

26 February 2024

APPENDIX 4D – HALF-YEAR REPORT FOR THE HALF-YEAR ENDED 31 DECEMBER 2023

| | |
|---|---------------------------------|
| Name of Entity: | Raiz Invest Limited |
| ABN: | 74 615 510 177 |
| Reporting period (“Current period”): | 1 July 2023 to 31 December 2023 |
| Previous corresponding period: | 1 July 2022 to 31 December 2022 |

Results for announcement to the market

| Key Information | 31 Dec 2023 \$000 | 31 Dec 2022 \$000 | % Change |
|---|------------------------------|------------------------------|---------------------|
| Revenue from ordinary activities | 10,653 | 9,284 | 15% |
| Net loss attributable to members of the parent entity | (1,451) | (4,151) | 65% |
| EBITDA | (456) | (2,996) | 85% |

Dividends Paid and Proposed

The Group did not recommend, declare, or pay a cash dividend during the half year ended 31 December 2023 (2023: nil).

Net Tangible Assets per Share

| | 31 Dec 2023 \$/share | 31 Dec 2022 \$/share |
|-------------------------------|---------------------------------|---------------------------------|
| Net tangible assets per share | 0.09 | 0.15 |

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

| | 2023 % | 2022 % |
|---|-------------------|-------------------|
| Material investments in subsidiaries and joint ventures are as follows: | | |
| Raiz Invest Australia Limited | 100 | 100 |
| Instreet Investment Limited | 100 | 100 |
| Superestate Pty Ltd | 100 | 100 |
| Raiz Home Ownership Pty Ltd | 100 | 100 |
| Instreet Acorns Pty Ltd | 100 | 100 |
| PT. Raiz Invest Indonesia | 99 | 80 |
| PT Raiz Solusi Indonesia | 98 | 79 |
| Raiz Malaysia SDN BHD | 70 | 70 |
| Raiz (Thailand) Limited | 100 | 100 |
| Raiz Vietnam Ltd | 100 | 100 |



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 2023 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.

Kelly Humphreys
Chair

26 February 2024

Brendan Malone
Managing Director/CEO

26 February 2024

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 2023 financial report and all ASX announcements made by the Company during the period.



Half-year Report

31 December 2023

Raiz Invest - Investing made easy

Half-year Report 31 December 2023

Directors' Report

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 2023.

GENERAL INFORMATION

Directors

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

- > **Kelly Humphreys** - Independent Non-Executive Chair
- > **Jon Brett** - Independent Non-Executive Director (Appointed 28 November 2023)
- > **Robert Hines** - Independent Non-Executive Director (Appointed 28 November 2023)
- > **Harvey Kalman** – Independent Non-Executive Director (Resigned 31 August 2023)
- > **Philippa Taylor** - Independent Non-Executive Director (Resigned 28 November 2023)
- > **Brendan Malone** - Managing Director/Group CEO

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

On 1 August 2023, Raiz successfully launched Raiz Plus in Australia. This innovative new product feature allows customers to add selected ASX-listed stocks to their portfolios alongside ETFs, Bitcoin and Australian Residential Property Fund.

There were no other significant changes in the nature of the principal activities during the Half-year ended 31 December 2023.

Operating Results

The loss attributable to the owners of parent entity amounted to \$1,451,000 for the Half-year ending 31 December 2023 (2022: \$4,151,000 loss). EBITDA for the same period was \$456,000 loss (2022: \$2,996,000 loss).

Revenue for the Group increased by 14.7% to \$10,653,000 in the first half of financial year 2024 (1H24) comparing to the previous corresponding period (pcp). Revenue from Raiz Invest Micro-Investing Platform segment increased by 21.9%. Employee benefits expenses decreased by 16.6% to \$3,300,000 in 1H24. Professional fees decreased by 54.2% to \$689,000. While overall marketing expenses increased by 12.7% to \$2,685,000, after excluding non-cash Seven West Media advertising spending, the other marketing expenses decreased by 19.6% to \$1,318,000.

During the first quarter of FY24, net cash from operating activities returned to positive territory, and it grew 198% to \$856,000 in the second quarter. Net cash inflow from operating activities was \$1,143,000 in 1H24, comparing to a net cash outflow of \$2,569,000 in the pcp.

Financial Position

The net assets of the Group are \$36,772,000 as at 31 December 2023 (\$38,582,000 as at 30 June 2023).

