(4,987)
	<u>18,367</u>	<u>23,029</u>
	<u><u>58,237</u></u>	<u><u>73,075</u></u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

Consolidated	Leasehold improvements \$	Motor vehicles \$	Computer equipment \$	Office equipment \$	Total \$
Balance at 1 July 2016	-	-	772	-	772
Additions	48,087	56,957	983	28,016	134,043
Additions through business combinations	-	-	10,758	-	10,758
Depreciation expense	(1,119)	(56,957)	(9,435)	(4,987)	(72,498)
Balance at 31 December 2016	46,968	-	3,078	23,029	73,075
Additions	-	-	2,444	5,118	7,562
Depreciation expense	(9,624)	-	(2,996)	(9,780)	(22,400)
Balance at 31 December 2017 - Unaudited	<u><u>37,344</u></u>	<u><u>-</u></u>	<u><u>2,526</u></u>	<u><u>18,367</u></u>	<u><u>58,237</u></u>

Note 12. Non-current assets - intangibles

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Goodwill - at cost	1,671,578	1,671,578
Trademarks - at cost	8,552	8,666
Customer relationships - at cost	840,000	840,000
Less: Accumulated amortisation	(224,000)	(56,000)
	<u>616,000</u>	<u>784,000</u>
Software development - at cost	4,421,049	2,551,798
Less: Accumulated amortisation	(1,181,847)	(304,559)
	<u>3,239,202</u>	<u>2,247,239</u>
	<u><u>5,535,332</u></u>	<u><u>4,711,483</u></u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

Consolidated	Goodwill	Trademarks	Customer relationships	Software development	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2016	-	-	-	-	-
Additions	-	8,666	-	533,806	542,472
Additions through business combinations	1,671,578	-	840,000	2,017,992	4,529,570
Amortisation expense	-	-	(56,000)	(304,559)	(360,559)
	<u>1,671,578</u>	<u>8,666</u>	<u>784,000</u>	<u>2,247,239</u>	<u>4,711,483</u>
Balance at 31 December 2016	1,671,578	8,666	784,000	2,247,239	4,711,483
Additions	-	-	-	1,869,251	1,869,251
Write off of assets	-	(114)	-	-	(114)
Amortisation expense	-	-	(168,000)	(877,288)	(1,045,288)
	<u>-</u>	<u>-</u>	<u>(168,000)</u>	<u>(877,288)</u>	<u>(1,045,288)</u>
Balance at 31 December 2017 - Unaudited	<u><u>1,671,578</u></u>	<u><u>8,552</u></u>	<u><u>616,000</u></u>	<u><u>3,239,202</u></u>	<u><u>5,535,332</u></u>

Note 13. Non-current assets - other

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Other deposits	143,162	-
	<u><u>143,162</u></u>	<u><u>-</u></u>

Note 14. Current liabilities - trade and other payables

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Trade payables	1,039,434	765,957
Amounts payable to related parties	-	21,382
Other payables	1,962,230	394,612
	<u>3,001,664</u>	<u>1,181,951</u>

Note 15. Current liabilities - borrowings

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Loan payable	<u>80,000</u>	<u>-</u>

Note 16. Current liabilities - other financial liabilities

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Convertible notes - at fair value	<u>4,750,332</u>	<u>1,880,729</u>

The convertible notes carry an interest rate of 14% per annum and were converted into 23,751,656 ordinary shares in February 2018.

Note 17. Current liabilities - provisions

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Employee benefits	117,736	125,126
Deferred lease incentives	83,082	49,612
	<u>200,818</u>	<u>174,738</u>

Note 18. Current liabilities - deferred revenue

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Deferred revenue	<u>795,934</u>	<u>942,438</u>

Note 19. Current liabilities - accrued expenses

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Accrued expenses	<u>701,817</u>	<u>210,039</u>

Note 20. Non-current liabilities - provisions

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Employee benefits	<u>81,180</u>	<u>74,024</u>

Note 21. Equity - issued capital

	Unaudited 31 Dec 2017 Shares	Consolidated Unaudited 31 Dec 2016 Shares	Unaudited 31 Dec 2017 \$	31 Dec 2016 \$
Ordinary shares - fully paid	<u>24,406,718</u>	<u>100</u>	<u>4,200,100</u>	<u>100</u>

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	1 January 2016	1		1
Issue of shares	July 2016	99	\$1.00	99
Balance	31 December 2016	100		100
Issue of shares	December 2017	4,200,000	\$1.00	4,200,000
Share split	December 2017	20,206,618		-
Balance - Unaudited	31 December 2017	<u>24,406,718</u>		<u>4,200,100</u>

Note 22. Equity - shares to be issued

	Consolidated Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Shares to be issued to vendors of Acresta Sub-Group	<u>-</u>	<u>4,200,000</u>

Note 23. Equity - dividends

There were no dividends paid, recommended or declared during the current or previous financial year/period.

