



Mighty Kingdom Limited (ASX: MKL) ABN: 39 627 145 260

APPENDIX 4D & FINANCIAL STATEMENTS

Half Year Ended 31 December 2021



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Company Details

Name of entity:	Mighty Kingdom Limited ("Mighty Kingdom" or "the Company")
ABN:	39 627 145 260
Reporting period:	For the half year ended 31 December 2021 ("H1 FY22")
Previous comparative period (PCP)	For the half year ended 31 December 2022 ("H1 FY21")

Results for announcement to the market

	% change on PCP			\$'000
Revenue from ordinary activities	up	42%	to	2,152
Loss from ordinary activities after tax attributable to members	up	198%	to	(5,198)
Loss for the reporting period attributable to members	up	198%	to	(5,198)

Dividends (distributions)	Amount per share	Franked amount per share
Final Dividend	Nil ¢	Nil ¢
Interim Dividend	Nil ¢	Nil ¢
Previous corresponding period	Nil ¢	Nil ¢
Record date for determining entitlements to the dividends	N/A	N/A

Overview of operating results

Refer to the review and results of operations included within the Directors' Report for further commentary on the results of Mighty Kingdom.

Net tangible assets

	Dec 2021	Jun 2021
Net tangible assets per ordinary security	5.41 ¢	7.47 ¢

The net tangible asset per ordinary security is calculated based on 174,434,866 ordinary shares on issue on 31 December 2021 and 151,682,493 shares on issue on 30 June 2021.

Independent auditor's review

The financial statements were subject to an independent auditor's review by Grant Thornton Audit Pty Ltd. The independent auditor's review report is attached as part of the Interim Report.

This report should be read in conjunction with any public announcements made by Mighty Kingdom Limited and its controlled entities during the half year ended 31 December 2021 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001 and ASX listing rules.

DIRECTORS' REPORT

The Directors of Mighty Kingdom Limited present their report together with the consolidated interim financial statements of Mighty Kingdom Limited (the "Company" or "Mighty Kingdom") and its controlled entities (the "Group") for the half year ended 31 December 2021.

Directors

The following persons were Directors of Mighty Kingdom Limited during the half year ended 31 December 2021 and up to the date of this report.

Name	Role	Status
Ms Michelle Guthrie	Non-Executive Director and Chair	Independent
Ms Megan Brownlow	Non-Executive Director	Independent
Ms Gabriele Famous	Non-Executive Director	Independent
Mr Philip Mayes	Managing Director	Not Independent
Mr Tony Lawrence	Executive Director	Not Independent

Company Secretary

Name
Ms Kaitlin Smith

Review and results of operations

The Company and its controlled entities (the "Group") present its results for the six months ended 31 December 2021.

For the first half year of FY22, Mighty Kingdom reported a YoY increase in revenue from games of 42% to \$2.15m (H1 FY21: \$1.52m). The results reflect the Group's continuing capital investment in building scalable technologies and operational capability, and expenditure associated with developing a strong pipeline of games to be brought to market in H2 FY22 and FY23.

Mighty Kingdom also saw a 30% revenue increase compared to same period last year in Co-development and Original IP games. The Company also recognised a revenue increase of 85% year on year from Work for Hire contracts with top tier international brands.