The Group's working capital (being current assets minus current liabilities) was \$9,848,000 as at 31 December 2023 (\$10,861,000 as at 30 June 2022). The Group is required to hold approximately \$5,700,000 in regulatory capital.

DIRECTORS' REPORT

Events after the Reporting Period

Raiz has advanced the process to transfer its equity ownership to cease further obligations with respect to Indonesia. Raiz will update the market in accordance with its continuous disclosure obligations, in the event binding agreements are finalised (see ASX releases on 18 January 2024 and 21 December 2023).

No other matters or circumstances have arisen since 31 December 2023 which significantly affected or could significantly affect the operations of the Group in future financial years.

Future Developments, Prospects and Business Strategies

The current areas of strategic focus of the Group include the following:

- increase the 'Lifetime Value of Customers' through new products and services, reduced 'churn' and improved conversion;
- accelerating the Group's revenue growth;
- strategic repositioning of the Raiz Group's expansion and operations into Southeast Asia; and
- developing and distributing new financial services and products to meet the needs of our customer base.

Business Risks

The Company has implemented an enterprise risk framework which include risk registers, a risk appetite statement and management committees to assist in managing the Company's financial and operational risks. In summary the Company has identified the following financial and operational risks as the highest risks that affect the Group:

- loss of key management personnel;
- damage to the brand;
- failure to attract and retain customers;
- loss of key vendors;
- failure to execute on formulated strategy;
- privacy, data and cybersecurity; and
- regulatory and compliance risk.

The Company has developed appropriate risk management strategies for each of these key risks and has implemented a robust monthly reporting dashboard to monitor these risks together with emerging risks.

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.



Kelly Humphreys

Chair

26 February 2024



Brendan Malone

Managing Director/CEO

26 February 2024

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

As lead auditor for the review of Raiz Invest Limited for the half-year ended 31 December 2023, 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, 26 February 2024

Half-year Report 31 December 2023

Financial Statements

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

| | Note | For the Half-year ended 31 Dec | |
|---|------|--------------------------------|----------------|
| | | 2023 \$'000 | 2022 \$'000 |
| Revenue | 2 | 10,653 | 9,284 |
| Other income | | 640 | 608 |
| Employee benefits expenses | | (3,300) | (3,956) |
| Depreciation and amortisation expenses | | (1,259) | (1,878) |
| Sales and administrative expenses | | (3,381) | (3,258) |
| Professional fees | | (689) | (1,505) |
| Marketing expenses | | (2,685) | (2,383) |
| Finance cost | | (25) | (40) |
| Other expenses | | (1,694) | (1,786) |
| Loss from operations before income tax | | (1,740) | (4,914) |
| Tax (expense)/benefit | | (41) | 81 |
| Loss for the period | | (1,781) | (4,833) |
| Other comprehensive income or loss | | | |
| Exchange differences on translation of foreign operations | | (86) | 90 |
| Total comprehensive loss for the period | | (1,867) | (4,743) |
| Loss attributed to: | | | |
| Owners of the parent entity | | (1,451) | (4,151) |
| Non-controlling interest | | (330) | (682) |
| Earnings per share | | | |
| Basic and diluted earnings per share (cents) | 8 | (1.6) | (4.4) |

