

Bridge SaaS Limited
Appendix 4D
Half-year report

1. Company details

Name of entity:	Bridge SaaS Limited
ABN:	14 130 148 560
Reporting period:	For the half-year ended 31 December 2022
Previous period:	For the half-year ended 31 December 2021

2. Results for announcement to the market

					\$
Revenues from ordinary activities	down	19.3%	to	692,598	
Loss from ordinary activities after tax attributable to the owners of Bridge SaaS Limited	up	483.7%	to	(1,620,671)	
Loss for the half-year attributable to the owners of Bridge SaaS Limited	up	483.7%	to	(1,620,671)	
					31 December 2022
					31 December 2021
					Cents
					Cents
Basic earnings per share					(3.05)
Diluted earnings per share					(0.72)
					(3.05)
					(0.72)

Dividends

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

Comments

Statutory NPAT loss was \$1,620,671 and EBITDA loss was \$1,402,109 for the Company for the half year ended 31 December 2022. After normalising and excluding one off costs associated with the IPO, normalised EBITDA loss for the half year ended 31 December 2022 was \$1,292,630. Compared to normalised EBITDA of \$26,444 in the prior comparable period, the loss in this half was primarily driven by increased investment in product development for the NDIS product, sales and marketing expense, as well as higher costs associated with being a listed entity following a successful ASX listing on 6 October 2022. For additional details refer to the *Review of operations* in the Directors' Report within the Interim Financial Report.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	4.64	1.17

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 were subject to a review by the auditors and the review report is attached as part of the Interim Report.

11. Attachments

Details of attachments (if any):

The Interim Report of Bridge SaaS Limited for the half-year ended 31 December 2022 is attached.

Bridge SaaS Limited
Appendix 4D
Half-year report

12. Signed

Rupert Taylor-Price
Rupert Taylor-Price (Feb 27, 2023 21:00 GMT+11)

Signed _____

Date: 27 February 2023

Rupert Taylor-Price
Chair

Bridge SaaS Limited

ABN 14 130 148 560

Interim Report - 31 December 2022

Bridge SaaS Limited
Directors' report
31 December 2022

The directors present their report, together with the financial statements, on the Company for the half-year ended 31 December 2022.

Directors

The following persons were directors of the Company during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Rupert Taylor-Price	Non-Executive Director and Chair
Jamie Conyngham	Executive Director and Chief Executive Officer
Gianin Zogg	Non-Executive Director
Leanne Graham	Non-Executive Director
Martin Hoffman - appointed 4th November 2022	Non-Executive Director

Company Secretary

Hannah Cabatit

Principal activities

The Company provides integrated client management software solutions to service providers operating within government-funded programs. The core 'Bridge' product is currently accredited to work with a number of government programs in Australia. The Company's products are enterprise-grade and built for service providers.

Dividends

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

Review of operations

The loss for the Company after providing for income tax amounted to \$1,620,671 (31 December 2021: \$277,640).

To provide a normalised view of Bridge's financial performance excluding one-off costs, a reconciliation of the loss after income tax to Earnings Before Interest, Tax, Depreciation and Amortisation on a normalised basis is set out below:

	31 December 2022 \$	31 December 2021 \$
Net Profit After Tax	(1,620,671)	(277,640)
Add: Tax	<u>-</u>	<u>27,262</u>
	<u>(1,620,671)</u>	<u>(250,378)</u>
Add: Interest Expense	-	-
Add: Depreciation and Amortisation	<u>218,562</u>	<u>218,285</u>
EBITDA	<u>(1,402,109)</u>	<u>(32,093)</u>
Add: IPO costs	<u>109,479</u>	<u>58,537</u>
Normalised EBITDA	<u>(1,292,630)</u>	<u>26,444</u>

Bridge SaaS Limited
Directors' report
31 December 2022

EBITDA loss for the Company totalled \$1,402,109 for the half year ended 31 December 2022, and included IPO related operating costs of \$109,479. An additional \$434,479 of IPO related costs have been capitalised into equity. After normalising for one-off IPO related operating costs, EBITDA loss was \$1,292,630 for the half year ended 31 December 2022. Compared to EBITDA of \$26,444 in the prior comparable period, the loss in this half was primarily driven by increased investment in product development for the NDIS product, sales and marketing expense, as well as higher costs associated with being a listed entity. These costs were primarily incurred around or after the Company's successful listing on the ASX on Oct 6th 2022.