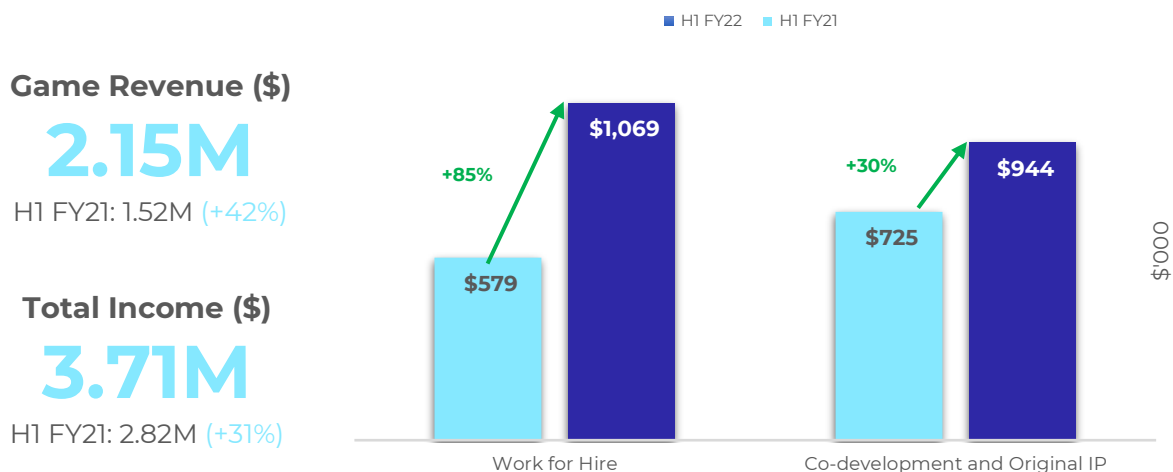
Mighty Kingdom continued to invest in development activities across its portfolio of Original, Licenced and Work for Hire games. This investment will see the release of several games in the second half of the of FY22, including Mighty Kingdom's first console release, 'Conan Chop Chop', and its first release with East Side Games, 'Star Trek Lower Decks: The Badgley Directive'.

With increases in key market metrics for its Work for Hire contracts through the first half of the year, Mighty Kingdom has secured extensions from Mattel and Spin Master through to the end of CY22. This demonstrates, once again, Mighty Kingdom's excellence in working closely with established international brands and helping them bring their brand closer to their customers by creating delightful products and launching them successfully to market.

Mighty Kingdom has continued to invest in developing Original IP including Ballstars and Broken Ridge. Project 'Ballstars', an Original IP game for Mighty Kingdom, continues to show much promise as the content pipeline expands. The Company is excited with progress to date and early user feedback remains strong.

Project 'Broken Ridge' is attached to an Australian horror/thriller film, 'Carnifex' which has recently secured an international distribution partner. It consolidates Mighty Kingdom's position as a storyteller, introducing new audiences to existing franchises. The project shows great potential and pushes the team's creativity and capabilities to new heights. New

processes and workflows have been developed for this project, including an investment in techniques such as photogrammetry.



With new contracts and partnerships, and the extension of contracts already in development, Mighty Kingdom continued in growth and is in a strong position to capitalise on future opportunities. Mighty Kingdom took on several activities to accelerate this growth, including:

- \$5m Capital raising to enable project pipeline extension
- Investment in talent around Original IP creation, product management, monetisation and marketing
- Brand strengthening through partnership extensions with East Side Games Group, Funcom, Mattel and Spin Master
- Continued investment in research and development activities such as backend solutions for games, analytical tools to drive game performance and the Company's proprietary 'MK Net' to support games in development, production and release
- Continued investment in storytelling technologies (Narrative Engine) to deliver increased retention of players that drives revenue growth

Mighty Kingdom is seeking to embed an industry-leading workplace culture to attract and retain talent. During the six-month period, the Company has made significant improvements in people management, performance measurement and recruitment processes, including:

- Additional recruitment resources to support talent attraction
- Detailed learning and development program to lift capabilities of the organisation and to support career development goals of Mighty Kingdom's people
- Implementation of software tool to support effective resource management and utilisation

Mighty Kingdom remains in a strong financial position with \$9.4m available in cash and unused debt facility of \$235k at balance date.

During the period, 22,752,373 new shares were issued via the first tranche of a capital raising announced in December 2021. Net \$3.15m was received for the new shares issued.

Significant changes in the state of affairs

During the reporting period, the following changes occurred within the Group.

