



DomaCom

ANNUAL REPORT

2022

DomaCom Limited (ASX:DCL)
and its Controlled Entities
ABN 69 604 384 885

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CHAIRMAN'S REPORT
30 JUNE 2022

Dear Shareholders

A host of notable achievements were delivered over the last year

Your company achieved many milestones during its 2022 financial year. Operationally, we continued to create innovative product offerings using our unique fractional investing platform. This saw a sustained strong uplift in our funds under management that fed through into significantly increased management fee revenues. This growth was particularly pleasing in the context of the often-volatile macro-economic conditions seen over the past 12 months. Importantly, we achieved this sharp uplift in revenues without sacrificing cost base discipline.

The past 12 months also saw DomaCom lay the groundwork for a further substantial improvement in its financial performance in the coming financial year. There have been a number of successfully executed equity-related initiatives that have together provided your company with the funding required to rapidly grow the business over the coming year.

We are working closely with the ASX to ensure we meet the requirements to be readmitted to quotation. We will provide an update on this once the ASX have completed their review.

Your new leadership team creates and implements a detailed growth plan

While achieving these milestones, your company was simultaneously focusing on re-shaping its medium- to longer-term strategic objectives and putting in place a plan to deliver on these ambitious, but very achievable targets. The first step of this process was a recently completed reorganisation of the DomaCom board and senior management team.

In addition to my appointment as Chairman in April 2022, the leadership team revamp also included the hiring of highly experienced financial services executive John Elkovich as the company's new Chief Executive Officer and the appointment of Ms Angela Williams, an experienced marketer with a background in both traditional and digital marketing and communications, as Non-Executive Director. Along with the arrival of this 'new blood', I was pleased that the former DomaCom Chairman Grahame Evans remained on the Board as non-executive Deputy Chairman. His experience and deep knowledge of the DomaCom business will be a valuable resource going forward.

This reworked leadership team has hit the ground running. It has formulated a detailed growth strategy and is now steering its implementation. Importantly, this plan is not simply about your company taking advantage of identified growth opportunities for its powerful fractional investing platform. Key aspects of the plan are discussed in the following CEO letter to Shareholders. Suffice for me to say that this runway to growth is targeting both enhanced client engagement and a rapid improvement in your company's financial performance. These strategy initiatives come with a significant Environmental, Social, and Governance ("ESG") overlay. This ESG focus covers both the products we are offering (e.g. National Insurance Disability Scheme ("NDIS") housing) and our commitment to create a work environment that positions DomaCom as a clear-cut employer of choice.

I look forward to sharing further details of DomaCom's successes at this year's Annual General Meeting.

I thank our shareholders for their continued support over the past 12 months, which has been a year of transition for the company as it positions for the next phase of its growth journey. And last, but not least, I want to acknowledge the hard work of the entire DomaCom team. Without them, the company would not have been able to both materially expand the business and undertake the operational changes that will underpin the strong growth momentum already underway.



John Hewson
Chairman
29 August 2022

CEO'S REPORT
30 JUNE 2022

Dear Shareholder

DomaCom has achieved a host of operational milestones over the course of the 2022 financial year. These included the successful launch of a range of investment solutions underpinned by DomaCom's unique investment platform. As a group, these accomplishments have DomaCom on the path to sustained growth over the next 12 months. But this is only the beginning of your company's renewal process. DomaCom's new senior leadership team has now set in motion a detailed strategic plan to rapidly grow the DomaCom business over the 2023 financial year, the key points of which I will highlight within this letter.

Multiple operational achievements delivered in the 2022 financial year

DomaCom reported strong growth in the number of sub-funds on its platform over the last year. Over this 12-month period, 49 new sub-funds were added. These new sub-funds underwrote a very strong uplift in Funds Under Management (FUM). By early in the 2022 calendar year, FUM in DomaCom's innovative fractional investment platform had pushed up through the key \$100 million barrier. By the end of financial year 2022 this figure had swelled to \$134 million, which was more than 60% above its year-earlier number. These gains in turn resulted in significant growth in revenue.

We were thrilled that this FUM increase also came with high calibre Environmental, Social, and Governance ("ESG") credentials - a key factor driving the bounce was increased adviser syndication for National Insurance Disability Scheme ("NDIS") transactions executed through DomaCom's investment platform. These deals were highly attractive to our investor client base, as they are expected to deliver competitive yields but also having the socially responsible element of investing.

We were thrilled that our partnering financial service licensees and their adviser networks experienced further growth over the past 12 months. Investors serviced by these advisors continued to derive benefits from exposure to the wider spread of asset classes accessible via the syndicated investing model.

I am very happy to say that this funds under management expansion occurred without a material jump in the company's cost base. This is a real testament to the efforts of the entire DomaCom team.

DomaCom has a clearly enunciated financial year 2023 growth strategy

The company is working closely with the ASX to ensure we meet the requirements to be readmitted to quotation. We will provide an update on this once the ASX have completed their review.

In the wake of our successful efforts to raise new capital, with \$8.7 million (before costs) of new equity received over the last 12 months, your new leadership team is setting in motion a detailed strategic plan that is targeting both enhanced client engagement together with a further rapid improvement in your company's financial performance.

From a client relationship perspective, this strategic plan aims to make DomaCom the managing fund platform of choice for investors. In order to achieve this objective your company has committed to:

- Ensure capital sustainability and deployment to meet corporate objectives and shareholder return and liquidity expectations;
- Drive connectivity and collaboration with clients, distribution and commercial partners;
- Deliver broader, innovative and differentiated digital value propositions to diversify revenue base, increase market share and improve client experience; and
- Be the employer of choice and commit to sound ESG policies.

From a financial performance angle, the strategic plan we are now enacting is expected to deliver strong growth in both revenues and improved earnings over the next reporting period. Key targeted deliverables here are:

- The completion of a strategic operational review by September 2022;
- Growth in FUM to \$300 million and fee revenues to \$2.4 million by June 2023;

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- A strong focus on cost base discipline, targeting a circa 8% reduction in annual operating expenses to \$3.7 million by end-December 2023; and
- A 40% improvement in EBITDA in the 2023 financial year.

A big thank you to our staff and shareholders

We achieved much in the 2022 financial year. I now look forward to working with the revitalised DomaCom board, led by our highly respected Chairman John Hewson, to grow your company over the next 12 months and beyond. The groundwork has already been laid, with the strategic plan now being actioned by the company's senior leadership team which targets identified opportunities to DomaCom's investment solutions suite.

I thank the entire DomaCom team for their efforts over the last year and their commitment to the strategic plan now being implemented. We are intent on creating a work environment for our staff that has DomaCom as an employer of choice that attracts and retains top talent that are innovative and collaborative.

Finally, I want to thank our shareholders, and partners for their ongoing support as our new strategy positions the company for a further acceleration in growth and significant improvements in financial performance and client experience over the next 12 months.



John Elkovich
Chief Executive Officer
29 August 2022

DIRECTORS' REPORT
30 JUNE 2022

Your directors present their report on DomaCom Limited (the "Company") and its Controlled Entities (the "Group") for the year ended 30 June 2022.

1. Directors

The names of the directors in office throughout the year and to the date of this financial report are Mr Grahame D Evans, Mr Ross A Laidlaw, Mr George D Paxton, Mr Matthew Roberts and Mr Hilal Yassine. Dr John R Hewson and Ms Angela M Williams were appointed as directors of DomaCom Limited on 3 April 2022 and continued to be directors at the date of this financial report. Mr David H Archbold and Mr Peter C Church OAM retired as directors of DomaCom Limited on 24 August 2021. Mr Arthur Naoumidis retired as a director of DomaCom Limited on 3 April 2022. The name of the company secretary in office throughout the year and to the date of this financial report is Mr Philip J R Chard. Details of qualifications, experience and special responsibilities of the Directors are as follows:

Professor John R Hewson AM – Chairman and Independent Non-Executive Director

Dr Hewson has had several careers in academia, bureaucracy, business, politics, and the media. He is currently a Professor in the Crawford School of Public Policy at ANU, and an Adjunct Professor at Curtin, UTS, Canberra and Griffith Universities, having been Professor and Head of the School of Economics at UNSW, and Professor of Management and Dean Macquarie Graduate School of Management at Macquarie University.

He has worked for The Australian Treasury (Census and Statistics), the IMF, the Reserve Bank, the UN (UNESCAP), and the ADB, and often advises senior public servants. In Business, he was a Founder of Macquarie Bank, Chairman ABN Amro Australia, and Chair/Director of a host of public and private companies, with current positions in renewable energy, investment banking, and funds management. He is Chair, Business Council for Sustainable Development Australia, and a Patron of the Smart Energy Council, the Ocean Nourishment Foundation and the Overseas Bankers Association.

In Politics, he has served as Advisor/Chief of Staff to two Federal Treasurers and Prime Minister, as Shadow Finance Minister, Shadow Treasurer, Shadow Minister for Industry and Commerce, and Leader of the Liberal Party, and of the Federal Coalition in Opposition.

In the media, he has been a regular Columnist since the early 80s for a range of domestic and international newspapers (presently The Saturday Paper) and publications, and comments widely on economics and politics on TV, radio, in print, and online, here and overseas.

Dr Hewson has also been active in charities and not-for-profits, main positions including Chair of KidsXpress, Chair of the Investment Advisory Committee of the Australian Olympic Foundation, and as Member, SteerCo Australian Sustainable Finance Roadmap, National Standing Committee for Energy and the Environment, and as an Ambassador Women for Election Australia. John has been a director since 3 April 2022.

Grahame D Evans – Deputy Chairman and Independent Non-Executive Director

Grahame has been extensively involved with the financial services industry for over 30 years. He has held a variety of board positions including Chairman of Australian, Canadian, Singaporean & Chinese investment & advisory businesses and also as a director of Malaysian and New Zealand companies. He is a regular speaker at conferences both in Australia and overseas and holds an MBA from the prestigious Australian Graduate School of Management. Grahame's executive roles have included CEO Investments for Tower Australia, Managing Director, AMP Consulting and Group Managing Director of Centrepont Wealth. He is currently an executive director of listed Diverger Limited. Grahame has been a director since 23 February 2015.

Ross A Laidlaw – Executive Director

Ross has spent over 30 years in Financial Services, and has deep and expansive experience within markets in Australasia, Europe and America. His strength lies in the development of start-up or green field developments and driving them into fully fledged and profitable businesses. Ross was CEO of the successful Skandia Platform for over 7 years, developing it into a leading Platform that was well supported by independent financial advisers. Ross is involved in both the strategic and operational aspects of the DomaCom business ensuring the business meets its regulatory requirements while also ensuring the business continues to innovate and remains relevant to its key distribution channels.

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Ross is a qualified Chartered Accountant, holds a Bachelor of Economics (Monash), a Graduate Diploma of Financial Planning (Kaplan) and Applied Finance (Securities Institute of Australia) and is a Fellow of the Financial Services Institute of Australasia. His key role at DomaCom is as Chief Commercial Officer. Ross has been a director since 23 February 2015.

George D Paxton - Non-Executive Director

George is an experienced fund manager with a deep knowledge of international valuation techniques and methodologies and an extensive range of financial analytical skills. His previous experience has included senior positions providing banks and hedge funds with actionable intelligence and analysis. He is a proven leader of M&A, Equity and credit analysis teams across a range of different industries and products in the UK, Europe, Middle East, and Asia. George is a director of aaig and its listed subsidiary HALO Technologies Holdings Limited where he has been involved in every aspect of their success and growth. Through its subsidiaries, aaig is a significant investor in DomaCom Limited. George has been a director since 27 September 2019.

