

27 February 2023

APPENDIX 4D – HALF-YEAR REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2022

Name of Entity: Raiz Invest Limited
ABN: 74 615 510 177
Reporting period (“Current period”): 1 July 2022 to 31 December 2022
Previous corresponding period: 1 July 2021 to 31 December 2021

Results for announcement to the market

Key Information	31 Dec 2022 \$000	31 Dec 2021 \$000	% Change
Revenue from ordinary activities	9,284	9,264	0.2%
Net loss attributable to members of the parent entity	(4,151)	(3,243)	(28.0%)
Loss for the half-year, excluding non-cash items and restructuring	(974)	(2,289)	57.4%

Dividends Paid and Proposed

The Group did not recommend, declare, or pay a cash dividend during the half year ended 31 December 2022 (2021: nil).

Net Tangible Assets per Share

	31 Dec 2022 \$/share	31 Dec 2021 \$/share
Net tangible assets per share	0.15	0.27

Control Gained or Lost over Entities in the Year

There were no other control gained or lost during the financial year.

Investment in Subsidiaries and Joint Ventures

	2022 %	2021 %
Material investments in subsidiaries and joint ventures are as follows:		
Raiz Invest Australia Limited	100.0	100.0
Instreet Investment Limited	100.0	100.0
Superestate Pty Ltd	100.0	100.0
Raiz Home Ownership Pty Ltd	100.0	100.0
Instreet Acorns Pty Ltd	100.0	100.0
PT. Raiz Invest Indonesia	80.0	80.0
PT Raiz Solusi Indonesia	79.2	79.2
Raiz Malaysia SDN BHD	70.0	70.0
Raiz (Thailand) Limited	100.0	100.0
Raiz Vietnam Ltd	100.0	-



Commentary on the Results for the Period

Refer to the commentary on the results for the period contained in the Director's Report included within the Review of Operations section of the financial report.

Status of Review

The Raiz Invest Limited half-year financial report for the half-year ended 31 December 2022 has been subject to review by our external auditors, BDO Audit Pty Ltd. A copy of the independent review report to the members of Raiz Invest Limited is included in the accompanying half-year report.

Brendan Malone
Managing Director / CEO

Dated: 27 February 2023

Notes:

1. All the documents comprise the information required by listing rule 4.2A. The Information should be read in conjunction with the half-year ended 31 December 2022 financial report and all ASX announcements made by the Company during the period.



Raiz Invest Limited

**ABN 74 615 510 177
and Controlled Entities**

FINANCIAL REPORT

for the half-year ended 31 December 2022

Contents

DIRECTORS' REPORT	3
AUDITOR'S INDEPENDENCE DECLARATION	5
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE PERIOD ENDED 31 DECEMBER 2022	6
CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022	7
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 DECEMBER 2022	8
CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 31 DECEMBER 2022	10
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2022	11
DIRECTORS' DECLARATION	18
INDEPENDENT AUDITOR'S REVIEW REPORT	19

DIRECTORS' REPORT

Your directors present their report on the consolidated entity (referred to herein as the Group) consisting of Raiz Invest Limited and its controlled entities for the half-year ended 31 December 2022.

GENERAL INFORMATION

Directors

The following persons were/are directors of Raiz Invest Limited during or since the end of the half year.

- > **Stuart Grimshaw** - Independent Non-Executive Chair (Appointed to Chair 26 September 2022)
- > **Kelly Humphreys** - Independent Non-Executive Director
- > **Harvey Kalman** – Independent Non-Executive Director (Resigned from Chair 26 September 2022)
- > **Philippa Taylor** - Independent Non-Executive Director
- > **Brendan Malone** - Managing Director/CEO (Appointed 26 September 2022)
- > **George Lucas** - Managing Director/Joint Group CEO (Resigned 26 September 2022)

REVIEW OF OPERATIONS

Principal Activities

The Company provides financial services and products through its mobile first micro-investing platform which offers its customers an easy way to regularly invest either small or large amounts of money using the Raiz mobile application or through the Raiz website in Australia, Indonesia and Malaysia.