Note 24. Parent entity information

Set out below is the supplementary information about the parent entity.

Statement of profit or loss and other comprehensive income

	Parent	
	Unaudited	
	Year to	Period from
	31 Dec 2017	1 Jul 2016 to
	\$	31 Dec 2016
		\$
Loss after income tax	(4,912,795)	(532,982)
Total comprehensive income	(4,912,795)	(536,535)

Statement of financial position

	Parent	
	Unaudited	
	31 Dec 2017	31 Dec 2016
	\$	\$
Total current assets	5,578,996	2,101,468
Total assets	9,838,311	6,366,331
Total current liabilities	7,976,332	3,220,569
Total liabilities	8,057,512	3,294,593
Equity		
Issued capital	4,200,100	100
Shares to be issued	-	4,200,000
Foreign currency translation reserve	(3,553)	(3,553)
Share-based payments reserve	3,125,050	-
Accumulated losses	(5,540,798)	(1,124,809)
Total equity	1,780,799	3,071,738

Note 25. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note :

Name	Principal place of business / Country of incorporation	Ownership interest	
		Unaudited 31 Dec 2017 %	31 Dec 2016 %
Acresta Digital Pty Limited	Australia	100.00%	100.00%
Acresta Innovations Pty Limited	Australia	100.00%	100.00%
Simble Energy Pty Limited	Australia	100.00%	100.00%
Simble Holdings (Hong Kong) Limited	Hong Kong	100.00%	100.00%
Simble Holdings Pty Limited	Australia	100.00%	100.00%
Simble International Electronics LLC	Dubai	100.00%	100.00%
Simble Mobility Pty Limited	Australia	100.00%	100.00%
Simble Solutions (Hong Kong) Limited	Hong Kong	100.00%	100.00%
Simble Solutions (NZ) Limited	New Zealand	100.00%	100.00%
Simble Solutions (UK) Limited	United Kingdom	100.00%	100.00%
Simble Solutions (Vietnam) Ltd	Vietnam	100.00%	100.00%
Simble Solutions IP Pty Limited	Australia	100.00%	100.00%
Wise-Owl Holdings Pty Limited	Australia	100.00%	100.00%

Note 26. Reconciliation of loss after income tax to net cash used in operating activities

	Consolidated	
	Unaudited Year to 31 Dec 2017 \$	Period from 1 Jul 2016 to 31 Dec 2016 \$
Loss after income tax benefit for the year/period	(7,828,878)	(1,660,422)
Adjustments for:		
Depreciation and amortisation	1,067,688	433,057
Impairment of investments	-	9,532
Write off of intangibles	114	-
Net fair value gain on available-for-sale financial assets	(58,191)	-
Share-based payments	3,125,050	-
Forgiveness of loans payable	-	(783,958)
Fair value adjustment on convertible notes	1,071,241	-
Change in operating assets and liabilities:		
Decrease/(increase) in trade and other receivables	144,880	(143,392)
Decrease in deferred tax assets	19,220	-
Decrease/(increase) in prepayments	(4,935)	114,241
Decrease in other operating assets	30,268	353,235
Increase in trade and other payables	1,841,095	551,561
Decrease in provision for income tax	(58,482)	(2,815)
Decrease in deferred tax liabilities	(50,400)	(16,800)
Increase/(decrease) in employee benefits	(234)	83,784
Increase in other provisions	33,470	49,612
Increase/(decrease) in other operating liabilities	345,274	(15,432)
Net cash used in operating activities	<u>(322,820)</u>	<u>(1,027,797)</u>

Note 27. Earnings per share

	Consolidated Unaudited	
	Year to 31 Dec 2017 \$	Period from 1 Jul 2016 to 31 Dec 2016 \$
Loss after income tax attributable to the owners of Simble Solutions Limited	<u>(7,828,878)</u>	<u>(1,660,422)</u>
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>24,406,618</u>	<u>21,503,752</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>24,406,618</u>	<u>21,503,752</u>
	Cents	Cents
Basic earnings per share	(32.08)	(7.72)
Diluted earnings per share	(32.08)	(7.72)

Basic and diluted earnings per share for the periods ended 31 December 2017 and 31 December 2016 have taken into account the issue of completion shares and the share split that occurred in accordance with AASB 133 'Earnings per share'.

No dilution has been included as losses were incurred in the current and previous period.

Note 28. Events after the reporting period

On 22 February 2018, after a successful Initial Public Offering ('IPO'), the Company was admitted to the official list of the Australian Securities Exchange (ASX: SIS). Under the IPO, the Company issued 37,500,000 ordinary shares, raising \$7,500,000 before costs.

No other matter or circumstance has arisen since 31 December 2017 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.