Matthew Roberts - Non-Executive Director

Matthew has over 20 years' experience in mergers and acquisitions, structuring, capital raising, initial public offerings and reverse listings. He specialises in corporate advisory, capital raisings and mergers and acquisitions in financial services, technology, mining and sustainability industries throughout Australasia, Europe and the United States. Matthew is a director of aaig and its listed subsidiary HALO Technologies Holdings Limited. Through its subsidiaries, aaig is a significant investor in DomaCom Limited. Matthew has been a director since 27 September 2019.

Angela Williams – Independent Non-Executive Director

Angela Williams is an internationally-trained multidisciplinary marketing expert and educator. Her career spans the US, Europe and Australia. With a strong background in entrepreneurial endeavors, she's worked across traditional and digital marketing, communications, business strategy and operations.

Currently, her focus is working with organisations in transformation stages and in building cohesive, high functioning teams. Angela has been a director since 3 April 2022.

Hilal Yassine – Non-Executive Director

Hilal Yassine is the Group Managing Director of First Quay Capital and an experienced businessman and Non-Executive Director. He currently serves as a non-executive director of Crescent Wealth, First Quay Capital, and the several private family companies. Hilal has over 20 years of executive experience, holding various roles as a senior executive at PricewaterhouseCoopers (PwC) Sydney and London based firm Clyde & Co in their Dubai Offices. He was also the Chief Operating Officer of the Austaxi Group (Lime Taxis) and the Managing Director of the Platinum Hearing Group. Hilal holds a BCom LLB (UNSW), LLM (UNSW) and MBA (WSU). Hilal has been a director since 17 March 2021.

Philip JR Chard – Chief Financial Officer, Company Secretary

Philip has over 25 years of experience in the financial services industry. As a senior manager at Deloitte he provided assurance and advisory services within the funds management and investment banking sectors. Subsequently he has held a broad range of financial control and reporting positions within the property, funds management and banking sectors. He has a strong understanding of the requirements of highly regulated industries and the reporting obligations of listed companies. He has a proven track record of designing and implementing robust internal control and reporting systems.

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2. Directors' meetings

The number of Directors' meetings held that Directors of the Company were eligible to attend and the number of meetings attended during the year ended 30 June 2022 were:

	Board of Directors		Audit Committee		Risk Management Committee		Remuneration Committee	
	Held	Attended	Held	Attended	Held	Attended	Held	Attended
Mr David H Archbold	1	1	2	1	-	-	-	-
Mr Peter C Church	1	1	2	2	-	-	-	-
Mr Grahame D Evans	11	11	3	3	1	1	1	1
Dr John R Hewson	4	4	-	-	1	1	-	-
Mr Ross A Laidlaw	11	10	2	2	1	1	-	-
Mr Arthur Naoumidis	6	6	1	1	-	-	-	-
Mr George D Paxton	11	9	-	-	1	1	-	-
Mr Matthew Roberts	11	6	-	-	1	-	-	-
Ms Angela M Williams	4	4	1	1	1	1	-	-
Mr Hilal Yassine	11	9	1	1	1	1	1	1

3. Principal activity

During the year, the principal activities of entities within the Group were the development of a software platform to be used for the trading of fractional interests in property.

4. Operating results

The Group has incurred an operating loss of \$3,422,584 (2021: \$5,022,557).

5. Distributions paid or declared

No distributions were declared or paid in the current year.

6. Review of operations and financial results

The Group is a participant in the financial services market in Australia. DomaCom Limited is the holding company and DomaCom Australia Limited, DomaCom Platform Services Pty Ltd and DomaCom Singapore Private Limited are 100% owned subsidiaries of the DomaCom Group.

DomaCom Australia Limited is the investment manager of the DomaCom Fund ("the Fund") (Managed Investment Scheme). The Fund allows investors to hold fractional interests in underlying assets, that they themselves have selected or their advisers on their behalf.

Operational Review

DomaCom has undertaken changes to its Board and Senior Executive team. Dr John Hewson, a highly regarded company director and one of Australia's most experienced economists, was appointed DomaCom's Non-executive Chairman. The former DomaCom Chairman, Grahame Evans, remains on the Board as the Company's non-executive Deputy Chairman. John Elkovich, an experienced financial services executive, was appointed as DomaCom's new Chief Executive Officer. Angela Williams, an experienced marketer with a background in both traditional and digital marketing and communications, was appointed as Non-executive Director.

The Company's new senior leadership team has already formulated a FY2023 strategic plan. A key part of this strategic plan has been actioned, with DomaCom making some changes across its operational and sales/marketing functions. The realignment of key senior manager responsibilities will better position the Company to pursue identified growth opportunities.

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Capital Raise

DomaCom has undertaken a Private Placement ('Placement') capital raising to sophisticated and professional investors.

11,136,363 Ordinary Shares were issued at \$0.066 per Share on 27 May 2022 (**'Tranche 1'**) raising \$735,000 (before costs).

A further 61,957,619 Ordinary Shares were issued at \$0.066 per Share on 11 July 2022 (**'Tranche 2'**) raising \$4,089,203 (before costs). \$3,498,636 of Tranche 2 had been received at 30 June 2022 and the remaining \$590,567 was received after 30 June 2022

An application has been received to raise a further \$200,000 from the issue of 3,030,303 Ordinary Shares at \$0.066 to a Director of DomaCom Limited subject to shareholder approval under ASX Listing Rule 10.11 (**'Director Placement'**). \$40,000 of the Director Placement had been received at 30 June 2022 and the remaining \$160,000 was received after 30 June 2022.

The proceeds of the Placement will be used to strengthen the Company's balance sheet, fund working capital requirements of the Company and provide additional funding to further develop DomaCom's existing product offerings, enhance its technology platform and deliver new product initiatives.

Significant FUM growth

During the last 12 months the assets under management in the DomaCom Fund have increased from \$83 million to \$134 million at 30 June 2022 which represents a 61% increase. Customer accounts have increased to 1,800 at 30 June 2022, up 50% from 1,197 accounts at 30 June 2021.

From an investment offering perspective, 49 new sub-funds were added during the year ended 30 June 2022. A significant proportion of the new properties were House and Land packages in the National Disability Housing segment.

Financial Performance

The Group has incurred an operating loss of \$3,422,584 (2021: \$5,022,557). No distributions were declared or paid in the current year.

Revenue for the year ended 30 June 2022 includes fee revenue of \$1.0m, representing 139% increase on the prior year fee revenue of \$0.4m. In addition, \$2.5m has been recognised in the year ended 30 June 2022 under the Settlement Agreement with Global Meat Exports Pty Ltd ("GME"). \$0.7m (excluding GST) of this had been received at 30 June 2022 and the recoverability of the remaining amount due has been assessed and provisioned for expected credit losses where required.

DomaCom continued to carefully monitor costs during the year. Total expenses for the year ended 30 June 2022 were \$6.96m compared to \$5.7m in the year ended 30 June 2021. After the exclusion of finance costs and depreciation/amortisation, total expenses were \$4.6m for the year ended 30 June 2022 compared to \$4.1m in the year ended 30 June 2021. The increase is largely driven by the increase in provisioning against debts.

7. Significant Changes in State of Affairs

There were no significant changes in the state of affairs of the Group during the year.

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8. Post Balance Date Events

Subsequent to balance date and prior to the issuing of this report, the following events have occurred.

- The Group entered into an agreement for a serviced office in Melbourne effective 1 September 2022.
- The Company received \$590,567 to complete Tranche 2 of the Placement and issued 61,957,619 Ordinary Shares on 11 July 2022 to sophisticated and institutional investors at a price of \$0.066. In addition, the remaining \$160,000 was received for the Director Placement that will see the issue of 3,030,030 shares to a related party once shareholder approval has been received.

There have been no other events subsequent to period end that require disclosure.

9. Future Developments

The Group is expected to continue to develop its software platform and increase the level of assets under management in the DomaCom Fund (Managed Investment Scheme) for which the Group will earn management fees for its role as Investment Manager.

10. Unissued shares under Performance Rights and Options

No performance rights or options were granted or are outstanding at the date of this report.

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11. Remuneration Report (audited)

The Directors present the Remuneration Report for Non-Executive Directors, Executive Directors and other Key Management Personnel, prepared in accordance with the Corporations Act 2001 and the Corporations Regulations 2001.

The Remuneration Report is set out under the following main headings:

- a Principles used to determine the nature and amount of remuneration;
- b Details of remuneration;
- c Service agreements;
- d Share-based remuneration; and
- e Other information

a) Principles used to determine the nature and amount of remuneration

The principles of the Group's executive strategy and supporting incentive programs and frameworks are:

- to align rewards to business outcomes that deliver value to shareholders
- to drive a high performance culture by setting challenging objectives and rewarding high performing individuals; and
- to ensure remuneration is competitive in the relevant employment marketplace to support the attraction, motivation and retention of executive talent.

The remuneration structure that has been adopted by the Group consists of the following components:

- fixed remuneration being annual salary; and
- long term incentives, being equity-based incentive plans.

Long Term Incentives

The Group has established a long term equity-based incentive plan for Directors and staff in order to:

- assist in the retention and motivation of directors and employees; and
- provide an incentive to grow shareholder value by providing an opportunity to receive an ownership interest in the Company.

The plan provides for the award of Performance Rights to directors, executives, employees and consultants.

Although no Performance Rights were issued during the year ended 30 June 2022 (2021: nil) and no performance were in existence at 30 June 2022 (2021: nil), the Directors consider the Long Term Incentive Plan to be a part of the ongoing remuneration strategy.

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b) Details of remuneration

	Year	Cash salary and fees	Superannuation	Long service leave	Total	Performance based % of remuneration
Executive Directors						
Arthur Naoumidis Director and CEO	2022	232,876	23,288	19,888	276,052	0%
	2021	210,045	19,954	6,763	236,762	0%
Ross Laidlaw Director and COO	2022	182,649	18,265	3,825	204,739	0%
	2021	182,649	17,352	3,521	203,522	0%
Non-executive directors						
John Hewson Chairman & Non-Executive Director	2022	16,667	1,667	-	18,334	0%
	2021	-	-	-	-	-
Grahame Evans Deputy Chairman & Non-Executive Director	2022	10,000	-	-	10,000	0%
	2021	55,000	-	-	55,000	0%
David Archbold Non-Executive Director	2022	9,154	-	-	9,154	0%
	2021	33,563	3,188	-	36,751	0%
Graeme Billings Non-Executive Director	2022	-	-	-	-	0%
	2021	33,563	3,188	-	36,751	0%
Peter Church Non-Executive Director	2022	9,154	-	-	9,154	0%
	2021	33,563	3,188	-	36,751	0%
George Paxton Non-Executive Director	2022	6,102	610	-	6,712	0%
	2021	33,563	3,188	-	36,751	0%
Matthew Roberts Non-Executive Director	2022	6,102	610	-	6,712	0%
	2021	33,563	3,188	-	36,751	0%
Angela Williams Non-Executive Director	2022	6,102	610	-	6,712	0%
	2021	-	-	-	-	-
Hilal Yassine Non-Executive Director	2022	6,102	610	-	6,712	0%
	2021	7,628	725	-	8,353	0%

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	Year	Cash salary and fees	Superannuation	Long service leave	Total	Performance based % of remuneration
Other Key Management Personnel						
John Elkovich CEO	2022	75,000	7,500	82	82,582	0%
	2021	-	-	-	-	-
Philip Chard CFO / Company Secretary	2022	162,000	16,200	4,754	182,954	0%
	2021	162,000	15,390	5,244	182,634	0%
2022 Total		721,908	69,360	28,549	819,817	
2021 Total		785,137	69,361	15,528	870,026	

The relative proportions of remuneration that are linked to performance and those that are fixed are as follows:

Employee	Fixed Remuneration	At risk: Performance Rights
Executive Directors		
Arthur Naoumidis	100%	-
Ross Laidlaw	100%	-
Non-Executive Directors	100%	-
Other Key Management Personnel		
John Elkovich	100%	-
Philip Chard	100%	-

Arthur Naoumidis resigned as a Director and as the Chief Executive Officer on 3 April 2022. John Elkovich was appointed as Chief Executive Officer on 3 April 2022. At 30 June 2022 Arthur Naoumidis had 3 months remaining of his notice period under which further payments of \$75,343 will be made.