Significant Changes to Activities

The company has successfully launched the Raiz Property Fund on 6 December 2022. The fund is an open-ended scheme which allows investors, being customers with a Raiz Investment Account, to obtain an exposure to Australian residential property.

There were no other significant changes in the nature of the principal activities during the half-year ended 31 December 2022.

Operating Results

The consolidated loss attributable to the owners of parent entity amounted to \$4,151,000 for the half-year ending 31 December 2022 (2021: \$3,243,000 loss), driven by costs associated with restructuring, platform refinement, product development, customer acquisition costs and one-off administration costs.

The consolidated loss attributable to owners of the parent entity after adding back non-cash items such as the cost of the employee share options and amortisation and depreciation amounted to \$1,994,000 (2021: \$1,584,000 loss).

Financial Position

The net assets of the consolidated Group are \$41,785,000 as at 31 December 2022 (\$46,031,000 as at 30 June 2022).

The Group's working capital after deducting regulatory capital, being current assets less current liabilities and regulatory capital, is \$9,061,000 as at 31 December 2022 (\$13,444,000 as at 30 June 2022).

The Group has a total of \$11,082,000 cash and term deposits as at 31 December 2022 which is presented in the statement of financial position within cash and cash equivalents and other assets. The Group is currently holding \$5,559,000 in regulatory capital and it is expected that the Group will be required to hold a maximum of around \$5,700,000.

The directors believe the Group is in a strong and stable financial position to expand and grow its operations based on the Company's current business strategy.

DIRECTORS' REPORT

Impact of COVID-19 on Financial Results

As previously reported, the COVID-19 pandemic had limited direct impact on Raiz's financial results. More information on the impact arising from the COVID-19 pandemic on the financial result of the Group are discussed in the Group's annual report for the year ended 30 June 2022 and the continuous disclosures to the ASX.

Events after the Reporting Period

No matters or circumstances have arisen since 31 December 2022 which significantly affected or could significantly affect the operations of the consolidated Group in future financial years.

Rounding of amounts

In accordance with ASIC Corporations (Rounding in Financial/Director Reports) Instrument 2016/191, the amounts in the Directors' Report have been rounded to the nearest thousand Australian dollars, unless otherwise stated.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on page 5.

This report is made in accordance with a resolution of directors.

A handwritten signature in black ink, appearing to read 'B. Malone', with a horizontal line extending from the end.

Brendan Malone

Managing Director / CEO

27 February 2023

DECLARATION OF INDEPENDENCE BY TIM AMAN TO THE DIRECTORS OF RAIZ INVEST LIMITED

As lead auditor for the review of Raiz Invest Limited for the half-year ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of Raiz Invest Limited and the entities it controlled during the period.



Tim Aman
Director

BDO Audit Pty Ltd

Sydney, 27 February 2023

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 31 DECEMBER 2022**

	Note	Consolidated Group	
		Period ended 31 Dec	
		2022	2021
		\$000	\$000
Revenue	2	9,284	9,264
Other income		608	481
Employee benefits expense		(3,956)	(3,449)
Depreciation and amortisation expense		(1,878)	(1,505)
Sales and administrative expense		(3,258)	(3,339)
Professional fees		(1,505)	(1,234)
Marketing expenses		(2,383)	(2,611)
Finance cost		(40)	(40)
Other expenses		(1,786)	(1,515)
Loss from operations before income tax		(4,914)	(3,948)
Tax benefit/(expense)		81	(74)
Loss for the period		(4,833)	(4,022)
Other comprehensive income or loss			
Exchange differences on translation of foreign operations		90	(41)
Total comprehensive loss for the period		(4,743)	(4,063)
Loss attributed to:			
Owners of the parent entity		(4,151)	(3,243)
Non-controlling interest		(682)	(779)
Earnings per share			
Basic and diluted earnings per share (cents)	7	(0.04)	(0.04)