Capital raising

On 15 December 2021, Mighty Kingdom announced a \$5 million capital raising plan to drive Original IP and Co-development growth. This plan included two Placement tranches and one Share Purchase Plan as follows:

Placement - Tranche 1: Completed

Mighty Kingdom placed 22,752,373 new ordinary shares at a price of A\$0.145 per share to sophisticated and institutional investors to raise A\$3.3 million before costs. Settlement was on 23 December 2021.

Details of Placement – Tranche 2 are detailed below and is expected to occur following the Extraordinary General Meeting ("EGM") to be held on 6 April 2022.

Share Purchase Plan ("SPP"):

Mighty Kingdom offered participation at the same issue price as the Placement to all eligible shareholders by way of a Share Purchase Plan. The Company raised \$397,000 (before costs). and shares were issued on 7 February 2022.

Foster Stockbroking Pty Limited acted as Lead Manager to the Capital Raise.

Events arising since the end of the reporting period

(a) *Capital raising – Placement Tranche 2*

Subject to shareholder approval, the Company will issue 5,172,414 on the same terms as Tranche 1 to Michelle Guthrie (Chair) to raise an additional A\$0.75 million. The Company will seek approval for Tranche 2 at an Extraordinary General Meeting ("EGM") to be held on 6 April 2022.

(b) An announcement was made to the market on 13 January 2022 providing an update on the extended partnership with East Side Games Group. This included the additional games to be developed in the next few years and the existing Sci-Fi franchise game release update.

(c) In the same market release on 13 January 2022, the Company extended the closing date of Share Purchase Plan to 1 February 2022 and provided a revised timetable for the SPP.

The final result of SPP was:

- No. of securities allotted: 2,737,909
- Issue price: \$0.145
- Issue date: 7 February 2022
- Value of securities allotted: \$397,000

(d) On 10 February 2022, Mighty Kingdom announced the global launch of Conan Chop Chop, the Company's first console release on 1 March 2022.

(e) Mighty Kingdom provided a market update on 21 February 2022 for acquiring the global game's licence for the file 'Carnifex'.

The Coronavirus (COVID-19) pandemic has slowed down development dependent on external global partners, and key global marketing and business development activities did not go ahead due to cancellations of major global tradeshow. However, the Company is seeing many opportunities open as global partners, both current and potential, find successful ways to manage the impacts of the pandemic.

There were no other matters or circumstances that have arisen since 31 December 2021 that have significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Auditor's independence declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the Corporations Act 2001 is included on page 8 of this financial report and forms part of this Directors' Report.

Signed on behalf of the Board of Mighty Kingdom Limited



Michelle Guthrie

Chair

24 February 2022

AUDITOR'S INDEPENDENCE DECLARATION



Level 3, 170 Frome Street
Adelaide SA 5000

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Adelaide SA 5001

T +61 8 8372 6666

Auditor's Independence Declaration

To the Directors of Mighty Kingdom Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the review of Mighty Kingdom Limited for the half-year ended 31 December 2021, I declare that, to the best of my knowledge and belief, there have been:

- a no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- b no contraventions of any applicable code of professional conduct in relation to the review.

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

J L Humphrey
Partner – Audit & Assurance

Adelaide, 24 February 2022

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Notes	Dec 2021 \$	Dec 2020 \$
Revenue	3	2,152,163	1,518,843
Other income	4	1,556,371	1,304,840
Employee benefits expenses	5	(6,771,793)	(3,290,070)
Share-based payment expenses		-	(424,400)
Product development support service fees		(676,911)	(322,356)
Selling costs		(41,123)	(83,702)
Administrative expenses		(739,187)	(277,343)
Professional and consultancy fees		(137,089)	(95,179)
Other expenses		-	(50,043)
Depreciation and amortisation		(299,520)	(80,298)
Loss from operations		(4,957,089)	(1,799,708)
Finance expenses		(37,230)	(36,053)
Finance income		4,482	52,468
Loss before income tax		(4,989,837)	(1,783,293)
Income tax (expense) / benefit		(208,303)	39,360
Loss after income tax		(5,198,140)	(1,743,933)
Other comprehensive income / (loss) for the period, net of income tax		-	-
Total comprehensive loss for the period		(5,198,140)	(1,743,933)
 Loss per share – (basic) – Cents per share	 10	 (0.03)	 (0.03)