Remuneration and other terms of employment for executive directors and senior executives are formalised in letters of employment that provide for various conditions in line with market practice including:

- an annual remuneration package and benefits including superannuation;
- the basis of termination or retirement and the benefits and conditions as a consequence; and
- agreed provisions in relation to annual leave and long service leave, confidential information and intellectual property.

The compensation for termination benefits was \$nil (2021: \$nil).

c) Service agreements

No key management personnel are employed under a service agreement.

d) Share-based remuneration

No Performance Rights were issued during the year ended 30 June 2022.

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e) Other information

The number of ordinary shares in the Company held during the financial year ended 30 June 2022 held by key management personnel, including their related parties, are set out below:

	Balance at start of year	Acquisition of shares	Sale of shares	Held at end of reporting period
Non-Executive Directors				
Grahame Evans	1,232,957	198,142		1,431,099
David Archbold	464,837			464,837
Peter Church	222,178	44,436		266,614
Matthew Roberts (i)	54,220,850	5,325,696		59,546,546
Hilal Yassine (ii)	8,333,333			8,333,333
Executive Directors				
Arthur Naoumidis (iii)	14,201,094		353,888	13,847,206
Ross Laidlaw	2,308,166	85,758		2,391,924
Executives				
Philip Chard	361,713			361,713

(i) Shares held through related parties of Matthew Roberts

(ii) Hilal Yassine is the beneficial owner of 8,333,333 Shares held through FQC Fintech 2 Pty Ltd.

(iii) Includes shares held Kathryn Naoumidis (related party to Arthur Naoumidis).

At 30 June 2022 there were no Performance Rights held the Directors (2021: nil) or Executives (2020: nil). There were no Performance Rights issued during the year ended 30 June 2022 (2021: nil).

There were no loans to key management personnel during the year.

There were no other transactions with key management personnel during the year.

End of audited Remuneration Report.

12. Environmental Issues

The Group currently has no material exposure to environmental or social risks.

13. Indemnification and insurance of Officers or Auditor

During or since the end of the financial year, the Group has given indemnity or entered into an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

During the year, the Group has paid premiums in respect of an insurance contract to indemnify officers against liabilities that may arise from their position as officers of the Group. Officers indemnified include all directors and all executive officers participating in the management of the Group.

Further disclosure required under section 300(9) of the Corporations Act 2001 is prohibited under the terms of the contract.

14. Proceedings on Behalf of the Group

No person has applied for leave of court to bring proceedings on behalf of the Group or intervene in any proceedings to which the Group is a party for the purpose of taking responsibility on behalf of the Group for all or any part of their proceedings.

15. Auditor's Independence Declaration

A copy of the auditor's independence declaration as required by section 307C of the Corporations Act 2001 is set out in the following report.

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16. Corporate Governance Statement

The Board of DomaCom has adopted the following Corporate Governance policies and practices which are in accordance with the ASX Corporate Governance Council's "Corporate Governance Principles and Recommendations (4th Edition)" (ASX Guidelines) unless otherwise stated.

Role and responsibility of the Board (Principle 1.1)

The Board is responsible for the overall corporate governance of the Company, including establishing and monitoring key performance goals. The Board monitors the operational and financial position and performance of the Company and oversees its business strategy, including approving the strategic goals of the Company and considering and approving an annual business plan (including a budget). The Board is committed to maximising performance, generating appropriate levels of Shareholder value and financial return and sustaining the growth and success of the Company. In conducting the Company's business with these objectives, the Board seeks to ensure that the Company is properly managed to protect and enhance Shareholder interests, and that the Company and its Directors, officers and personnel operate in an appropriate environment of corporate governance. Accordingly, the Board has created a framework for managing the Company, including adopting relevant internal controls, risk management processes and corporate governance policies and practices which it believes are appropriate for the Company's business and which are designed to promote the responsible management and conduct of the Company.

- The Board is responsible for the strategic direction of the company.
- The Board reviews and approves the Company's proposed strategy. The objectives of the Company are clearly documented in a long term corporate strategy and an annual business plan together with achievable and measurable targets and milestones.
- The Board approves budgets and other performance indicators and reviews performance against them and initiates corrective action when required.
- The Board ensures that risks facing the company have been identified, assessed and that the risks are being properly managed.
- The Board ensures that policies on key issues are in place and are appropriate. The Board also reviews compliance with policies.
- The Board adopts the most effective structure that best assists the governance process. The selection of Directors is based on obtaining the most relevant and required skills, while also recognising the need to have a diversity of skills and experience on the Board.
- The Board approves and fosters an appropriate corporate culture matched to the Company's values and strategies.
- The Board appoints the Chief Executive Officer and evaluates his or her ongoing performance against predetermined criteria. **(Principle 1.6)**
- The Board approves remuneration for the Chief Executive Officer and remuneration policy and succession plans for the Chief Executive Officer and senior management. **(Principle 1.6)**

Board Charter (Principle 1.1)

A Board charter prepared having regard to the ASX Corporate Governance Principles and Recommendations, has been adopted by the Board and covers the independence of directors, the Board's responsibility for overall governance of the Company, the Board members' roles, powers and responsibilities.

A copy of the Company's Board Charter is available on the Company's Website at:
www.domacom.com.au/investor-relations.

Board Committees (Principle 1.2)

The Board has established 2 standing committees to facilitate and assist the Board in fulfilling its responsibilities. It may also establish other committees from time to time to assist in the discharge of its responsibilities.

DIRECTORS' REPORT
30 JUNE 2022

Audit Committee (Principle 4)

The Board has established a Board Audit Committee.

The purpose of the Committee is to assist the Board in the effective discharge of its responsibilities in relation to the external audit function, accounting policies, financial reporting, funding, financial risk management and certain compliance matters.

The Committee has authority from the Board to review and investigate any matter within the scope of its Charter and make recommendations to the Board in relation to the outcomes. The Committee has no delegated authority from the Board to determine the outcomes of its reviews and investigations and the Board retains its authority over such matters.

The Committee must have at least three members, a majority of whom must be independent non-executive directors.

At least one member of the Committee should have significant expertise in financial reporting, accounting or auditing. The Chairman of the Committee should act independently and must not be the Chairman of the Board.

During the year the Audit Committee members were:

- Grahame Evans Chairperson and Independent Non-Executive Director
- Angel Williams Independent Non-Executive Director (appointed 6 May 2022)
- Hilal Yassine Independent Non-Executive Director (appointed 6 May 2022)
- Peter Church Independent Non-Executive Director (resigned 26 August 2021)
- David Archbold Independent Non-Executive Director (resigned 26 August 2021)

The composition of the Audit Committee will continue to evolve to ensure it contains significant expertise in financial reporting, accounting or auditing.

The Board has received declarations from the CEO and CFO that the financial records of the entity have been properly maintained and that the financial statements comply with the appropriate accounting standards and give a true and fair view of the financial position and performance of the entity and that the opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.

(Principle 4.2)

A copy of the Company's Audit Committee Charter is available on the Company's Website at:
www.domacom.com.au/investor-relations.

Remuneration and Nomination Committees (Principle 1.2/ 2.1/ 8.1-8.3)

The Remuneration Committee was formed on 2 May 2022 to consider matters of remuneration.

During the year the Remuneration Committee members were:

- Grahame Evans Chairperson and Independent Non-Executive Director
- Hilal Yassine Independent Non-Executive Director

The Board considers that at this stage a Remuneration Committee of two Directors is appropriate in light of the Company's operations and size. A charter for the committee is currently being developed.

The Board considers that at this stage assuming the duties of a Nomination Committee is appropriate in light of the Company's operations and size, and the size of the Board. All of the Directors believe that they will be able to, individually and collectively, analyse the issues before them objectively in the best interests of all shareholders and in accordance with their duties as Directors.

The Board also addresses board succession issues and ensures that it has the appropriate balance of skills, knowledge, experience, independence and diversity to enable it to discharge its duties and responsibilities effectively.

The Board Charter outlines duties relating to Remuneration and Nomination, and is made available on the Company website.

DOMACOM LIMITED
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DIRECTORS' REPORT
30 JUNE 2022

The Company has established a long term incentive plan (LTIP) to assist in the motivation, reward and retention of executive directors and all other employees. The LTIP is designed to align participants' interests with the interests of Shareholders by providing participants an opportunity to receive shares through the granting of performance rights.

Composition of the Board (Principle 2.3, 2.4 & 2.5)

At 30 June 2022 the Board currently comprises seven directors. Two directors are also executives of DomaCom. Two directors are also directors of an entity that has a substantial security holding in the DomaCom as well as one of them also having a controlling ownership of that entity during the year. In addition, one director is a director of a separate entity that has a significant business interest with the DomaCom. The majority of the directors are not independent. Independence is maintained through a combination of ensuring conflicts are declared, requiring conflicted directors to be excluded from discussions and decision making that may be materially impacted by conflicted interests and having an Independent Chairman.

The names, biographical details and length of service of the directors are set out above.

Terms of appointment (Principle 1.3 & 2.6)

The Board has adopted a letter of appointment that contains the terms on which non-executive directors are to be appointed, including the basis upon which they will be indemnified by the Company. Non-Executive directors are entitled to take independent advice at the cost of the Company in relation to their role as members of the Board. In addition, an induction process for incoming directors is coordinated by the Company Secretary. The Board receives regular updates at Board meetings, industry workshops, meetings with customers and site visits. These assist directors to keep up-to-date with relevant market and industry developments.

Areas of Competence and skills of the Board of Directors (Principle 2.2)

Area	Competence	Total out of 7 directors and CEO*
Leadership	Business Leadership, public listed company experience	8
Business, Finance and Governance	Business strategy, competitive business analysis, corporate advisory, finance and accounting, governance, audit assurance and risk management	8
International	International business management	8
Market & Sales, Distribution	Financial service expertise	8
Technology	Product Development, product life cycle management	4
Real Estate	Domestic and International Property market analysis	2

*This column represents the number of directors rated as being 'competent' or higher in respect of the relevant skill.