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

	Note	Consolidated Group	
		31 Dec 2022	30 Jun 2022
		\$000	\$000
ASSETS			
Cash and cash equivalents	3	10,918	15,538
Trade and other receivables		3,553	1,959
Other financial assets		589	598
Other assets	4	5,814	6,296
TOTAL CURRENT ASSETS		20,874	24,391
Property, plant and equipment		104	135
Trade and other receivables		177	180
Right-of-use assets		855	1,119
Deferred tax assets		471	583
Intangible assets	5	27,201	27,779
TOTAL NON-CURRENT ASSETS		28,808	29,796
TOTAL ASSETS		49,682	54,187
LIABILITIES			
Trade and other payables		5,260	4,826
Current lease liabilities		521	503
Provisions		473	542
TOTAL CURRENT LIABILITIES		6,254	5,871
Trade and other payables		-	199
Deferred tax liability		1,110	1,302
Non-current lease liabilities		373	641
Provisions		160	143
TOTAL NON-CURRENT LIABILITIES		1,643	2,285
TOTAL LIABILITIES		7,897	8,156
NET ASSETS		41,785	46,031
EQUITY			
Issued capital	6	102,176	102,176
Restructuring reserve		(26,328)	(26,328)
Share option reserve		5,802	5,523
Foreign currency translation reserve		(241)	(331)
Accumulated losses		(37,242)	(33,091)
Equity attributable to owners of the parent entity		44,167	47,949
Non-controlling interest		(2,382)	(1,918)
TOTAL EQUITY		41,785	46,031

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 2022**

Period ended 31 December 2022	Issued Capital	Restructuring Reserve	Foreign exchange reserve	Share Option Reserve	Non- controlling interests	Accumulated Losses	Total Equity
	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Balance at 1 July 2022	102,176	(26,328)	(331)	5,523	(1,918)	(33,091)	46,031
Loss attributable to members of the parent equity	-	-	-	-	(682)	(4,151)	(4,833)
Other comprehensive income	-	-	90	-	-	-	90
Total comprehensive loss for the period	102,176	(26,328)	(241)	5,523	(2,600)	(37,242)	41,288
<i>Transactions with owners in capacity as owners:</i>							
Issue of Shares	-	-	-	-	-	-	-
Cost in relation to capital raising	-	-	-	-	-	-	-
Changes in ownership interests in subsidiaries	-	-	-	-	218	-	218
Share option expenses	-	-	-	279	-	-	279
Balance at 31 December 2022	102,176	(26,328)	(241)	5,802	(2,382)	(37,242)	41,785

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 31 DECEMBER 2021**

Period ended 31 December 2021	Issued Capital	Restructuring Reserve	Foreign exchange reserve	Share Option Reserve	Non- controlling interests	Accumulated Losses	Total Equity
	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Balance at 1 July 2021	83,442	(26,328)	(270)	4,861	(1,006)	(23,457)	37,242
Loss attributable to members of the parent equity	-	-	-	-	(779)	(3,243)	(4,022)
Other comprehensive income	-	-	(41)	-	-	-	(41)
Total comprehensive loss for the period	83,442	(26,328)	(311)	4,861	(1,785)	(26,700)	33,179
<i>Transactions with owners in capacity as owners:</i>							
Issue of Shares	19,010	-	-	-	-	-	19,010
Cost in relation to capital raising	(255)	-	-	237	-	-	(18)
Changes in ownership interests in subsidiaries	-	-	-	-	642	-	642
Share option expenses	-	-	-	154	-	-	154
Balance at 31 December 2021	102,197	(26,328)	(311)	5,252	(1,143)	(26,700)	52,967