This statement should be read in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

	Notes	Dec 2021 \$	Jun 2021 \$
Assets			
Current assets			
Cash and cash equivalents		9,366,266	13,553,042
Trade and other receivables	6	2,862,054	1,485,875
Prepayments		328,944	372,513
Contract assets		217,062	516,481
Other current assets		293,365	316,677
Total current assets		13,067,691	16,244,588
Non-current assets			
Deferred tax asset		409,355	567,672
Property, plant and equipment	7	840,166	345,822
Right-of-use assets		1,094,596	1,315,850
Total non-current assets		2,344,117	2,229,344
Total assets		15,411,808	18,473,932
Liabilities			
Current liabilities			
Trade and other payables		2,273,206	2,191,245
Contract liabilities		-	5,275
Provision for income tax		-	144,637
Employee benefits		1,177,405	1,379,137
Loans and borrowings		-	53,664
Lease liabilities		443,550	348,391
Total current liabilities		3,894,161	4,122,349
Non-current liabilities			
Trade and other payables		771,902	1,269,564
Employee benefits		121,167	99,172
Loans and borrowings		-	58,304
Lease liabilities		770,727	1,021,687
Total non-current liabilities		1,663,796	2,448,727
Total liabilities		5,557,957	6,571,076
Net assets		9,853,851	11,902,856
Equity			
Share capital	9	27,367,502	24,218,367
Share-based payment reserves	9(b)	1,523,864	1,523,864
Retained losses		(19,037,515)	(13,839,375)
Total equity		9,853,851	11,902,856

This statement should be read in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Share capital \$	Share- based payment reserves \$	Retained losses \$	Total \$
Balance at 1 July 2021	24,218,367	1,523,864	(13,839,375)	11,902,856
Loss for the period	-	-	(5,198,140)	(5,198,140)
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	-	-	(5,198,140)	(5,198,140)
Proceeds from issue of ordinary shares – Capital raising	3,299,094	-	-	3,299,094
Capital raising costs	(149,959)	-	-	(149,959)
Balance at 31 December 2021	27,367,502	1,523,864	(19,037,515)	9,853,851
Balance at 1 July 2020	3,501,000	-	(6,693,774)	(3,192,774)
Loss for the year	-	-	(7,145,601)	(7,145,601)
Other comprehensive income	-	-	-	-
Total comprehensive income for the year	-	-	(7,145,601)	(7,145,601)
Proceeds from issue of ordinary shares - IPO	18,000,000	-	-	18,000,000
Shares issued to IPO brokers and corporate advisors	892,249	-	-	892,249
IPO costs	(1,907,513)	-	-	(1,907,513)
Share-based payments (Note 19)	-	1,523,864	-	1,523,864
Conversion of convertible notes, net of transaction costs	3,732,631	-	-	3,732,631
Balance at 30 June 2021	24,218,367	1,523,864	(13,839,375)	11,902,856

This statement should be read in conjunction with the notes to the financial statements.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Notes	Dec 2021 \$	Dec 2020 \$
Operating activities			
Receipts from customers		2,608,969	1,635,383
Payments to suppliers and employees		(9,240,398)	(3,663,219)
Research and development incentive		-	560,937
Other government grant income		353,805	1,157,429
Other income		9,465	62,457
Interest received		4,482	52,498
Interest paid		(6,225)	(68,292)
Tax paid		(144,637)	-
Net cash (used in) operating activities		(6,414,539)	(262,807)
Investing activities			
Purchase of property, plant and equipment		(572,612)	(49,217)
Net cash (used in) investing activities		(572,612)	(49,217)
Financing activities			
Proceeds from issue of convertible notes		-	3,965,000
Transaction costs related to issuance of convertible notes		-	(400,000)
Proceeds from issue of shares		3,299,094	-
Transaction costs related to issue of shares		(199,945)	-
Loan repayment made during the year		(111,968)	(153,233)
Principal elements of lease payments		(186,806)	(60,666)
Net cash provided by financing activities		2,800,375	3,351,101
Net change in cash and cash equivalents held		(4,186,776)	3,039,077
Cash and cash equivalents at beginning of the year		13,553,042	(43,752)
Cash and cash equivalents at end of period		9,366,266	2,995,325