Company Secretary (Principle 1.4)

The Company Secretary is accountable directly to the Board, through the Chairman, on all matters to do with the proper functioning of the Board. The Company Secretary is responsible for ensuring that Board procedures are complied with and that governance matters are addressed. The Company Secretary is also responsible for communications with the ASX about listing rule matters, including making disclosures to the ASX. All directors have direct access to the Company Secretary. The appointment and removal of the Company Secretary is a matter for decision by the Board.

Review of Board performance (Principle 1.6 & 1.7)

The Board has a program that reviews the performance of the Board. The evaluation includes a review of:

- the Board's membership and the charters of the Board and its committees (if any);
- Board processes and its committees' (if any) effectiveness in supporting the Board; and
- the performance of the Board and its committees (if any).

DIRECTORS' REPORT
30 JUNE 2022

A review of each Director's performance is undertaken by the Chairman, after consultation with the other directors, prior to a director standing for re-election.

The performance of the Board was last reviewed during the year ended 30 June 2021. As a result of the change of the composition of the Board a formal review was not carried out during the year ended 30 June 2022.

Policies

The Company has adopted the following policies, each of which has been prepared or revised having regard to the ASX Corporate Governance Principles and Recommendations and is available on the Company's website at www.domacom.com.au/investor-relations.

Continuous Disclosure Policy (Principle 5.1)

The Board has adopted a Continuous Disclosure Policy to ensure that it complies with its disclosure obligations under the Corporations Act and the ASX Listing Rules, which applies to all Directors, officers, employees and consultants of the Company. The Board has also delegated the authority to certain authorised spokespersons to manage the Company's compliance with its disclosure obligations and the Continuous Disclosure Policy.

Code of Conduct Policy (Principle 3.1)

This policy sets out the standards of ethical behaviour that the Company expects from its Directors, Officers, and Employees. The Board has adopted a Code of Conduct of which sets out the way in which the Group seeks to conduct business, namely in an honest and fair manner, acting only in ways that reflect well on the Group and to act in compliance with all laws and regulations.

Communication Policy (Principle 6.1-6.4)

This policy sets out practices which the Company will implement to ensure effective communication with its Shareholders.

The Company has informed shareholders of all major developments affecting the Group's state of affairs as follows:

- placing all relevant announcements made to the market on the Website after they have been released to ASX;
- publishing all corporate governance policies and charters adopted by the Board on the Company Website;
- releasing information provided to analysts or media during briefings to ASX and placing such information on the Website;
- encouraging attendance and participation of shareholders at general meetings to receive updates from the CEO and Chairman on the Group's performance, ask questions of the Board and the Company's auditors regarding the conduct of the audit and preparation and content of the auditor's report;
- providing investor feedback and encouraging they seek further information about the Company via the Company website;
- Management or Directors being available to meet with shareholders from time to time upon request and respond to any enquiries they may make; and
- Investors being able to communicate with the Company's registry electronically by emailing the registry or via the registry's website.

Diversity Policy (Principle 1.5)

DomaCom aspires to attract and develop diverse talent at all levels of the Company and the Board is aware of the benefits. Whilst we have had reasonable diversity in past years, due to changes and the current size of the business, the Diversity Policy objectives are not presently what the Board aspires to.

DIRECTORS' REPORT
30 JUNE 2022

The Diversity Policy sets out the Company's objectives for achieving diversity amongst its Board, management and employees and aims:

- to articulate commitment to diversity within the Company at all levels (including employee level, senior executive level and Board level);
- to establish objectives and procedures which are designed to foster and promote diversity within the Company; and
- ensure a work environment is in place where people are treated fairly and with respect notwithstanding their gender, ethnicity, disability, age or educational experience.

The Board has set the following measurable objectives for achieving gender diversity:

- Increase gender diversity on the Board and senior executive positions and throughout the Group. The Company currently has 18% female representation across the entire group as at 30 June 2022. The objective will be to lift this percentage across the company with the intention that a 1/3 (33%) of the employees are female on a full or part time basis by 30 June 2024.
- Promote flexible work practices to provide managers and staff with the tools to tailor flexible work options that suit both the business and the individual's personal requirements;
- Selection of new staff, the development, promotion and remuneration of staff based solely on their performance and capability; and
- Annually assess gender diversity performance against objectives set by Board.

The Company's current performance against its diversity policy objectives is as follows:

Gender Representation	30-Jun-22		30-Jun-21	
	% Female	% Male	% Female	% Male
Non-Executive Directors	17%	83%	0%	100%
Employees				
Executive Directors	0%	100%	0%	100%
Executives and Managers	0%	100%	0%	100%
Staff	38%	63%	38%	63%
Total Employees	18%	82%	18%	82%

The appointment of Angela Williams as a Non-Executive Director on 3 April 2022 represents an important step in increasing gender diversity within the Company.

Risk Management Policy (Principle 7.1-7.4)

This policy sets out how the Company evaluates the effectiveness of its risk management framework to ensure that its internal control systems and processes are monitored and updated on an ongoing basis.

The Board is responsible for reviewing the Company's risk management framework, including adopting relevant internal controls, risk management processes and corporate governance policies and practices which it believes are appropriate for the Company's business and which are designed to promote the responsible management and conduct of the Company.

The Board at least annually reports on the effectiveness of the Company's risk management and internal control policies and practices. The Company does not currently have an internal audit function. The current structure for reviewing risks, controls and procedures within the Board is considered appropriate at the Company's current stage of growth and size.

The Board has reviewed the risk management framework during the financial year ended 30 June 2022.

The Company monitors its exposure to all risks, including economic, environmental and social sustainability risks and believes that it does not have any material exposure to environmental or social risks. Material business risks are described in the annual report, which also outlines the Company's activities, performance during the year, financial position and main business strategies.

DIRECTORS' REPORT
30 JUNE 2022

Compliance with ASX Corporate Governance Principles and Recommendations

The Board has evaluated the Company's current corporate governance policies and practices in light of the ASX Corporate Governance Principles and Recommendations. A brief summary of the approach currently adopted by the Company is set out below:

The Company complies with all of the ASX Corporate Governance Principles and Recommendations including, as not specifically addressed above:

- That at each AGM, the external auditor attends and is available to answer questions from security holders relevant to the audit. **(Principle 4.3)**
- That shareholders have the option to receive communications from, and send communications to, the entity and its security registry electronically. **(Principle 6.4)**

except in relation to the following:

- Recommendation 1.6 – the Board should have and disclose a process for periodically evaluating the performance of the board, its committees and individual directors;
- Recommendation 2.1.(a) – the Board should establish a nomination committee comprising at least 3 members, a majority of independent directors and chaired by an independent director, and should not be the same person as the CEO of the entity.
- Recommendation 2.4 – a majority of the Board of a listed entity should be independent directors.
- Recommendation 7.1.(a) – the Board should have a committee or committees to oversee risks comprising at least 3 members, a majority of independent directors and chaired by an independent director, and should not be the same person as the CEO of the entity.
- Recommendation 8.1.(a) – the Board should establish a remuneration committee comprising at least 3 members, a majority of independent directors and chaired by an independent director, and should not be the same person as the CEO of the entity.

The Board has carefully considered its size and composition, together with the specialist knowledge of its directors, and formed the view that based on its current composition, it has the necessary skills and motivation to ensure that the Company performs strongly, and there is sufficient accountability in the structure of the Board, to ensure the outcomes and objectives sought by the ASX Guidelines are achieved. Having regard for the size of the DomaCom Group, the Board considered that incorporating the risk management and nomination procedures into the function of the Board has been an appropriate way of addressing the accountability and efficiencies sought to be achieved by the ASX Guidelines. In addition, the Board considers having a remuneration committee of 2 members is sufficient having regard for the size of the DomaCom Group. The charter for the remuneration committee is currently being developed.

During the year the majority of the Board were not independent as two directors were also executives of the Company, two directors were also directors of an entity that has a substantial security holding in the Company and one director was also a director of an entity that has a significant business interest with DomaCom. Independence was maintained through a combination of ensuring conflicts were declared, requiring conflicted directors to be excluded from discussions and decision making that may have been materially impacted by conflicted interests and having an Independent Chairman.

The Board has deferred the annual process of for periodically evaluating the performance of the board, its committees and individual directors due to the significantly changes that have occurred in the composition of the Board. The program will continue in the next financial year once the new Board structure has been existence for a period of time.

Signed in accordance with a resolution of the Board of Directors:



John R Hewson
Chairman



Grahame D Evans
Deputy Chairman

Grant Thornton Audit Pty Ltd

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Auditor's Independence Declaration

To the Directors of DomaCom Limited

In accordance with the requirements of section 307C of the *Corporations Act 2001*, as lead auditor for the audit of DomaCom Limited for the year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been:

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



Grant Thornton Audit Pty Ltd
Chartered Accountants



D G NG
Partner – Audit & Assurance

Melbourne, 29 August 2022

www.grantthornton.com.au
ACN-130 913 594

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DOMACOM LIMITED
ABN 69 604 384 885

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2022

		30 June 2022	30 June 2021
		\$	\$
Revenue			
Fund management revenues	4	1,047,543	438,118
Other Income			
Interest Income		504	2,574
Government grant income		-	150,110
Other income		2,500,210	57,671
Total Other Income	4	2,500,714	210,355
Expenses			
Employee benefits expenses	13	(2,122,420)	(1,974,782)
Fund administration		(163,160)	(184,871)
Rent	8	(49,149)	(62,028)
Depreciation and Amortisation		(545,452)	(540,462)
Insurance		(379,112)	(279,997)
Advertising		(265,981)	(430,991)
Travel expenses		(19,897)	(17,848)
IT expenditure		(93,447)	(97,399)
Telephone expenditure		(28,077)	(29,412)
Professional fees		(589,039)	(429,329)
Finance costs		(1,463,976)	(1,041,659)
Cost of modifying convertible notes	14	(258,651)	-
Loss on derecognition of convertible notes	14	(83,826)	-
Director Fees		(69,383)	(230,442)
Impairment losses of financial assets	24	(431,000)	-
Other expenses		(408,271)	(351,810)
Total Expenses		(6,970,841)	(5,671,030)
Loss before income tax		(3,422,584)	(5,022,557)
Income tax expense	5	-	-
Loss for the period		(3,422,584)	(5,022,557)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit and loss</i>			
Exchange differences on translating foreign operations		(392)	(344)
Other comprehensive income for the period		(392)	(344)
Total comprehensive loss for the period		(3,422,976)	(5,022,901)
Earnings per share			
Basic Loss per share	17	(0.01)	(0.02)
Diluted Loss per share	17	(0.01)	(0.02)

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

DOMACOM LIMITED
ABN 69 604 384 885

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2022

		30 June 2022	30 June 2021
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	3,542,931	353,204
Receivables	7	975,788	179,832
Prepayments and other assets		214,197	494,568
TOTAL CURRENT ASSETS		<u>4,732,916</u>	<u>1,027,604</u>
NON-CURRENT ASSETS			
Receivables	7	507,000	-
Property, plant and equipment	8	7,210	6,671
Right-of-use asset	9	11,282	10,832
Intangible assets	10	1,740,019	1,709,164
Financial assets at fair value through profit and loss		26,816	32,978
TOTAL NON-CURRENT ASSETS		<u>2,292,327</u>	<u>1,759,645</u>
TOTAL ASSETS		<u>7,025,243</u>	<u>2,787,249</u>
LIABILITIES			
CURRENT LIABILITIES			
Payables	11	1,095,972	527,068
Provisions	12	269,487	214,756
Lease liabilities	9	11,622	11,622
Borrowings	14	3,232,949	3,224,648
TOTAL CURRENT LIABILITIES		<u>4,610,030</u>	<u>3,978,094</u>
NON-CURRENT LIABILITIES			
Provisions	12	218,354	169,784
TOTAL NON-CURRENT LIABILITIES		<u>218,354</u>	<u>169,784</u>
TOTAL LIABILITIES		<u>4,828,384</u>	<u>4,147,878</u>
NET ASSETS		<u>2,196,859</u>	<u>(1,360,629)</u>
EQUITY			
Issued capital	15	40,897,789	37,562,168
Other contributed equity	15	3,498,636	-
Reserves	16	2,109,382	1,963,567
Accumulated Losses		(44,308,948)	(40,886,364)
TOTAL EQUITY		<u>2,196,859</u>	<u>(1,360,629)</u>