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 31 DECEMBER 2022**

	Note	Consolidated Group	
		Half-year ended 31 Dec	
		2022	2021
		\$000	\$000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		10,008	9,977
Payments to suppliers and employees		(12,537)	(9,688)
Finance cost paid		(40)	(38)
Net cash (used)/from in operating activities		(2,569)	251
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for intangible assets	5	(1,868)	(1,398)
Payment for fixed assets		-	(68)
Net cash used in investing activities		(1,868)	(1,466)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from Capital raising	4,6	-	2,000
Share issue costs		-	(18)
Repayment of borrowing from related parties		(199)	(8)
Proceeds from changes in ownership interests in subsidiaries		218	642
Principle payment for leases		(233)	(276)
Net cash (used)/from in financing activities		(214)	2,340
Net (decrease)/increase in cash and cash equivalents		(4,651)	1,125
Cash and cash equivalents at the beginning of the Period		15,538	19,199
Foreign exchange on cash balance		31	40
Cash and cash equivalents at the end of the Period		10,918	20,364

The accompanying notes form part of these financial statements.

Note: The Group has a total of \$11,082,000 cash and term deposits as at 31 December 2022

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2022**

The consolidated financial statements and notes represent those of Raiz Invest Limited and Controlled Entities (the “consolidated Group” or “Group”).

The financial statements were authorised for issue on 27 February 2023 by the directors of the Company.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

The consolidated financial statements for the half-year ended 31 December 2022 have been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001.

The consolidated financial statements do not include all of the information and disclosure normally required in the annual financial report and should be read in conjunction with the Group’s annual report for the year ended 30 June 2022 and considered together with any public announcements made by the Company during the half-year ended 31 December 2022 in accordance with the continuous disclosure obligations of the ASX listing rules.

Significant accounting policies

The accounting policies and methods of computation are the same as those adopted in the most recent annual financial report. The consolidated entity has not elected to early adopt any and new standards or amendments that are issued but not yet effective.

NOTE 2: REVENUE AND OTHER ACTIVITIES

		Consolidated Group	
		Half-year ended 31 Dec	
		2022	2021
		\$000	\$000
Revenue from continuing operations			
Sales revenue:			
–	Raiz platform	8,740	8,660
–	management fee	380	545
–	interest received	123	20
–	rental revenue	33	37
–	other revenue	8	2
Total Sales Revenue		9,284	9,264

Disaggregation of revenue

The Group derives its revenue from the transfer of services over time. The table above provides a breakdown of revenue by major business line. The categories above depict how the nature, amount, timing and uncertainty of revenue and cash flows are affected by economic data. As disclosed in Note 8, the Group has two operating segments.

NOTE 3: CASH AND CASH EQUIVALENTS

	Consolidated Group	
	31 Dec 2022	30 Jun 2022
	\$000	\$000
Cash at bank and on hand	10,918	15,538
	10,918	15,538

Cash and cash equivalents are defined as cash on call all held in cash equivalents with a term of less than 91 days.

NOTE 4: OTHER ASSETS

	Consolidated Group	
	31 Dec 2022	30 Jun 2022
	\$000	\$000
Advertising credit (Seven West Media)*	5,281	6,030
Others	533	266
Total other assets	5,814	6,296

*In November 2021 Raiz announced a strategic 6.6% investment in Raiz Invest Limited via a \$10 million share placement by the diversified media group, Seven West Media (SWM). Our objective is to work with SWM to utilise its extensive media reach for a concerted advertising campaign in the Australian market. The \$10 million investment was split between \$2 million in cash and the equivalent of \$8 million in advertising across SWM's broadcast television, publishing, and digital media assets, which have a combined reach of more than 18 million Australians – an excellent way to build our brand and promote our products and services.