The Company's Employment Services business continues to experience headwinds as a result of Australia's historic low unemployment rate. Employment Services revenue decreased 20% from the prior comparable period to \$687,901 for the half year ended 31 December 2022. As a result of the low unemployment rate, a significant portion of this decline was driven by fewer participants in Workforce Australia (WFA), Disability Employment Services (DES), and other social welfare programmes serviced by Bridge's clients, rather than outright loss of clients by Bridge.

While we expect Australia's unemployment rate to normalise over time, as disclosed in the IPO Prospectus, Bridge is also targeting growth in the NDIS market which is much larger than Employment Services. During the half year ended 31 December 2022, the Company concentrated effort on recruiting talent in key areas including technology, sales, and leadership as it transitioned to become a public company, to support growth plans in the NDIS space. As announced on the ASX on 21 December 2022, key leadership appointments were made in technology, sales, and operations. Bridge has since accelerated progress in the NDIS business including:

- Identification and segmentation of target markets within the 130,000+ unregistered NDIS providers, which represents a significantly larger market than the c. 14,000 registered NDIS providers.
- Development of auto-onboarding and payment technology which allows automated, low touch sales of the Bridge Care NDIS software. This allows Bridge to be profitably sold to SME NDIS providers, which represent a significant portion of both registered and unregistered providers.
- Development of key product features across NDIS claiming, digital participant and plan information, and customer relationship management features to offer the significant SME segment within registered and unregistered NDIS providers a comprehensive software platform that is uniquely competitive on a price performance basis.

As at the balance date of 31 December 2022, parts of the initiatives described above remain in progress as the Company had been listed for less than 3 months and key leadership positions such as the Head of Sales, Chief Technology and Product Officer, and Head of Operations had not yet joined in a full time capacity. Significant progress has since been made and the Company expects to be able to demonstrate clear evidence of traction within the NDIS market in the near term.

Significant progress is also expected in the Employment Services space in the near term despite the historic low unemployment rate, as the Disability Employment Services programme's renewal deadline in late CY22 was extended for 2 years. This represents an opportunity for Bridge to grow market share amongst service providers in the DES space as service providers may change software vendors coinciding with when programmes are renewed.

In the current economic environment Bridge continues to maintain a conservative approach to cash management and cost rationalisation. Compared to the EBITDA loss for the Company totalling \$1,402,109 for the half year ended 31 December 2022, the rate of loss is expected to decline due to cost rationalisation as well as one-off costs such as IPO related expenses ceasing. As at the balance date Bridge had a cash balance of \$3,181,039 (31 Dec 2021: \$551,504) and no borrowings.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Company during the financial half-year.

Matters subsequent to the end of the financial half-year

No matter or circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

Bridge SaaS Limited
Directors' report
31 December 2022

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 immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors


Rupert Taylor-Price (Feb 27, 2023 21:00 GMT+11)

Rupert Taylor-Price
Chair

27 February 2023



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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of Bridge SaaS Limited for the half year period ended 31 December 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the review.

RSM AUSTRALIA PARTNERS

David Talbot
Partner

Sydney, NSW
Dated: 27 February 2023

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General information

The financial statements cover Bridge SaaS Limited as an individual entity. The financial statements are presented in Australian dollars, which is Bridge SaaS Limited's functional and presentation currency.

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

Suite 10.108, Level 10, 477 Pitt St, Haymarket NSW 2000

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

The financial statements were authorised for issue, in accordance with a resolution of directors, on 27 February 2023.