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023

| | Note | 31 Dec 2023 | 30 Jun 2023 |
|--|------|---------------|---------------|
| | | \$'000 | \$'000 |
| ASSETS | | | |
| Cash and cash equivalents | 3 | 8,468 | 8,449 |
| Trade and other receivables | | 3,995 | 1,877 |
| Other financial assets | | 502 | 677 |
| Other assets | 4 | 3,293 | 4,417 |
| TOTAL CURRENT ASSETS | | 16,258 | 15,420 |
| Property, plant and equipment | | 25 | 77 |
| Trade and other receivables | | 34 | 178 |
| Right-of-use assets | | 311 | 601 |
| Deferred tax assets | | 372 | 454 |
| Intangible assets | 5 | 27,807 | 28,019 |
| TOTAL NON-CURRENT ASSETS | | 28,549 | 29,329 |
| TOTAL ASSETS | | 44,807 | 44,749 |
| LIABILITIES | | | |
| Trade and other payables | | 4,665 | 3,645 |
| Preference shares issued to Malaysian JV partner | 6 | 973 | - |
| Current lease liabilities | | 344 | 490 |
| Provisions | | 428 | 424 |
| TOTAL CURRENT LIABILITIES | | 6,410 | 4,559 |
| Deferred tax liability | | 1,265 | 1,307 |
| Non-current lease liabilities | | 10 | 147 |
| Provisions | | 350 | 154 |
| TOTAL NON-CURRENT LIABILITIES | | 1,625 | 1,608 |
| TOTAL LIABILITIES | | 8,035 | 6,167 |
| NET ASSETS | | 36,772 | 38,582 |
| EQUITY | | | |
| Issued capital | 7 | 102,176 | 102,176 |
| Restructuring reserve | | (26,328) | (26,328) |
| Share option reserve | | 6,013 | 5,956 |
| Foreign currency translation reserve | | (464) | (378) |
| Accumulated losses | | (43,476) | (39,988) |
| Equity attributable to owners of the parent entity | | 37,921 | 41,438 |
| Non-controlling interest | | (1,149) | (2,856) |
| TOTAL EQUITY | | 36,772 | 38,582 |

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

| Period ended 31 December 2023 | Issued Capital | Restructuring Reserve | Foreign Exchange Reserve | Share Option Reserve | Non- Controlling Interests | Accumulated Losses | Total |
|--|-------------------|--------------------------|--------------------------------|----------------------------|----------------------------------|-----------------------|---------------|
| | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 | \$'000 |
| Balance at 1 July 2023 | 102,176 | (26,328) | (378) | 5,956 | (2,856) | (39,988) | 38,582 |
| Loss attributable to members of the parent entity | - | - | - | - | (330) | (1,451) | (1,781) |
| Other comprehensive income | - | - | (86) | - | - | - | (86) |
| Total comprehensive loss for the period | - | - | (86) | - | (330) | (1,451) | (1,867) |
| <i>Transactions with owners in capacity as owners:</i> | | | | | | | |
| Transactions with non- controlling interests | - | - | - | - | 2,037 | (2,037) | - |
| Share option expenses | - | - | - | 57 | - | - | 57 |
| Balance at 31 December 2023 | 102,176 | (26,328) | (464) | 6,013 | (1,149) | (43,476) | 36,772 |

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR 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 |
|--|-------------------|--------------------------|--------------------------------|----------------------------|----------------------------------|-----------------------|---------------|
| | \$'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 entity | - | - | - | - | (682) | (4,151) | (4,833) |
| Other comprehensive income | - | - | 90 | - | - | - | 90 |
| Total comprehensive loss for the period | - | - | (90) | - | (682) | (4,151) | (4,743) |
| <i>Transactions with owners in capacity as owners:</i> | | | | | | | |
| 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 CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

| | Note | For the half-year ended 31 Dec | |
|--|------|--------------------------------|----------------|
| | | 2023 \$'000 | 2022 \$'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| Receipts from customers | | 11,175 | 10,008 |
| Payments to suppliers and employees | | (10,007) | (12,537) |
| Finance cost paid | | (25) | (40) |
| Net cash from/(used in) operating activities | | 1,143 | (2,569) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Payments for intangible assets | | (1,802) | (1,868) |
| Net cash used in investing activities | | (1,802) | (1,868) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| Preference shares issued to Malaysian JV partner | 6 | 973 | - |
| Repayment of borrowing from related parties | | - | (199) |
| Proceeds from changes in ownership interests in subsidiaries | | - | 218 |
| Principal payment for leases | | (270) | (233) |
| Net cash from/(used in) financing activities | | 703 | (214) |
| Net increase/(decrease) in cash and cash equivalents | | 44 | (4,651) |
| Cash and cash equivalents at the beginning of the Period | | 8,449 | 15,538 |
| Foreign exchange on cash balance | | (25) | 31 |
| Cash and cash equivalents at the end of the Period | | 8,468 | 10,918 |

The accompanying notes form part of these financial statements.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2023**

The consolidated financial statements and notes represent those of Raiz Invest Limited and Controlled Entities.