NOTE 5: INTANGIBLE ASSETS & GOODWILL

	Consolidated Group	
	31 Dec 2022 \$000	30 Jun 2022 \$000
Goodwill:		
Cost	21,213	21,213
Net carrying amount	21,213	21,213
Computer software and other Intangible assets:		
Cost	17,056	16,045
Accumulated amortisation	(11,068)	(9,479)
Net carrying amount	5,988	6,566
Total intangible assets	27,201	27,779

	Goodwill	Computer Software - Intangible Assets
	\$000	\$000
Consolidated Group:		
Year ended 30 June 2021		
Balance at the beginning of the year	13,894	5,227
R&D Grant	-	(579)
Additions	-	2,947
Additions due to Superestate Pty Ltd acquisition	7,010	1,744
Additions due to DTL adjustment	309	-
Amortisation charge	-	(2,773)
Year ended 30 June 2022	21,213	6,566
Period ended 31 December 2022		
Balance at the beginning of the period	21,213	6,566
R&D Grant	-	(856)
Additions	-	1,868
Amortisation charge	-	(1,590)
Closing value at 31 December 2022	21,213	5,988

NOTE 6: ISSUED CAPITAL

	Consolidated Group	
	31 December 2022 No.	30 June 2022 No.
Fully paid ordinary shares	93,445,466	93,445,466
	93,445,466	93,445,466

	Date	Consolidated Group	
		31 Dec 2022 No.	31 Dec 2021 No.
a. Ordinary Shares			
At the beginning of the reporting period (1 July)		93,445,466	81,961,174
Shares issued for acquisition of Superestate	29-Jul-21	-	5,300,000
Shares issued to SWM	6-Dec-21	-	6,184,292
At the end of the reporting period (No.)		93,445,466	93,445,466

	Date	Consolidated Group	
		31 Dec 2022 \$	31 Dec 2021 \$
b. Ordinary Shares			
At the beginning of the reporting period (1 July)		102,175,830	83,442,325
Shares issued for acquisition of Superestate	29-Jul-21	-	9,010,000
Cost in relation to acquisition of Superestate (tax benefit)	29-Jul-21	-	3,848
Cost in relation to placement & SPP	25-Oct-21	-	(237,828)
Shares issued to SWM	6-Dec-21	-	10,000,000
Cost in relation to shares issuance	6-Dec-21	-	(42,515)
At the end of the reporting period (\$)		102,175,830	102,175,830

NOTE 7: EARNINGS PER SHARE

	Consolidated Group	
	31 Dec 2022 \$000	31 Dec 2021 \$000
a. Reconciliation of earnings to profit / (loss):		
Loss attributable to Owners of the parent entity	(4,151)	(3,243)
Earnings used in the calculation of dilutive EPS	(4,151)	(3,243)
	No.	No.
b. Closing number of ordinary shares outstanding as at 31 December 2022 (31 December 2021)	93,445,466	93,445,466
Weighted average number of ordinary shares outstanding during the period used in calculating basic and dilutive EPS	93,445,466	87,328,520
c. Basic EPS	(0.04)	(0.04)
d. Diluted EPS	(0.04)	(0.04)
Share options are excluded in calculating the diluted EPS.		

NOTE 8: OPERATING SEGMENTS

Description of segments

Identification of reportable operating segments

Raiz Invest is currently organised into two operating segments, Raiz Invest Micro-Investing Platform (Australia) and Other Financial Services. These operating segments are based on the internal reports that are reviewed and used by the chief operating decision maker (CODM) in assessing the performance and in determining the allocation of resources. There is no aggregation of operating segments below this level.

The CODM also uses EBITDA (earnings before interest, tax, depreciation and amortisation excluding share-based payments and non-recurring items) as a principal profit measure. The accounting policies adopted for internal reporting are consistent with those adopted in the financial statements.

The information reported to the CODM is on at least a quarterly basis.

Types of services

The principal service is the provision of financial services via the Raiz Invest micro-investing platform.

Major customers

Raiz Invest Micro-Investing Platform does not rely on any major customers. The largest single customer accounts for only 0.02% of total revenue.