Bridge SaaS Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2022

	Note	31 December 2022 \$	31 December 2021 \$
Revenue	4	692,598	857,709
Other income	5	105,082	131,251
Interest revenue		5,249	17
Expenses			
Staff costs	6	(1,142,125)	(444,600)
Hosting (data centre and networks)		(288,023)	(270,486)
IPO related costs		(109,479)	(58,537)
Marketing & advertising		(130,976)	(33,492)
Share incentive expense		(139,689)	(66,273)
Other expenses	6	(394,746)	(147,682)
Depreciation and amortisation expense	6	<u>(218,562)</u>	<u>(218,285)</u>
Loss before income tax expense		(1,620,671)	(250,378)
Income tax expense		<u>-</u>	<u>(27,262)</u>
Loss after income tax expense for the half-year attributable to the owners of Bridge SaaS Limited	10	(1,620,671)	(277,640)
Other comprehensive income for the half-year, net of tax		<u>-</u>	<u>-</u>
Total comprehensive income for the half-year attributable to the owners of Bridge SaaS Limited		<u>(1,620,671)</u>	<u>(277,640)</u>
		Cents	Cents
Basic earnings per share	14	(3.05)	(0.72)
Diluted earnings per share	14	(3.05)	(0.72)

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

Bridge SaaS Limited
Statement of financial position
As at 31 December 2022

	Note	31 December 2022 \$	30 June 2022 \$
Assets			
Current assets			
Cash and cash equivalents		3,181,039	767,739
Trade and other receivables		656,088	525,181
Prepayments		54,375	-
Total current assets		<u>3,891,502</u>	<u>1,292,920</u>
Non-current assets			
Property, plant and equipment		-	1,155
Intangibles		1,235,739	1,453,146
Deferred tax		179,569	179,569
Total non-current assets		<u>1,415,308</u>	<u>1,633,870</u>
Total assets		<u>5,306,810</u>	<u>2,926,790</u>
Liabilities			
Current liabilities			
Trade and other payables		524,411	789,979
Employee benefits		100,444	77,232
Provisions	7	50,000	-
Contract liabilities		169,403	181,566
Total current liabilities		<u>844,258</u>	<u>1,048,777</u>
Total liabilities		<u>844,258</u>	<u>1,048,777</u>
Net assets		<u>4,462,552</u>	<u>1,878,013</u>
Equity			
Issued capital	8	5,153,262	932,429
Reserves	9	223,001	238,624
Retained profits/(accumulated losses)	10	<u>(913,711)</u>	<u>706,960</u>
Total equity		<u>4,462,552</u>	<u>1,878,013</u>

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

Bridge SaaS Limited
Statement of changes in equity
For the half-year ended 31 December 2022

	Issued capital \$	Reserves \$	Retained profits \$	Total equity \$
Balance at 1 July 2021	217,472	11,570	1,735,842	1,964,884
Loss after income tax expense for the half-year	-	-	(277,640)	(277,640)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	(277,640)	(277,640)
<i>Transactions with owners in their capacity as owners:</i>				
Issue of convertible notes	(35,325)	211,349	-	176,024
Issue of rights to shares for employees for service	-	2,163	-	2,163
Conversion of share options to ordinary shares	7,798	(7,798)	-	-
Balance at 31 December 2021	<u>189,945</u>	<u>217,284</u>	<u>1,458,202</u>	<u>1,865,431</u>
	Issued capital \$	Reserves \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2022	932,429	238,624	706,960	1,878,013
Loss after income tax expense for the half-year	-	-	(1,620,671)	(1,620,671)
Other comprehensive income for the half-year, net of tax	-	-	-	-
Total comprehensive income for the half-year	-	-	(1,620,671)	(1,620,671)
<i>Transactions with owners in their capacity as owners:</i>				
Share issue costs	(490,516)	-	-	(490,516)
Issue of fully paid ordinary shares	4,711,349	(211,349)	-	4,500,000
Share based payment	-	195,726	-	195,726
Balance at 31 December 2022	<u>5,153,262</u>	<u>223,001</u>	<u>(913,711)</u>	<u>4,462,552</u>

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

Bridge SaaS Limited
Statement of cash flows
For the half-year ended 31 December 2022