The financial statements were authorised for issue on 26 February 2024 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 2023 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 2023 and considered together with any public announcements made by the Company during the half-year ended 31 December 2023 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 Group 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

| | For the half-year ended 31 Dec | |
|---|--------------------------------|----------------|
| | 2023 \$'000 | 2022 \$'000 |
| Revenue from continuing operations | | |
| Sales revenue: | | |
| – Raiz Invest Micro-Investing Platform | 10,336 | 8,740 |
| – management fee | - | 380 |
| – interest received | 317 | 123 |
| – rental revenue | - | 33 |
| – other revenue | - | 8 |
| Total Sales Revenue | 10,653 | 9,284 |

Disaggregation of revenue

The Group derives its revenue from the services offered on its Raiz Invest Micro-Investing Platform. The table above provides a breakdown of revenue by major business lines. Since 1 July 2023, the Group had only one operating segment. Please refer to note 9 for more information.

NOTE 3: CASH AND CASH EQUIVALENTS

| | 31 Dec 2023 | 30 Jun 2023 |
|--------------------------|-------------|-------------|
| | \$'000 | \$'000 |
| Cash at bank and on hand | 8,468 | 8,449 |
| | 8,468 | 8,449 |

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

| | 31 Dec 2023 | 30 Jun 2023 |
|--|-------------|-------------|
| | \$'000 | \$'000 |
| CURRENT | | |
| Advertising credit (Seven West Media)* | 2,776 | 4,143 |
| Others | 517 | 274 |
| Total other assets | 3,293 | 4,417 |

Key estimates and judgements
Advertising credit

*The \$8 million in advertising credits received as a result of the Seven West Media (SWM) investment in December 2021 falls within AASB 2 Share Based Payments, whereby Raiz has recognised the fair value of services received as a direct increase in equity at the time the shares were issued. There is a corresponding increase to other assets to recognise the future services to be provided by SWM. The advertising credit unwinds upon consumption of these advertising credits by Raiz. Under the advertising services agreement, the advertising credit will expire on 31 January 2025.

NOTE 5: INTANGIBLE ASSETS

| | 31 Dec 2023 | 30 Jun 2023 |
|---|---------------|---------------|
| | \$'000 | \$'000 |
| Goodwill: | | |
| Cost | 21,213 | 21,213 |
| Net carrying amount | 21,213 | 21,213 |
| Computer software and other Intangible assets: | | |
| Cost | 19,564 | 18,805 |
| Accumulated amortisation | (12,970) | (11,999) |
| Net carrying amount | 6,594 | 6,806 |
| Total intangible assets | 27,807 | 28,019 |

| | Goodwill | Computer Software: Intangible Assets |
|--|---------------|---|
| | \$'000 | \$'000 |
| Year ended 30 June 2022 | | |
| Balance at the beginning of the year | 21,213 | 6,566 |
| R&D Grant | - | (858) |
| Additions | - | 3,618 |
| Amortisation charge | - | (2,520) |
| Year ended 30 June 2023 | 21,213 | 6,806 |
| Period ended 31 December 2023 | | |
| Balance at the beginning of the period | 21,213 | 6,806 |
| R&D Grant | - | (1,043) |
| Additions | - | 1,802 |
| Amortisation charge | - | (971) |
| Closing value at 31 December 2023 | 21,213 | 6,594 |

NOTE 6: PREFERENCE SHARES ISSUED TO MALAYSIAN JV PARTNER

| | 31 Dec 2023 | 30 Jun 2023 |
|--|-------------|-------------|
| | \$'000 | \$'000 |
| Preference shares issued to Malaysian JV partner | 973 | - |

On 30 November 2023, 3 million preference shares were issued to Jewel Digital Ventures Sdn Bhd (JDV, a subsidiary of Permodalan Nasional Berhad) by RAIZ Malaysia Sdn Bhd for 1 Malaysian Ringgit per share (equivalent to \$973,000 in total). These preference shares can be redeemed anytime by JDV and can also be converted to ordinary shares after 31 December 2024 based on valuation at the time of conversion. The preference shares carry a fixed dividend of 4% per annum. These preference shares are classified as current financial liabilities on the Group's balance sheet.