Segment Income

Period ended 31 December 2022	Raiz Invest Micro Investing Platform	Other Financial Services	Total
	\$000	\$000	\$000
Segment Revenue	8,740	544	9,284
Other income	608	-	608
EBITDA*	(3,232)	236	(2,996)
Depreciation and amortisation expense	(1,869)	(9)	(1,878)
Interest expense	(35)	(5)	(40)
Tax benefit/(expense)	84	(3)	81
Loss for the period	(5,052)	219	(4,833)
Period ended 31 December 2021	Raiz Invest Micro Investing Platform	Other Financial Services	Total
	\$000	\$000	\$000
Segment Revenue	8,660	604	9,264
Other income	463	18	481
EBITDA*	(2,705)	302	(2,403)
Depreciation and amortisation expense	(1,493)	(12)	(1,505)
Interest expense	(36)	(4)	(40)
Tax expense	(56)	(18)	(74)
Loss for the period	(4,290)	268	(4,022)

* EBITDA represents earnings before interest, tax, depreciation and amortisation.

As at 31 December 2022	Raiz Invest Micro Investing Platform	Other Financial Services	Total
	\$000	\$000	\$000
Segment assets	40,766	8,916	49,682
Segment liabilities	7,592	305	7,897

NOTE 9: RELATED PARTY TRANSACTIONS

a. Related parties

The Group's main related parties are as follows:

(i) *Entities exercising control over the Group:*

The ultimate parent entity that exercises control over the Group is Raiz Invest Limited, which is incorporated in New South Wales, Australia.

(ii) *Key management personnel:*

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

(iii) *Entities subject to significant influence by the Group:*

An entity that has the power to participate in the financial and operating policy decisions of an entity, but does not have control over those policies, is an entity that holds significant influence. Significant influence may be gained by share ownership, statute or agreement.

(iv) *Other related parties:*

Other related parties include entities controlled by the ultimate parent entity and entities over which key management personnel have joint control.

b. Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

		Consolidated Group	
		31 Dec 2022	30 Dec 2021
		\$000	\$000
(i)	<i>Other related parties:</i>		
	Purchase of goods and services:	-	-
	CEOs remuneration and Directors' fees	1,490*	635
	*including termination payment to former CEO/Director.		
(ii)	<i>Key management personnel:</i>		
	Management fees and occupancy fees paid which directors and executives have a beneficial interest	-	-
(iii)	<i>Loans from other key management personnel related entities:</i>		
	Beginning of the period	199	199
	Loans advanced	-	-
	Loan repayment	(199)	-
	Interest charged	-	-
	End of the period	-	199
(iv)	<i>Payments received from related parties:</i>		
	Authorised Representative fees	58	193
	Management fees	321	355
	Total	379	548

Raiz receives authorised representative fees and management fees from Instreet Investment Australia Limited for use of the Instreet Investment Limited Australian Financial Services Licence (AFSL) and recovery of expenses.

NOTE 10: EVENTS AFTER THE REPORTING PERIOD

No matters or circumstances have arisen since 31 December 2022 which significantly affected or could significantly affect the operations of the consolidated Group in future financial years.

DIRECTORS' DECLARATION

In the opinion of the directors:

1. The financial statements and notes of the consolidated entity are in accordance with the Corporations Act 2001, including:
 - a. Give a true and fair view of the financial position as at 31 December 2022 and of the performance for the half-year ended on that date of the consolidated entity; and
 - b. Complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.
2. 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.

A handwritten signature in black ink, appearing to read 'B. Malone', with a horizontal line underneath.

Director: Brendan Malone

Dated: 27 February 2023

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Raiz Invest Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Raiz Invest Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, 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 the Group does not comply with the *Corporations Act 2001* including:

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2022 and of its financial performance for the half-year ended on that date; and
- (ii) 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 the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Company, would be the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the directors for the 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.



Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether 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 2022 and its financial 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.

BDO Audit Pty Ltd

BDO

A handwritten signature in black ink, appearing to read 'Tim Aman', is written over a horizontal line.

Tim Aman
Director

Sydney, 27 February 2023