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

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STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2022

	Issued Capital	Reserves	Accumulated Losses	Total
2022	\$	\$	\$	\$
Opening balance at 1 July 2021	37,562,168	1,963,567	(40,886,364)	(1,360,629)
Issue of share capital	3,335,621	-	-	3,335,621
Other contributed equity	3,498,636	-	-	3,498,636
Convertible Notes Extension of Maturity Date	-	146,207	-	146,207
Transactions with owners recorded directly in equity	6,834,257	146,207	-	6,980,464
Loss for the period to 30 June 2022	-	-	(3,422,584)	(3,422,584)
Other comprehensive income	-	(392)	-	(392)
Total comprehensive income for the period	-	(392)	(3,422,584)	(3,422,976)
Balance at 30 June 2022	44,396,425	2,109,382	(44,308,948)	2,196,859

	Issued Capital	Reserves	Accumulated Losses	Total
2021	\$	\$	\$	\$
Opening balance at 1 July 2020	33,556,078	2,031,363	(35,863,807)	(276,366)
Issue of share capital	3,938,638	-	-	3,938,638
Exercise of performance rights issued in prior periods	67,452	(67,452)	-	-
Transactions with owners recorded directly in equity	4,006,090	(67,452)	-	3,938,638
Loss for the period to 30 June 2021	-	-	(5,022,557)	(5,022,557)
Other comprehensive income	-	(344)	-	(344)
Total comprehensive income for the period	-	(344)	(5,022,557)	(5,022,901)
Balance at 30 June 2021	37,562,168	1,963,567	(40,886,364)	(1,360,629)

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

DOMACOM LIMITED
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CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2022

	30 June 2022	30 June 2021
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	1,053,914	438,118
Receipts from other income	700,000	-
Payments to suppliers and employees	(4,098,924)	(4,132,251)
Government Grant Received	-	200,110
Finance costs	(517,716)	(521,131)
Net cash used in operating activities	18 (2,862,726)	(4,015,154)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for plant and equipment	(4,336)	(3,650)
Payments for intangible assets	(460,199)	(418,271)
Payment for investment	-	(3,684)
Amounts advanced to related parties	(677,520)	(555,911)
Amounts repaid by related parties	696,448	447,448
Interest Received	504	2,574
Net cash used in investing activities	(445,103)	(531,494)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from share issue after capital raising costs	3,954,940	3,581,138
Proceeds from other contributed equity	3,498,636	-
Repayment of convertible notes	(815,726)	-
Repayment of lease liabilities	(140,389)	(134,912)
Net cash provided by financing activities	6,497,461	3,446,226
Net increase/(decrease) in cash and cash equivalents	3,189,632	(1,100,422)
Cash and cash equivalents at the beginning of period	353,204	1,453,970
Net foreign exchange difference	95	(344)
Cash and cash equivalents at the end of period	6 3,542,931	353,204

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

DOMACOM LIMITED
ABN 69 604 384 885

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 1: GENERAL INFORMATION AND STATEMENT OF COMPLIANCE

The financial report includes the financial statements and notes of DomaCom Limited (the “Company”) and its Controlled Entities (the “Group”).

The consolidated general purpose financial statements of the Group have been prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standards and other authoritative pronouncements of the Australian Accounting Standards Board. Compliance with Australian Accounting Standards results in full compliance with the International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB). DomaCom Limited is a for-profit entity for the purpose of preparing the financial statements.

The financial statements for the year ended 30 June 2022 were approved and authorised for issue by the Board of Directors on 29 August 2022.

NOTE 2: NEW ACCOUNTING STANDARDS ISSUED

New and amended standards and interpretations adopted by the Group

The new and revised standards and interpretations issued by the Australian Accounting Standards Board (“AASB”) that are relevant to its operations and effective for the year ended 30 June 2022 did not have a material impact on the financial statements of the Group.

New standards and interpretations not yet adopted

There are other Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective, and have not been early adopted by the Group for the annual reporting period ended 30 June 2022. The Group has not applied the following new and revised Australian Accounting Standards, interpretations and amendments that have been issued but are not yet effective:

Effective for annual reporting periods beginning on or after	Standard/Amendment
1 January 2023	AASB 2020-1 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-Current and AASB 2020-6 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current – Deferral of Effective Date
1 January 2022	AASB 2020-3 Amendments to Australian Accounting Standards – Annual Improvements 2018-2020 and Other Amendments
1 January 2023	AASB 2021-2 Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates
1 January 2023	AASB 2021-5 Amendments to Australian Accounting Standards – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

AASB 2020-1 amends AASB 101 Presentation of Financial Statements and affects only the presentation of liabilities as current or non-current in the statement of financial position and not the amount or timing of recognition of any asset, liability, income or expenses, or the information disclosed about those items. The amendments:

- Clarify that the classification of liabilities as current or non-current is based on rights that are in existence at the end of the reporting period;
- Specify that classification is unaffected by expectations about whether an entity will exercise its right to defer settlement of a liability;
- Explain that rights are in existence if covenants are complied with at the end of the reporting period; and
- Introduce a definition of ‘settlement’ where settlement refers to the transfer to the counterparty of cash, equity instruments, other assets or services.

The amendment may result in some reclassification of some liabilities between current and non-current categories.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 2: NEW ACCOUNTING STANDARDS ISSUED (CONTINUED)

New standards and interpretations not yet adopted (continued)

AASB 2020-3 amends AASB 1, AASB 9, AASB 15, AASB 141, AASB 3, AASB 116 and AASB 137. Relevant to the Group are the amendments to AASB 9 Financial Instruments. AASB 9 amendment is to clarify the fees an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. The new amendment clarifies that only fees paid or received between the entity (the borrower) and the lender, including fees paid or received by either the entity or the lender on the other's behalf are included.

AASB 2021-2 amends AASB Standards to improve accounting policy disclosures so that they provide more useful information to investors users of the financial statements and clarify the distinction between accounting policies and accounting estimates. This may change the disclosure of accounting policies included in the financial statements.

AASB 2021-5 amends AASB 112 Income Taxes to specify how companies should account for deferred tax on transactions such as leases. In specified circumstances, companies are exempt from recognising deferred tax when they recognise assets or liabilities for the first time (the 'initial recognition exception'). The amendments clarify that the initial recognition exception does not apply to transactions where both an asset and a liability are recognised in a single transaction. Accordingly, deferred tax is required to be recognised on such transactions. The Group currently does not account for deferred tax on transactions such as leases and therefore the amendments are not expected to impact financial reporting.

NOTE 3: SUMMARY OF ACCOUNTING POLICIES

(a) Overall considerations

The significant accounting policies that have been used in the preparation of these financial statements are summarised below.

The financial statements have been prepared using the measurement bases specified by Australian Accounting Standards for each type of asset, liability, income and expense. The measurement bases are more fully described in the accounting policies below.

Segmental Reporting

Financial information reported internally used for the allocation of resources and assessing performance is currently presented without reference to segments. Therefore profit and loss, revenues and expenses and assets and liabilities have been presented without segmentation.

(b) Basis of consolidation

The Group financial statements consolidate those of the Parent Company and all of its subsidiaries as of 30 June 2022. The Parent controls a subsidiary if it is exposed, or has rights, to variable returns from its involvement with the subsidiary and has the ability to affect those returns through its power over the subsidiary. All subsidiaries have a reporting date of 30 June.

All transactions and balances between Group companies are eliminated on consolidation, including unrealised gains and losses on transactions between Group Companies. Where unrealised losses on intra-group asset sales are reversed on consolidation, the underlying asset is also tested for impairment from a Group perspective. Amounts reported in the financial statements of Subsidiaries have been adjusted where necessary to ensure consistency with the accounting policies adopted by the Group.

Profit or loss and other comprehensive income of subsidiaries acquired or disposed of during the period are recognised from the effective date of acquisition, or up to the effective date of disposal, as applicable. Non-controlling interests, presented as part of equity, represent the portion of a subsidiary's profit or loss and net assets that is not held by the Group. The Group attributes total comprehensive income or loss of subsidiaries between the owners of the Parent and the non-controlling interests based on their respective ownership interests.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

(c) Foreign currency translation

Functional and presentation currency

The consolidated financial statements are presented in Australian Dollars (\$AUD), which is also the functional currency of the Parent Company.

Foreign currency transactions and balances

Foreign currency transactions are translated into the functional currency of the respective Group entity, using the exchange rates prevailing at the dates of the transactions (spot exchange rate). Foreign exchange gains and losses resulting from the settlement of such transactions and from the re-measurement of monetary items at year end exchange rates are recognised in profit or loss.

Non-monetary items are not retranslated at year-end and are measured at historical cost (translated using the exchange rates at the date of the transaction), except for non-monetary items measured at fair value which are translated using the exchange rates at the date when fair value was determined.

Foreign operations

In the Group's financial statements, all assets, liabilities and transactions of Group entities with a functional currency other than the \$AUD are translated into \$AUD upon consolidation. The functional currency of the Entities in the Group has remained unchanged during the reporting period.

On consolidation, assets and liabilities have been translated into \$AUD at the closing rate at the reporting date. Goodwill and fair value adjustments arising on the acquisition of a foreign entity have been treated as assets and liabilities of the foreign entity and translated into \$AUD at the closing rate. Income and expenses have been translated into \$AUD at the average rate over the reporting period. Exchange differences are charged / credited to other comprehensive income and recognised in the currency translation reserve in equity. On disposal of a foreign operation the cumulative translation differences recognised in equity are reclassified to profit or loss and recognised as part of the gain or loss on disposal.

(d) Revenue

To determine whether to recognise revenue, the Group follows a 5-step process:

1. Identifying the contract with a customer
2. Identifying the performance obligations
3. Determining the transaction price
4. Allocating the transaction price to the performance obligations
5. Recognising revenue when/as performance obligation(s) are satisfied.

Revenue is recognised either at a point in time or over time, when (or as) the Group satisfies performance obligations by transferring the promised services to its customers.

The Group recognises contract liabilities for consideration received in respect of unsatisfied performance obligations and reports these amounts as other liabilities in the statement of financial position. Similarly, if the Group satisfies a performance obligation before it receives the consideration, the Group recognises either a contract asset or a receivable in its statement of financial position, depending on whether something other than the passage of time is required before the consideration is due. Interest income is reported on an accruals basis.

DomaCom Australia Limited is a wholly owned subsidiary of DomaCom Limited and acts as the Investment Manager of the DomaCom Fund. The DomaCom Fund is a Managed Investment Scheme. Revenue arises mainly from the investment management services provided to the DomaCom Fund. This is recognised at a point in time when the performance obligation is satisfied.