This statement should be read in conjunction with the notes to the financial statements.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 31 DECEMBER 2021

1 General Information

Mighty Kingdom Limited (the Company) is a for profit company incorporated and domiciled in Australia and limited by shares which are publicly traded on the Australian Securities Exchange (ASX: MKL).

The Group's principal activities are developing a broad portfolio of video games for console, PC and mobile platforms. Mobile games and apps developed and/or published by the Group are made available for customers on different App stores, including Apple's App Store, Google's Google Play and Valve's Steam Store. In addition to receiving fees for development work from clients, The Group monetises its games and apps through In-App purchases and advertising offered to the consumers within games and apps for smartphones and tablets.

2.1 Summary of significant accounting policies

(A) Basis of preparation of the financial report

The Interim Financial Statements for the six months ended 31 December 2021 have been prepared in accordance with AASB 134 'Interim Financial Reporting'. They do not include all of the information required in annual financial statements in accordance with AASB and should be read in conjunction with the consolidated financial statements for the year ended 30 June 2021.

This financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

The Interim Financial Statements have been approved for issue by the Board of Directors on 24 February 2022.

(B) CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The Directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Company.

Critical accounting estimates and judgements have been made consistently with those applied at 30 June 2021.

(C) SEGMENTAL REPORTING

The Group reports its business activities in one area: video games development, which is reported in a manner consistent with the internal reporting to the Board of Directors, which has been identified as the chief operating decision maker. The Board of Directors consists of the Executive Directors and the Non-Executive Directors.

2.2 New accounting standards and interpretations adopted during the half year

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. There has been no impact to the Group during the period. There are no new Accounting Standards and Interpretations issued by the AASB that have become effective in the current accounting period and that are applicable to the Group.

2.3 Standards issued but not yet effective

The Group has not applied any Australian Accounting Standards or interpretations that have been issued as at balance date but are not yet operative ("the inoperative standards"). The Group only intends to adopt the inoperative standards at the date at which their adoption becomes mandatory.

3 Revenue

	Dec 2021 \$	Dec 2020 \$
Game development revenue	1,998,182	1,236,135
Online game revenue	61,633	116,708
Advertising revenue	46,655	24,942
Licence revenue	45,693	141,058
	2,152,163	1,518,843
Recognised over time	2,152,163	1,518,843

4 Other income

	Dec 2021 \$	Dec 2020 \$
Government grant income		
- Jobkeeper subsidy ⁽ⁱ⁾	-	1,150,094
- SA video game development grant ⁽ⁱⁱ⁾	241,917	-
Research and development tax incentive ⁽ⁱⁱⁱ⁾	1,270,258	154,717
Other income	44,196	29
	1,556,371	1,304,840

⁽ⁱ⁾ The Jobkeeper subsidy is a government subsidy for businesses significantly affected by COVID-19, the Jobkeeper payment finished on 28 March 2021.

⁽ⁱⁱ⁾ SA video game development grant enables video games studios to claim a percentage of costs incurred to develop a video game in South Australia. This rebate is administered by the South Australian Film Corporation and will be paid by the South Australian Government during the next financial year.

⁽ⁱⁱⁱ⁾ The Research and development tax Incentive is a government program that aims to stimulate Australian investment in Research and development ("R&D"). The tax incentive reduces company R&D costs by offering tax offsets or tax refund for eligible R&D expenditure.