	Note	31 December 2022 \$	31 December 2021 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		736,266	754,834
Payments to suppliers and employees (inclusive of GST)		(2,381,341)	(901,643)
Interest received		5,249	17
Other revenue		250	-
Government grants received		-	462,564
Income taxes paid		-	(86,120)
		<u> </u>	<u> </u>
Net cash from/(used in) operating activities		<u>(1,639,576)</u>	<u>229,652</u>
Cash flows from investing activities			
Release of deposits for rental leases and bonds		(12,645)	-
Payment for software development costs		-	(364,302)
		<u> </u>	<u> </u>
Net cash used in investing activities		<u>(12,645)</u>	<u>(364,302)</u>
Cash flows from financing activities			
Proceeds from issue of shares	8	4,500,000	-
Proceeds from issue of convertible notes		-	111,922
Transaction costs related to issues of equity securities or convertible bond securities		(434,479)	-
		<u> </u>	<u> </u>
Net cash from financing activities		<u>4,065,521</u>	<u>111,922</u>
Net increase/(decrease) in cash and cash equivalents		2,413,300	(22,728)
Cash and cash equivalents at the beginning of the financial half-year		<u>767,739</u>	<u>574,232</u>
Cash and cash equivalents at the end of the financial half-year		<u>3,181,039</u>	<u>551,504</u>

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

Bridge SaaS Limited
Notes to the financial statements
31 December 2022

Note 1. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2022 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2022 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards for the period

The Company 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.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Rounding off of amounts

The Company is a company of the kind referred to in ASIC Corporations (Rounding in Financials/Directors' Reports) Instrument 2016/191, dated 24 March 2016, and in accordance with that Corporations Instrument amounts in the half-year financial report are rounded off to the nearest dollar, unless otherwise indicated.

Comparative information

Where necessary, comparative information has been re-classified to achieve consistency in disclosure with current financial amounts and other disclosures.

Note 2. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Intangible assets – recognition

The recognition of internally generated intangible assets are subject to a degree of management judgement especially whether the related developed assets will generate expected future economic benefits and the cost of the assets can be reliably measured. Based on the management assessment, for the period under review, there is no development cost that should be recognised as intangible assets as there is uncertainty around the economic benefits associated with the developed assets in developing new market.

Intangible assets – useful life

Development costs capitalised are in relation to enhancing the functionality of existing software. As at 31 December 2022, the carrying amount of software was \$1.24 million (June 2022: \$1.45 million). The Company commenced capitalisation of costs in the 2019 financial year.

The company estimates the useful life of the software to be five years based on experience since incorporation, position in the market, and reliance on historical programming code. The useful life will be reviewed as market factors change.

Bridge SaaS Limited
Notes to the financial statements
31 December 2022

Note 2. Critical accounting judgements, estimates and assumptions (continued)

Share-based payments – fair value estimation

The fair value is typically estimated using option valuation models, which require inputs such as the risk-free interest rate, expected dividends, expected volatility and the expected option life. Typically, these inputs are difficult to estimate for the company given an inactive market for these instruments and the shares not traded on public markets.

Note 3. Operating segments

The Company operates predominantly in one segment. This is based on internal reports that are reviewed and used by the Board of Directors/Management, who are identified as the Chief Operating Decision Makers ('CODM') in assessing performance and in determining the allocation of resources. The Board has considered the requirements of AASB 8 Operating Segments and the internal reports that are reviewed by the CODM in allocating resources and have concluded that there are no separately identifiable segments as there is currently no discrete financial information received by the chief operating decision makers.

Note 4. Revenue

	31 December 2022	31 December 2021
	\$	\$
<i>Subscription and licensing revenue (a)</i>		
Bridge employment services	687,901	857,709
Bridge care NDIS	4,697	-
	<u>692,598</u>	<u>857,709</u>
Revenue	<u>692,598</u>	<u>857,709</u>

Disaggregation of revenue

The disaggregation of revenue from contracts with customers is as follows:

	31 December 2022	31 December 2021
	\$	\$
<i>Geographical regions</i>		
Australia	<u>692,598</u>	<u>857,709</u>
<i>Timing of revenue recognition</i>		
Services transferred over time	<u>692,598</u>	<u>857,709</u>

a) Subscription and licensing revenue

Subscription and licensing revenue related to revenue generated from the Company's in-house developed software solution, Bridge. It is a government accredited operational platform that provides integrated client management solutions to service providers of numerous government-funded programs.

Bridge SaaS Limited
Notes to the financial statements
31 December 2022

Note 5. Other income

	31 December 2022	31 December 2021
	\$	\$
R&D offset income (b)	104,832	129,931
Other revenue	<u>250</u>	<u>1,320</u>
Other income	<u>105,082</u>	<u>131,251</u>

b) Research and development offset income

The Company undertakes eligible research and development (R&D) activities and is therefore entitled to claim an R&D offset under the R&D incentive as administered by the Australian Tax Office (ATO).