The DomaCom Group may be entitled to claim a refundable tax credit for eligible research and development expenditure (e.g. the Research and Development Tax Incentive regime in Australia or other investment allowances). The DomaCom Group accounts for a claim as an offset against eligible capitalised R&D expenditure.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

d) Revenue (continued)

To the extent the claim relates to costs that were expensed as they did not meet the capitalisation criteria under AASB 138 Intangible Assets, this amount is recognised as Income recognised from research and development incentive at a point in time.

(e) Operating expenses

Operating expenses are recognised in profit or loss upon utilisation of the service or at the date of their origin.

(f) Intangible assets

Recognition of other intangible assets

Acquired intangible assets

Acquired computer software is capitalised on the basis of the costs incurred to acquire and install the specific software.

Internally developed intangibles

Expenditure on the research phase of projects to develop the software platform is recognised as an expense as incurred.

Costs that are directly attributable to a project's development phase are recognised as intangible assets, provided they meet the following recognition requirements:

- the development costs can be measured reliably
- the project is technically and commercially feasible
- the Group intends to and has sufficient resources to complete the project
- the Group has the ability to use or sell the asset
- the software will generate probable future economic benefits

Development costs not meeting these criteria for capitalisation are expensed as incurred.

Subsequent measurement

All intangible assets, including the internally developed software platform, are accounted for using the cost model whereby capitalised costs are amortised on a systematic basis over their estimated useful lives and are subject to impairment testing where indicators of impairment are identified. Residual values and useful lives are reviewed at each reporting date. Any capitalised internally developed asset that is not yet complete is not amortised but is subject to annual impairment testing. The following useful lives are applied:

- Software: 5 years
- Software platform costs: 5 years (see Note 3r)

The DomaCom Group may be entitled to claim a refundable tax credit for eligible research and development expenditure (e.g. the Research and Development Tax Incentive regime in Australia or other investment allowances). The DomaCom Group accounts for a claim as an offset against eligible capitalised R&D expenditure to the extent the claim relates to capitalised expenditure.

Subsequent expenditures on the maintenance of computer software and the software platform will be expensed as incurred.

When an intangible asset is disposed of, the gain or loss on disposal is determined as the difference between the proceeds and the carrying amount of the asset, and is recognised in profit or loss within other income or other expenses.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

(g) Property, plant and equipment

Plant and equipment is initially recognised at acquisition cost, including any costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by the Group's management.

Plant and equipment is subsequently measured using the cost model, cost less subsequent depreciation and impairment losses.

Depreciation is recognised on a straight-line basis to write down the cost less estimated residual value of plant and equipment. The following useful lives are applied:

- Furniture & fittings: 5 years
- Plant & office equipment: 5 years
- Computer equipment: 3 years

Material residual value estimates and estimates of useful life are updated as required, but at least annually. Gains or losses arising on the disposal of property, plant and equipment are determined as the difference between the disposal proceeds and the carrying amount of the assets and are recognised in profit or loss within other income or other expenses.

(h) Leased assets

The Group as a lessee

For any new contracts entered into, the Group considers whether a contract is, or contains a lease. A lease is defined as 'a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration'. To apply this definition the Group assesses whether the contract meets three key evaluations which are whether:

- the contract contains an identified asset, which is either explicitly identified in the contract or implicitly specified by being identified at the time the asset is made available to the Group
- the Group has the right to obtain substantially all of the economic benefits from use of the identified asset throughout the period of use, considering its rights within the defined scope of the contract
- the Group has the right to direct the use of the identified asset throughout the period of use. The Group assess whether it has the right to direct 'how and for what purpose' the asset is used throughout the period of use.

Measurement and recognition of leases as a lessee

At lease commencement date, the Group recognises a right-of-use asset and a lease liability on the balance sheet. The right-of-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Group, an estimate of any costs to dismantle and remove the asset at the end of the lease, and any lease payments made in advance of the lease commencement date (net of any incentives received).

The Group depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Group also assesses the right-of-use asset for impairment when such indicators exist.

At the commencement date, the Group measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or the Group's incremental borrowing rate.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

(h) Leased Assets (continued)

Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed), variable payments based on an index or rate, amounts expected to be payable under a residual value guarantee and payments arising from options reasonably certain to be exercised.

Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is remeasured to reflect any reassessment or modification, or if there are changes in in-substance fixed payments. When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset, or profit and loss if the right-of-use asset is already reduced to zero.

The Group has elected to account for short-term leases and leases of low-value assets using the practical expedients. Instead of recognising a right-of-use asset and lease liability, the payments in relation to these are recognised as an expense in profit or loss on a straight-line basis over the lease term.

(i) Impairment testing of non-financial assets

For impairment assessment purposes, assets are grouped at the lowest levels for which there are largely independent cash inflows (cash-generating units). As a result, some assets are tested individually for impairment and some are tested at cash-generating unit level.

Individual assets or cash-generating units are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised for the amount by which the asset's or cash-generating unit's carrying amount exceeds its recoverable amount, which is measured as fair value less costs to sell. Fair value of intangible assets is determined through assessing the value of the single cash generating unit. The value of the single cash generating unit is assessed using the market capitalisation of the Group.

Impairment losses for cash-generating units reduce first the carrying amount of any goodwill allocated to that cash-generating unit. Any remaining impairment loss is charged pro rata to the other assets in the cash-generating unit. With the exception of goodwill, all assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist.

An impairment charge is reversed if the cash-generating unit's recoverable amount exceeds its carrying amount.

(j) Financial instruments

Financial assets and financial liabilities are recognised when the Group becomes a party to the contractual provisions of the financial instrument, and are measured initially at fair value adjusted by transactions costs, except for those carried at fair value through profit or loss, which are measured initially at fair value. Subsequent measurement of financial assets and financial liabilities are described below.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred.

A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

(j) Financial instruments (continued)

Classification and subsequent measurement of financial liabilities

The Group's financial liabilities include trade and other payables, and related party loans

Financial Liabilities

Financial liabilities are measured subsequently at amortised cost using the effective interest method.

Compound Instruments

The component parts of convertible loan notes issued by the Group are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument. A conversion option that will be settled by the exchange of a fixed amount of cash or another financial asset for a fixed number of the Company's own equity instruments is an equity instrument. At the date of issue, the fair value of the liability component is estimated using the prevailing market interest rate for a similar non-convertible instrument. This amount is recorded as a liability on an amortised cost basis using the effective interest method until extinguished upon conversion or at the instrument's maturity date. The conversion option classified as equity is determined by deducting the amount of the liability component from the fair value of the compound instrument as a whole. This is recognised and included in equity, net of income tax effects, and is not subsequently remeasured. No gain or loss is recognised in profit or loss upon conversion or expiration of the conversion option. Transaction costs that relate to the issue of the convertible loan notes are allocated to the liability and equity components in proportion to the allocation of the gross proceeds. Transaction costs relating to the equity component are recognised directly in equity. Transaction costs relating to the liability component are included in the carrying amount of the liability component and are amortised over the lives of the convertible loan notes using the effective interest method.

(k) Income taxes

Tax expense recognised in profit or loss comprises the sum of deferred tax and current tax not recognised in other comprehensive income or directly in equity.

Current income tax assets and/or liabilities comprise those obligations to, or claims from, the Australian Taxation Office (ATO) and other fiscal authorities relating to the current or prior reporting periods, that are unpaid at the reporting date. Current tax is payable on taxable profit, which differs from profit or loss in the financial statements. Calculation of current tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred income taxes are calculated using the liability method on temporary differences between the carrying amounts of assets and liabilities and their tax bases. However, deferred tax is not provided on the initial recognition of goodwill, or on the initial recognition of an asset or liability unless the related transaction is a business combination or affects tax or accounting profit. Deferred tax on temporary differences associated with investments in subsidiaries and joint ventures is not provided if reversal of these temporary differences can be controlled by the Group and it is probable that reversal will not occur in the foreseeable future.

Deferred tax assets and liabilities are calculated, without discounting, at tax rates that are expected to apply to their respective period of realisation, provided they are enacted or substantively enacted by the end of the reporting period.

Deferred tax assets are recognised to the extent that it is probable that they will be able to be utilised against future taxable income, based on the Group's forecast of future operating results which is adjusted for significant non-taxable income and expenses and specific limits to the use of any unused tax loss or credit. Deferred tax liabilities are always provided for in full.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

(k) Income taxes (continued)

Deferred tax assets and liabilities are offset only when the Group has a right and intention to set off current tax assets and liabilities from the same taxation authority.

Changes in deferred tax assets or liabilities are recognised as a component of tax income or expense in profit or loss, except where they relate to items that are recognised in other comprehensive income (such as the revaluation of land) or directly in equity, in which case the related deferred tax is also recognised in other comprehensive income or equity, respectively.

(l) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and demand deposits, together with other short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value.

(m) Equity, reserves and dividend payments

Share capital represents the fair value of shares that have been issued. Any transaction costs associated with the issuing of shares are deducted from share capital, net of any related income tax benefits.

Retained earnings includes all current and prior period retained profits.

Dividend distributions payable to equity shareholders are included in other liabilities when the dividends have been approved in a general meeting prior to the reporting date.

All transactions with owners of the parent are recorded separately within equity.

(n) Employee benefits

Short-term employee benefits

Short-term employee benefits, including annual leave entitlement, are current liabilities included in employee benefits, measured at the undiscounted amount that the Group expects to pay as a result of the unused entitlement.

Share-based payments

Share-based compensation benefits are provided to employees via the Group or Shareholders for no cash consideration.

The fair value of shares granted is recognised as an employee benefit expense with a corresponding increase in equity. The fair value is measured at grant date and recognised over the period during which the employees become unconditionally entitled to the shares.

(o) Provisions, contingent liabilities and contingent assets

Provisions for legal disputes, onerous contracts or other claims are recognised when the Group has a present legal or constructive obligation as a result of a past event, it is probable that an outflow of economic resources will be required from the Group and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain.

Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Where there are a number of similar obligations, the likelihood that an outflow will be required in

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

(o) Provisions, contingent liabilities and contingent assets (continued)

settlement is determined by considering the class of obligations as a whole. Provisions are discounted to their present values, where the time value of money is material.

Any reimbursement that the Group can be virtually certain to collect from a third party with respect to the obligation is recognised as a separate asset. However, this asset may not exceed the amount of the related provision.

In those cases where the possible outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognised.

(p) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST. Cash flows are presented in the statement of cash flows on a gross basis, except for the GST components of investing and financing activities, which are disclosed as operating cash flows.

(q) Going Concern

As a developing business the Group has experienced a loss of \$3,422,584 and negative operating cash flows as set out in the Consolidated Statement of Cash Flows. The Group has net working capital of \$122,886 and a net asset position of \$2,196,859.

The net working capital position is largely driven by the Thundering Herd Secured Notes that have an extended maturity date of 1 February 2023. One of the conditions of extending their maturity date was readmission to quotation by the ASX. DomaCom has entered into an agreement with the Secured Noteholders that has currently waived this condition until 31 August 2022.

The continuing viability of the Group and its ability to continue as a going concern is dependent upon the Group increasing fee revenue through growing Funds under Management ("FUM") within the DomaCom Fund, controlling costs and through undertaking additional capital raising activities as part of ongoing capital management.