5 Employee benefit expenses

	Dec 2021 \$	Dec 2020 \$
Wages and salaries	5,650,631	2,865,586
Contributions to defined contribution superannuation funds	601,687	262,759
Annual and long service leave expense	153,370	54,305
Payroll tax expense	277,901	-
Other employee benefits	88,204	107,420
	6,771,793	3,290,070

6 Trade and other receivables

	Dec 2021 \$	Jun 2021 \$
Trade receivables	363,076	152,729
Less: provision for expected credit losses	-	-
Other receivables	274,002	353,726
Research and development incentive receivable ⁽ⁱ⁾	2,224,976	954,717
Related party receivables		
- Amount receivable from director / shareholder	-	24,703
	2,862,054	1,485,875

⁽ⁱ⁾ \$954,717 was recognised at 30 June 2021, refund of \$1,072,327 was received from ATO in January 2022.

All amounts are short-term. The net carrying value of trade receivables is considered a reasonable approximation of fair value.

7 Property, plant and equipment

On 19 August 2021, Mighty Kingdom Limited ("Sublessee") executed a sublease agreement with Jacobs Group (Australia) Pty Ltd ACN 001 024 095 ("Sublessor") for premises comprising 928 m², being the whole of Level 4 of the building known as 121 King William Street, Adelaide SA 5000. The Company spent \$256,767 on leasehold improvements in the new premises during the period.

8 Shares in controlled entities

	Equity Interest Held	
	Dec 2021 %	Jun 2021 %
Name and interest in controlled entity		
Mighty Kingdom Games Pty Ltd	100	100
Mighty Kingdom Services Pty Ltd	100	100
Mighty Kingdom IP Pty Ltd	100	100
Rise Games Pty Ltd	100	100

- (a) The subsidiaries listed above have share capital consisting solely of ordinary shares, which are held directly by the Group.
- (b) Each subsidiary's principal place of business is Australia which is also its country of incorporation or registration.

9 Share capital

	Notes	Dec 2021 Shares	Jun 2021 Shares	Dec 2021 \$	Jun 2021 \$
Ordinary shares - fully paid	(a)	174,434,866	151,682,493	27,367,502	24,218,367

(a) Movements in ordinary share capital

	Number of Shares	Total \$
Balance at beginning of the year	151,682,493	24,218,367
Shares issued, net of transaction costs ⁽ⁱ⁾	22,752,373	3,149,135
Balance at end of the period	174,434,866	27,367,502

⁽ⁱ⁾ On 23 December 2021, the Company issued 22,752,373 new fully paid ordinary shares at an issue price of \$0.145 per share to professional and sophisticated investors under the institutional placement dated 15 December 2021.

(b) Share based payment reserves

At a general meeting of the Company held on 2 December 2021, Shareholders resolved: Adoption of employee incentive plan and issue of performance rights to Executive Directors Philip Mayes and Tony Lawrence.

- The grant of the performance rights to Mr Mayes and Mr Lawrence will be subject to the Board determining that the revenue growth percentage milestone with respect to the Company revenues for financial year ending 30 June 2022, set by the Company's Remuneration Committee, has been achieved.
- The number of performance rights to be granted will be determined at the time of grant, depending on the Company's share price at the date of grant.

There were no performance rights issued during the period.

10 Loss per share

Both the basic and diluted loss per ordinary share is calculated by dividing the net loss attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year.

	Dec 2021	Dec 2020
Net loss attributable to equity holders of the Company (\$)	(5,198,140)	(1,743,933)
Weighted average number of ordinary shares	152,677,132	52,500,000
Basic loss per share (\$)	(0.03)	(0.03)

11 Related party transactions

The Company's related parties are as follows:

(a) Key management personnel of the Company

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the Company, directly or indirectly, including any Director (whether executive or otherwise) of the entity, is considered key management personnel.