Bridge SaaS Limited
Notes to the financial statements
31 December 2022

Note 6. Expenses

	31 December 2022	31 December 2021
	\$	\$
Loss before income tax includes the following specific expenses:		
<i>Depreciation</i>		
Plant and equipment	<u>1,155</u>	<u>1,871</u>
<i>Amortisation</i>		
Software	<u>217,407</u>	<u>216,414</u>
Total depreciation and amortisation	<u>218,562</u>	<u>218,285</u>
<i>Other expenses</i>		
Cost of sales - employment services	28,570	15,065
Consultant, legal and professional expenses	213,377	41,952
Insurance	25,817	-
Computer, phone and software	27,878	9,010
Merchant and bank fees	1,362	799
Conferences and travel	42,182	6,331
Sundry expenses	<u>55,560</u>	<u>74,525</u>
Total other expenses	<u>394,746</u>	<u>147,682</u>
<i>Superannuation expense</i>		
Defined contribution superannuation expense	<u>56,733</u>	<u>47,151</u>
<i>Staff costs excluding superannuation *</i>		
Contractor	378,744	5,713
Director	92,499	14,093
Employee	<u>614,149</u>	<u>377,643</u>
Total expenses on staff costs excluding superannuation	<u>1,085,392</u>	<u>397,449</u>

* The comparative information has been reclassified during the period being contractors and directors' expenses were grouped under administrative expenses and are re grouped under staff costs.

Note 7. Current liabilities - provisions

	31 December 2022	30 June 2022
	\$	\$
Legal provision	<u>50,000</u>	<u>-</u>

Bridge SaaS Limited
Notes to the financial statements
31 December 2022

Note 7. Current liabilities - provisions (continued)

Legal provision

1. The nature of the obligation giving rise to the provision

The nature is that an accounting service supplier is claiming for unpaid invoices relating to work allegedly performed and a counterclaim by Bridge SaaS Ltd for damages resulting from the work performed by the supplier. Therefore, the obligation giving rise to the provision is related to the potential financial settlement.

2. The expected timing and amount of the outflow of resources to settle the obligation

It is expected to be settled in the late of February to May 2023 with the settlement amount between \$25,000 to \$68,000.

3. The uncertainties surrounding the amount or timing of the outflow

The uncertainties involved

- a. the final result from the legal decision, and if our defence is successful
- b. the amount claimed
- c. the timing of the settlement, the legal process

Movements in provisions

Movements in each class of provision during the current financial half-year, other than employee benefits, are set out below:

31 December 2022	Legal Provision \$
Carrying amount at the start of the half-year	-
Additional provisions recognised	<u>50,000</u>
Carrying amount at the end of the half-year	<u>50,000</u>

Note 8. Equity - issued capital

	31 December 2022 Shares	30 June 2022 Shares	31 December 2022 \$	30 June 2022 \$
Ordinary shares - fully paid	<u>69,561,046</u>	<u>36,401,806</u>	<u>5,153,262</u>	<u>932,429</u>

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$
Balance	1 July 2022	36,401,806		932,429
Issue of fully paid ordinary shares	30 September 2022	22,500,000	\$0.20	4,500,000
Conversion of Convertible Notes	30 September 2022	10,659,240		211,349
Share issue costs	31 December 2022	<u>-</u>		<u>(490,516)</u>
Balance	31 December 2022	<u>69,561,046</u>		<u>5,153,262</u>

Bridge SaaS Limited
Notes to the financial statements
31 December 2022

Note 8. Equity - issued capital (continued)

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

Share buy-back

There is no current on-market share buy-back.

Capital risk management

The Company's objectives when managing capital is to safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders and to maintain an optimum capital structure to reduce the cost of capital.

Capital is regarded as total equity, as recognised in the statement of financial position, plus net debt. Net debt is calculated as total borrowings less cash and cash equivalents.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The Company is subject to certain financing arrangements covenants and meeting these is given priority in all capital risk management decisions. There have been no events of default on the financing arrangements during the financial half-year.

The capital risk management policy remains unchanged from the 30 June 2022 Annual Report.