The Group has demonstrated an ability to grow FUM. During the last 12 months the FUM in the DomaCom Fund has increased from \$83 million to \$134 million at 30 June 2022 which represents a 61% increase. Revenue for the year ended 30 June 2022 includes fee revenue of \$1.0m, representing 139% increase on the prior year fee revenue of \$0.4m. Customer accounts have increased to 1,800 at 30 June 2022, up 50% from 1,197 accounts at 30 June 2021. From an investment offering perspective, 49 new sub-funds were added during the year ended 30 June 2022. A significant proportion of the new properties were House and Land packages in the National Disability Housing segment. A strong pipeline of business will continue to support this growth in FUM and Revenue.

DomaCom has a proven record of raising capital and believes it is reasonable to expect that further capital will be raised as required. A capital raise may be required in February 2023 if the Secured Convertible Noteholders elect not to convert to shares. Capital raising activities undertaken during the period included a private placement of \$2.0 million on 10 November 2021, a rights issue on 8 September 2021 with a shortfall offer on 2 December 2021 that raised \$1.7 million and a private placement completing in July 2022 for \$5.0m. DomaCom is currently suspended from quotation from the Australian Securities Exchange ("ASX") and, having successfully completed the recent capital raise, is working actively with the ASX to be readmitted to quotation.

DomaCom entered into a Deed of Settlement on 24 March 2022 with Global Meat Exports Pty Ltd ("GME") that sets out the settlement terms agreed as a result of AustAgri not being onboarded onto the DomaCom Platform. The terms include GME paying DomaCom \$2.5 million plus GST in instalments to be completed by no later than December 2023 (which may be accelerated in certain circumstances). An initial payment to DomaCom of \$500,000 plus GST was received on 31 March 2022 with further payments received in April and May 2022 for \$200,000 plus

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 3: SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

(q) Going Concern (continued)

GST in total. The uncertainty relating to the ability of DomaCom to recover the remaining \$1,800,000 (plus GST) is reflected in the partial provisioning carried out by management based on the latest available information.

If these matters are not or had not been achieved, there may be material uncertainty as to whether the Group continues as a going concern and, therefore, whether it will realise its assets and settle its liabilities in the normal course of business and at the amounts stated in the financial report. We believe that the Group will be able to continue to access sufficient sources of funds if required and will continue to grow revenue and implement cost control measures, and therefore are satisfied that the Group will continue as a going concern. Accordingly, the financial report has been prepared on a going concern basis. No adjustments have been made to the financial report relating to the recoverability and classification of the asset carrying amounts or the amount and classification of liabilities that might be necessary should the Group not continue as a going concern.

(r) Significant management judgement in applying accounting policies and estimation uncertainty

When preparing the financial statements, management undertakes a number of judgements, estimates and assumptions about the recognition and measurement of assets, liabilities, income and expenses.

Significant management judgements

The following are significant management judgements in applying the accounting policies of the Group that have the most significant effect on the financial statements.

Assessment of recoverability of amounts due under the GME Settlement Agreement

Assessing the recoverability of amounts due under the GME Settlement Agreement requires judgement. Management has taken account of all available information to carry out analysis of the likely recoverable amount and has adjusted the value of the receivable accordingly (see Note 24 for further details).

Capitalisation of internally developed software platform and impairment indicators

Distinguishing the research and development phases of the internally developed software platform and determining whether the recognition requirements for the capitalisation of development costs are met requires judgement. After capitalisation, management monitors whether the recognition requirements continue to be met and whether there are any indicators that capitalised costs may be impaired.

Useful economic life of internally developed software platform

Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical obsolescence that may change the utility of software. During the year management determined that the useful life of the internally developed software remains unchanged from the prior year.

Recognition of deferred tax assets

The extent to which deferred tax assets can be recognised is based on an assessment of the probability of the Group's future taxable income against which the deferred tax assets can be utilised. In addition, significant judgement is required in assessing the impact of any legal or economic limits or uncertainties in various tax jurisdictions. No deferred tax assets were recognized due to uncertainty of recoverability.

Derecognition and modification of Convertible Notes

Modifications were made in the current year to the exercise price and maturity date of the convertible notes issued by Group in prior periods. Management reviewed the qualitative and quantitative aspects of the changes made to consider whether they represented substantial modifications that required the extinguishment of the existing liability and recognition of a new liability.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 4: REVENUE & OTHER INCOME

	2022	2021
Revenue	\$	\$
Fund management revenues	523,686	420,378
Upfront platform fees	523,857	17,740
	1,047,543	438,118
Other Income		
Interest income	504	2,574
Government grant income	-	150,110
Income from settlement agreement	2,500,000	-
Other Income	210	57,671
	2,500,714	210,355
Total revenue and other income	3,548,257	648,473
Services recognised over time	523,686	420,378
Services recognised at a point in time	523,857	17,740
	1,047,543	438,118

Fund management revenues

The service provided for fund management revenues is the ongoing provision of investment management administration provided to each of the DomaCom-sub-funds. The performance obligation is met when the ongoing administration is carried out. The fees are calculated based on fixed percentages applied to the Funds Under Management.

Upfront platform fee

The service provided for upfront platform fees is the to setting-up and onboarding of assets into each new DomaCom sub-fund. The performance obligation is met when all of the requirements are met to set up a sub-fund and onboard assets into that sub-fund. The charging of upfront platform fees commenced in November 2020.

Government Grant Income

During the year ended 30 June 2021 the Group recognised income of \$150,110 for amounts received from the Australian Taxation Office from the COVID-19 Boosting Cash Flow for Employers program.

Other Income

DomaCom entered into a Revenue Recognition Agreement with AustAgri Group Ltd ("AustAgri") and Global Meat Exports Pty Ltd ("GME"), under which there was a conditional agreement to onboard AustAgri into a DomaCom Sub-Fund ("Scheme") and a termination fee of \$8.5 million plus GST if the Scheme was not implemented within the deadline provided for in that agreement. As the Scheme was not implemented it was DomaCom's position that the termination fee was payable under the Revenue Recognition Agreement and there was a debt due and owing to DomaCom. It was on this basis that DomaCom issued an invoice and statutory demand to GME for \$8.5 million plus GST. GME disputed that there was a debt owing by it under the Revenue Recognition Agreement and filed an application in the Supreme Court of Victoria to set aside the statutory demand. The application to set aside the statutory demand was filed on 20 January 2022.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 4: REVENUE & OTHER INCOME (CONTINUED)

Other Income (continued)

On 25 March 2022 DomaCom announced that a settlement had been reached with GME under which a settlement fee of \$2.5m plus GST was payable to DomaCom in instalments. DomaCom withdrew the statutory demand and the Supreme Court proceedings brought by GME were dismissed by consent.

During the year ended 30 June 2022, \$2,500,000 was recognised as Other Income as DomaCom has a legal entitlement to the settlement amount.. \$700,000 plus GST had been received under the Settlement Agreement at 30 June 2022. The remaining amount was included as a receivable and assessed for recoverability using expected credit loss modelling.

NOTE 5: INCOME TAX EXPENSE

	2022	2021
	\$	\$
Prima facie tax on loss before income tax	(3,422,584)	(5,022,557)
Prima facie tax on loss before income tax at 25% (2021: 26%)	855,646	1,305,865
	<hr/>	<hr/>
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:		
Non-deductible research and development expenses	115,050	108,751
Other non-deductible expenses	(614)	(7,030)
Effect of different tax rate of subsidiaries operating in other jurisdiction (17%)	(747)	(1,000)
Unused tax losses not recognised as DTAs	(1,027,096)	(1,532,464)
Tax offsets not recognised for deferred tax	57,761	125,878
Income tax expense	<hr/> <hr/>	<hr/> <hr/>
	-	-
Components of tax expense		
Temporary differences	<hr/>	<hr/>
	-	-
	<hr/> <hr/>	<hr/> <hr/>

Deferred taxes arising from temporary differences and unused tax losses calculated at a tax rate of 25% (2021: 26%) disclosed in the table below have not been recognised due to uncertainty over future taxable profits in the consolidated tax group.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 5: INCOME TAX EXPENSE (CONTINUED)

	2022	2021
	\$	\$
Deferred tax assets not recognised at the reporting date:		
Unused tax losses at 25% (2021: 26%)	9,049,200	8,589,805
Equity raising and company restructure costs	226,546	193,744
Accruals & Provisions	137,160	108,224
	<u>9,412,906</u>	<u>8,891,773</u>

Tax Losses and deductible temporary differences for which no deferred tax asset has been recognised

Unused tax losses	35,741,265	32,409,388
Equity raising and company restructure costs	906,183	745,169
Accruals & Provisions	548,640	416,247
	<u>37,196,088</u>	<u>33,570,804</u>

	2022	2021
	\$	\$
NOTE 6: CASH AND CASH EQUIVALENTS		
Cash at bank	3,502,931	313,204
Cash on deposit	40,000	40,000
	<u>3,542,931</u>	<u>353,204</u>

Cash and cash equivalents carries a weighted average effective interest rate of 0.23% (2021: 0.01%).

NOTE 7: RECEIVABLES

CURRENT

Amount receivable under Settlement Agreement	1,200,000	-
Allowance for credit losses	(338,000)	-
Trade Debtors	7,770	14,026
Amount receivable from related party	96,259	115,187
Other debtors	9,759	50,619
	<u>975,788</u>	<u>179,832</u>

NON-CURRENT

Amount receivable under Settlement Agreement	600,000	-
Allowance for credit losses	(93,000)	-
	<u>507,000</u>	<u>-</u>

Receivables are non-interest bearing. The Group reviews all receivables for impairment. Any receivables which are doubtful are provided for based on the expected credit loss.

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NOTE 7: RECEIVABLES (CONTINUED)

DomaCom entered into a Revenue Recognition Agreement with AustAgri Group Ltd ("AustAgri") and Global Meat Exports Pty Ltd ("GME"), under which there was a conditional agreement to onboard AustAgri into a DomaCom Sub-Fund ("Scheme") and a termination fee of \$8.5 million plus GST if the Scheme was not implemented within the deadline provided for in that agreement. As the Scheme was not implemented it was DomaCom's position that the termination fee was payable under the Revenue Recognition Agreement and there was a debt due and owing to DomaCom. It was on this basis that DomaCom issued an invoice and statutory demand to GME for \$8.5 million plus GST. GME disputed that there was a debt owing by it under the Revenue Recognition Agreement and filed an application in the Supreme Court of Victoria to set aside the statutory demand. The application to set aside the statutory demand was filed on 20 January 2022. On 25 March 2022 DomaCom announced that a settlement had been reached with GME under which a settlement fee of \$2.5m plus GST was payable to DomaCom in instalments. DomaCom withdrew the statutory demand and the Supreme Court proceedings brought by GME were dismissed by consent.

At 30 June 2022 \$1,800,000 remained receivable under the Settlement Agreement. The amount receivable is unsecured and has been subject to expected credit loss provisioning. Note 24 includes disclosures relating to the credit risk exposures and analysis relating to the allowance for expected credit losses.