(b) Other related parties of the Company

Other related parties include close family members of key management personnel and entities that are controlled or jointly controlled by those key management personnel, individually or collectively with their close family members.

(c) Transactions and outstanding balances with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties (i.e., at arm's length) unless the terms

and conditions disclosed below state otherwise. The following transactions occurred with related parties:

	Dec 2021	Jun 2021
	\$	\$
Other related parties – director related parties		
Amount due from – Managing Director & close family member	-	24,703
Receipts from – Managing Director & close family member	24,703	-
Amount due to – Managing Director & close family member	-	4,920
Payments to – Managing Director & close family member	4,920	-
Guarantees provided to the bank by – Close family member of the Managing Director*	-	400,000
Guarantees provided to the bank by – Managing Director*	-	400,000

* Director's guarantees were released by the Commonwealth Bank of Australia in December 2021.

12 Contingent liabilities

The Group has bank guarantees totalling \$272,917 held with Commonwealth bank of Australia for the lease at 121 King William Street, Adelaide 5000 as at 31 December 2021 (Jun 2021: \$0). There are no other contingent liabilities as at reporting date.

13 Subsequent events

(a) Capital raising – Placement Tranche 2

Subject to shareholder approval, the Company will issue 5,172,414 on the same terms as Tranche 1 to Michelle Guthrie (Chair) to raise an additional A\$0.75 million. The Company will seek approval for Tranche 2 at an Extraordinary General Meeting ("EGM") to be held on 6 April 2022.

(b) An announcement was made to the market on 13 January 2022 providing an update on the extended partnership with the East Side Games Group. This included the additional games to be developed in the next few years and the existing Sci-Fi franchise game release update.

(c) In the same market release on 13 January 2022, the Company extended closing date of Share Purchase Plan to 1 February 2022 and provided a revised timetable for the SPP.

The final result of SPP was:

- No. of securities allotted: 2,737,909
- Issue price: \$0.145
- Issue date: 7 February 2022
- Value of securities allotted: \$397,000

(d) On 10 February 2022, Mighty Kingdom announced the global launch of Conan Chop Chop, the Company's first console release on 1 March 2022.

(e) Mighty Kingdom provided a market update on 21 February 2022 for acquiring the global game's licence for the file 'Carnifex'.

There were no other matters or circumstances that have arisen since 31 December 2021 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Mighty Kingdom Limited, the Directors of the Company declare that:

In the opinion of the directors:

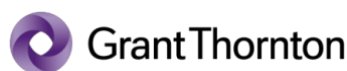
1. The financial statements and notes, as set out on pages 9 to 17,
 - (a) comply with Australian Accounting Standards which, as stated in accounting policy Note 2 to the financial statements, constitutes compliance with International Financial Reporting Standards; and
 - (b) give a true and fair view of the financial position as at 31 December 2021 and of the performance for the year ended on that date of the Company and consolidated Company.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.



Michelle Guthrie
Chair
24 February 2022

AUDITOR'S INDEPENDENT REPORT



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Independent Auditor's Review Report

To the Members of Mighty Kingdom Limited

Report on the review of the half-year financial report

Conclusion

We have reviewed the accompanying half-year financial report of Mighty Kingdom Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2021, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half year ended on that date, a description of accounting policies, other selected explanatory notes, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Mighty Kingdom Limited does not comply with the *Corporations Act 2001* including:

- a giving a true and fair view of Mighty Kingdom Limited's financial position as at 31 December 2021 and of its performance for the half year ended on that date; and
- b complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the Auditor's Responsibilities for the Review of the Financial Report section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Directors' responsibility for the half-year financial report

The Directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the Directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2021 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does 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.

A stylized blue ink signature of Grant Thornton.

GRANT THORNTON AUDIT PTY LTD
Chartered Accountants

A stylized blue ink signature of J L Humphrey.

J L Humphrey
Partner – Audit & Assurance

Adelaide, 24 February 2022