Note 9. Equity - reserves

	31 December 2022	30 June 2022
	\$	\$
Share-based payments reserve	<u>223,001</u>	<u>238,624</u>

Share-based payments reserve

The reserve is used to recognise the value of equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services.

Bridge SaaS Limited
Notes to the financial statements
31 December 2022

Note 9. Equity - reserves (continued)

Movements in reserves

Movements in each class of reserve during the current financial half-year are set out below:

	Share based payments reserve \$	Total \$
Balance at 1 July 2022	238,624	238,624
Options issued to key management personnel and directors	195,726	195,726
Conversion of convertible notes	<u>(211,349)</u>	<u>(211,349)</u>
Balance at 31 December 2022	<u>223,001</u>	<u>223,001</u>

Note 10. Equity - retained profits/(accumulated losses)

	31 December 2022 \$	30 June 2022 \$
Retained profits at the beginning of the financial half-year	706,960	1,735,844
Loss after income tax expense for the half-year	<u>(1,620,671)</u>	<u>(1,028,884)</u>
Retained profits/(accumulated losses) at the end of the financial half-year	<u>(913,711)</u>	<u>706,960</u>

Note 11. Equity - dividends

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

Note 12. Capital commitments and contingencies

The Company does not have any significant capital expenditure contracted for at the end of the reporting period but not recognised as liabilities (June 2022: \$nil). The Company did not have any contingent assets or liabilities as at 31 December 2022. (June 2022:\$nil).

Note 13. Events after the reporting period

No matter or circumstance has arisen since 31 December 2022 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

Bridge SaaS Limited
Notes to the financial statements
31 December 2022

Note 14. Earnings per share

	31 December 2022	31 December 2021
	\$	\$
<i>Earnings per share for loss from continuing operations</i>		
Loss after income tax	(1,620,671)	(277,640)
Adjusted profit	<u>-</u>	<u>50,120</u>
Loss after income tax attributable to the owners of Bridge SaaS Limited	<u>(1,620,671)</u>	<u>(227,520)</u>
	31 December 2022	31 December 2021
	\$	\$
Loss after income tax	(1,620,671)	(277,640)
Adjusted profit	<u>-</u>	<u>50,120</u>
Loss after income tax attributable to the owners of Bridge SaaS Limited	<u>(1,620,671)</u>	<u>(227,520)</u>
	Cents	Cents
Basic earnings per share	(3.05)	(0.72)
Diluted earnings per share	(3.05)	(0.72)

	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>53,161,639</u>	<u>31,714,306</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>53,161,639</u>	<u>31,714,306</u>

The weighted average number of ordinary shares for the year ended 31 December 2021 has been restated for the effect of the share split (1:21,797), in accordance with AASB 133 'Earnings per share'.

	Number
Weighted average number of ordinary shares used in calculating basic earnings per share (before restatement)	1,455
Adjustment required by AASB 133 'Earnings per share'	<u>31,712,851</u>
Weighted average number of ordinary shares used in calculating basic earnings per share (after restatement)	<u>31,714,306</u>

There are no instruments excluded from the calculation of diluted earnings per share that could potentially dilute basic earnings per share in the future because they are anti-dilutive for both periods presented.

There have been no transactions involving ordinary shares or potential ordinary shares that would significantly change the ordinary shares or potential ordinary shares outstanding between the reporting date and the date of completion of these financial statements.

Bridge SaaS Limited
Directors' declaration
31 December 2022

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Company's financial position as at 31 December 2022 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors


Rupert Taylor-Price (Feb 27, 2023 21:00 GMT+11)

Rupert Taylor-Price
Chair

27 February 2023



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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF

BRIDGE SAAS LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Bridge SaaS Limited which comprises the statement of financial position as at 31 December 2022, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, notes comprising 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 half-year financial report of Bridge SaaS Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2022 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *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.

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

Bridge SaaS Limited
Independent auditor's report to the members of Bridge SaaS Limited



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 is free from material misstatement, whether due to fraud or error.

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 company's financial position as at 31 December 2022 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*. As the auditor of Bridge SaaS Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

RSM

RSM AUSTRALIA PARTNERS

David Talbot

David Talbot
Partner

Sydney, NSW
Dated: 27 February 2023