NOTE 7: ISSUED CAPITAL

| | 31 December 2023 No. | 30 June 2023 No. |
|----------------------------|-------------------------|---------------------|
| Fully paid ordinary shares | 93,445,466 | 93,445,466 |
| | 93,445,466 | 93,445,466 |

| | 31 Dec 2023 \$ | 31 Dec 2022 \$ |
|---|--------------------|--------------------|
| Ordinary Shares | | |
| At the beginning of the reporting period (1 July) | 102,175,830 | 102,175,830 |
| At the end of the reporting period | 102,175,830 | 102,175,830 |

NOTE 8: EARNINGS PER SHARE

| | 31 Dec 2023 \$'000 | 31 Dec 2022 \$'000 |
|--|-----------------------|-----------------------|
| a. Reconciliation of earnings to profit / (loss): | | |
| Loss attributable to Owners of the parent entity | (1,451) | (4,151) |
| Earnings used in the calculation of dilutive EPS | (1,451) | (4,151) |
| | No. | No. |
| b. Closing number of ordinary shares outstanding | 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 | 93,445,466 |
| c. Basic EPS (cents) | (1.6) | (4.4) |
| d. Diluted EPS (cents)* | (1.6) | (4.4) |

*Share options are excluded in calculating the diluted EPS. The potential number of Raiz shares that could be issued under the share option arrangements will only be determined on exercise which will occur at a future date and based on future valuations which are unable to be reliably estimated today.

NOTE 9: OPERATING SEGMENTS

Description of segments

Identification of reportable operating segments

As disclosed in Raiz's FY23 Annual Report, Raiz ceased to receive revenue from other Financial Services from 1 July 2023. As a result, Raiz now has one operating segment, Raiz Invest Micro-Investing Platform. This operating segment is based on the internal reports that are reviewed and used by the chief operating decision makers (CODMs) in assessing the performance and in determining the allocation of resources. There is no aggregation of operating segments below this level.

The CODMs also use 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 CODMs 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 2023 | Raiz Invest Micro-Investing Platform | | Total |
|--|--------------------------------------|--------------------------|---------|
| | \$'000 | | \$'000 |
| Segment Revenue | 10,653 | | 10,653 |
| Other income | 640 | | 640 |
| EBITDA* | (456) | | (456) |
| Depreciation and amortisation expenses | (1,259) | | (1,259) |
| Interest expense | (25) | | (25) |
| Tax benefit/(expense) | (41) | | (41) |
| Loss for the period | (1,781) | | (1,781) |
| 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 expenses | (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) |

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

| As at 31 December 2023 | Raiz Invest Micro-Investing Platform | | Total |
|------------------------|--------------------------------------|--|--------|
| | \$'000 | | \$'000 |
| Segment assets | 44,807 | | 44,807 |
| Segment liabilities | 8,035 | | 8,035 |

NOTE 10: 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:

| | 31 Dec 2023 \$'000 | 31 Dec 2022 \$'000 |
|---|-----------------------|-----------------------|
| (i) <i>Other related parties:</i> | | |
| Purchase of goods and services: | - | - |
| CEO remuneration and Directors' fees | 490 | 1,490* |
| *including termination payment to former CEO/Director. | | |
| (ii) <i>Loans from other key management personnel related entities:</i> | | |
| Beginning of the period | - | 199 |
| Loans advanced | - | - |
| Loan repayment | - | (199) |
| Interest charged | - | - |
| End of the period | - | - |
| (iii) <i>Payments received from related parties:</i> | | |
| Authorised Representative fees | - | 58 |
| Management fees | - | 321 |
| Total | - | 379 |

NOTE 11: EVENTS AFTER THE REPORTING PERIOD

Raiz has advanced the process to transfer its equity ownership to cease further obligations with respect to Indonesia. Raiz will update the market in accordance with its continuous disclosure obligations, in the event binding agreements are finalised (see ASX releases on 18 January 2024 and 21 December 2023).

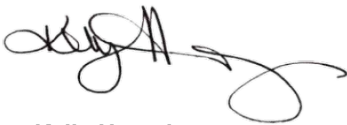
No other matters or circumstances have arisen since 31 December 2023 which significantly affected or could significantly affect the operations of the Group in future financial years.

DIRECTORS' DECLARATION

In the opinion of the directors:

1. The financial statements and notes of the Group are in accordance with the Corporations Act 2001, including:
 - a. Give a true and fair view of the financial position as at 31 December 2023 and of the performance for the half-year ended on that date; 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 Group 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.



Kelly Humphreys
Chair

26 February 2024



Brendan Malone
Managing Director/CEO

26 February 2024

Half-year Report 31 December 2023

Independent Auditor's Review Report

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 2023, 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 2023 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 2023 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'.

Tim Aman
Director

Sydney, 26 February 2024