NOTE 8: PLANT AND EQUIPMENT

	Furniture & fittings	Plant and office equipment	Computer Equipment	Total
	\$	\$	\$	\$
Year ended 30 June 2022				
Opening net book amount	-	-	6,671	6,671
Additions	-	-	4,336	4,336
Depreciation charge	-	-	(3,797)	(3,797)
Closing net book value	-	-	7,210	7,210
At 30 June 2022				
Cost	9,677	3,633	79,625	92,935
Accumulated depreciation	(9,677)	(3,633)	(72,415)	(85,725)
Net book value	-	-	7,210	7,210
Year ended 30 June 2021				
Opening net book amount	-	-	6,282	6,282
Additions	-	-	3,650	3,650
Depreciation charge	-	-	(3,261)	(3,261)
Closing net book value	-	-	6,671	6,671
At 30 June 2021				
Cost	9,677	3,633	77,485	90,795
Accumulated depreciation	(9,677)	(3,633)	(70,814)	(84,124)
Net book value	-	-	6,671	6,671

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	2022	2021
	\$	\$
NOTE 9: LEASES		
Right of Use Asset		
Year ended 30 June		
Opening net book amount	10,832	11,202.00
Additions	135,386	129,987
Amortisation	(134,936)	(130,357)
Closing net book value	<u>11,282</u>	<u>10,832</u>
At 30 June		
Cost	135,386	129,987
Accumulated depreciation	(124,104)	(119,155)
Net book value	<u>11,282</u>	<u>10,832</u>

With the exception of short-term leases and leases of low-value underlying assets, each lease is reflected on the balance sheet as a right-of-use asset and a lease liability. The Right of Use Assets relate to the non-cancellable Melbourne office leases. The Group is prohibited from selling or pledging the underlying leased assets as security. The Group must keep the property in a good state of repair. The depreciation of Right of Use Assets is expensed to profit and loss each year.

	2022	2021
	\$	\$
Lease Liability		
Opening lease liability	11,622	11,622.00
Recognition of lease liability	135,386	129,987
Interest charge	5,002	5,002
Repayment of lease	(140,388)	(134,989)
Closing lease liability	<u>11,622</u>	<u>11,622</u>
At 30 June		
Current	11,622	11,622
Non-Current	-	-

The Group has elected not to recognise a lease liability for short term leases (leases with an expected term of 12 months or less) or for leases of low value assets. Payments made under such leases are expensed on a straight-line basis. The expense relating to payments not included in the measurement of a lease liability is \$35,559 (2021: \$59,948) for the Sydney Office and \$234 (2021: \$2,080) for the Singapore virtual office.

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NOTE 10: INTANGIBLE ASSETS

	Software platform	Computer software	Total
	\$	\$	\$
Year ended 30 June 2022			
Opening net book amount at 1 July 2021	1,685,914	23,250	1,709,164
Amounts capitalised and additions	460,199	-	460,199
Disposals	-	(22,625)	(22,625)
Amortisation	(406,094)	(625)	(406,719)
Closing net book value at 30 June 2022	1,740,019	-	1,740,019

At 30 June 2022

Cost	5,656,230	100,057	5,756,287
Accumulated depreciation	(3,916,211)	(100,057)	(4,016,268)
Net book value	1,740,019	-	1,740,019

Year ended 30 June 2021

Opening net book amount at 1 July 2020	1,673,737	24,000	1,697,737
Amounts capitalised and additions	418,271	-	418,271
Amortisation	(406,094)	(750)	(406,844)
Closing net book value at 30 June 2021	1,685,914	23,250	1,709,164

At 30 June 2021

Cost	5,196,031	130,057	5,326,088
Accumulated depreciation	(3,510,117)	(106,807)	(3,616,924)
Net book value	1,685,914	23,250	1,709,164

Amortisation methods and useful lives

The Group amortises intangible assets with a limited useful life using the straight-line method over the following periods:

- Software platform costs (all internally generated): 5 years
- Computer software 5 years

See Note 3 (r) for management's judgement applied in determining the useful life of intangible assets and the presence of any impairment indicators.

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	2022	2021
	\$	\$
NOTE 11: PAYABLES		
CURRENT		
Trade creditors	432,059	495,361
Equity raising costs	274,257	-
Equity raising receipts repayable	305,062	-
Equity raised subject to shareholder approval	40,000	-
Sundry creditors and other accruals	44,594	31,707
	<u>1,095,972</u>	<u>527,068</u>

Payables are non-interest bearing. There are no payables where the fair value would be materially different from the current carrying value.

Equity raising receipts repayable are for monies received under a Private Placement from investors who did not meet the criteria for investing in the Placement. The monies were returned to investor after 30 June 2022. Equity raised subject to shareholder approval relates to amounts received for a Private Placement from a related party that requires shareholder approval.

	2022	2021
	\$	\$
NOTE 12: PROVISIONS		
CURRENT:		
Employee entitlements	<u>269,487</u>	<u>214,756</u>
NON-CURRENT		
Employee entitlements	<u>218,354</u>	<u>169,784</u>

NOTE 13: EMPLOYEE REMUNERATION		
Wages, salaries	1,789,222	1,678,472
Pensions - defined contribution plans	277,579	163,510
Other employment benefits	55,619	132,800
	<u>2,122,420</u>	<u>1,974,782</u>

The Director Long Term Incentive Plan and Employee Long Term Incentive Plan (LTIP) was established as a retention strategy and an incentive for staff and directors to continue to work hard for the DomaCom Group. Through obtaining equity, staff are motivated to strive to make the DomaCom Group successful as they will ultimately share in the success.

No performance rights were issued during the year ended 30 June 2022 (2021: nil). No performance rights were outstanding at 30 June 2022 (2021: nil).

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NOTE 14: BORROWINGS

CURRENT

Unsecured Convertible Notes	588,985	566,174
Secured Convertible Notes - Thundering Herd	2,643,964	2,658,474
	3,232,949	3,224,648

	Unsecured Convertible Notes subject to derecognition(\$)	Unsecured Convertible Notes (\$)	Secured Convertible Notes (\$)	Total (\$)
Opening balance at 1 July 2021	566,174	-	2,658,474	3,224,648
Derecognition of convertible security	(650,000)	-	-	(650,000)
Loss on derecognition of convertible notes	83,826	-	-	83,826
Issue of notes	-	650,000	-	650,000
Equity component of convertible notes issued	-	(146,207)	-	(146,207)
Payments made to modify convertible notes	-	-	(733,226)	(733,226)
Cost of modifying convertible notes	-	-	258,651	258,651
Interest expense and payments	-	85,192	460,065	545,257
Closing balance as at 30 June 2022	-	588,985	2,643,964	3,232,949

	Unsecured Convertible Notes (\$)	Secured Convertible Notes (\$)	Total (\$)
Opening balance at 1 July 2020	456,603	2,248,077	2,704,680
Interest expense and payments	109,571	410,397	519,968
Closing balance as at 30 June 2021	566,174	2,658,474	3,224,648

Unsecured Convertible Notes

650,000 Unsecured Convertible Notes were recognised on 18 May 2020 with an annual coupon of 10% payable quarterly in arrears. The holder of each note had the right to convert into one share at a conversion price of \$0.10 up to 25 January 2022. The notes were accounted for partly as debt and partly as equity.

Unsecured Convertible Notes (Derecognition)

The 650,000 Unsecured Convertible Notes were subject to a significant amendment and as a result were derecognised on 22 July 2021 resulting in a loss on derecognition of \$83,826. The Unsecured Noteholders have entered into a sub-ordination agreement such that they will not be repaid before the Secured Convertible Noteholders. As a result of the amendment to the maturity date of the Secure Convertible Notes, the effective maturity date of the Unsecured Convertible Notes was also extended to 1 February 2023.

650,000 Unsecured Convertible Notes were re-recognised on 22 July 2021 with the same annual coupon of 10% payable quarterly in arrears. The holder of each note has the right to convert into one share at the same conversion price of \$0.10 up to 1 February 2023. The notes have been accounted for partly as debt and partly as equity.

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NOTE 14: BORROWINGS (CONTINUED)

Secured Convertible Notes

2,950,000 Secured Convertible Notes were recognised on 18 May 2020 with an annual coupon of 15% payable quarterly in arrears. The holder of each note had the right to convert into one share at a conversion price of \$0.10 up to 7 December 2021. The notes were accounted for partly as debt and partly as equity. The Secured Convertible Notes have security over all assets of the Group.

Secured Convertible Notes (Modifications)

Modifications were made on 22 July 2021 to the Secured Convertible Notes to extend the maturity date to 1 July 2022 and amend the exercise price to \$0.06551. An additional modification was made effective 22 December 2021 to further extend the maturity date to 1 February 2023.

The modifications are not considered substantial for accounting purposes. Payments have been made and amounts accrued for \$733,226 for the modifications. The revised future payments have been discounted at the existing effective interest rate and the change to the carrying value of the Secured Convertible Notes of \$258,651 has been recognised to Profit and Loss.

The Secured Convertible Notes are classified as Current at 30 June 2022. The revised maturity date is 1 February 2023. A condition precedent was included as part of the modifications made on 22 July 2021 requiring the Company to be relisted on the ASX. Currently a waiver is in place until 31 August 2022 in respect of this condition precedent.

	2022	2021
	\$	\$
NOTE 15: ISSUED CAPITAL		
Ordinary shares fully paid (a)	40,897,789	37,562,168
Other contributed equity (b)	3,498,636	-
	44,396,425	37,562,168
	44,396,425	37,562,168
(a) Ordinary shares	No.	\$
2022		
Opening balance	305,793,814	37,562,168
Ordinary shares	66,992,764	3,844,074
Share issue cost	-	(508,453)
Closing balance as at 30 June 2022	372,786,578	40,897,789
	372,786,578	40,897,789
2021		
Opening balance	245,068,527	33,556,078
Ordinary shares fully paid issued during the period	60,725,287	4,229,950
Share issue cost	-	(223,860)
Closing balance as at 30 June 2021	305,793,814	37,562,168
	305,793,814	37,562,168

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NOTE 15: ISSUED CAPITAL (CONTINUED)

(b) Other contributed equity

2022	\$
Opening balance	-
Other contributed equity	3,498,636
Closing balance as at 30 June 2022	<u>3,498,636</u>

On 10 November 2021 the Company issued 30,506,852 Ordinary Shares at a price of \$0.06551 representing \$1,998,504 (before costs) raised through a Private Placement to sophisticated and professional investors. \$562,500 was received in the prior year, with the remaining \$1,436,004 received in the year ended 30 June 2022.

A further \$1,673,070 (before costs) was raised via an Entitlement Offer with Shortfall Offer at \$0.066 per share. 2,806,870 Ordinary Shares were issued under the Entitlement Offer on 8 September 2021 and 22,542,679 Ordinary Shares were issued under Shortfall Offer on 2 December 2021.

DomaCom carried out an additional Private Placement capital raising to sophisticated and professional investors in three tranches.

Tranche 1: 11,136,363 Ordinary Shares were issued at \$0.066 per Share on 27 May 2022 raising \$735,000 (before costs).

Tranche 2: At 30 June 2022 the shares had not been issued under Tranche 2. Monies and completed applications had been received for \$3,498,636 and were recognised as Other contributed equity at 30 June 2022.

Tranche 3: An application was received and accepted to raise a further \$200,000 from the issue of 3,030,303 Ordinary Shares at \$0.066 to a Director of DomaCom (Tranche 3). As the share issue is to a related party, prior shareholder approval is required under ASX Listing Rules. At 30 June 2022 \$40,000 of the \$200,000 had been received. The remaining \$160,000 was received after 30 June 2022. At the date of this report, the 3,030,303 Ordinary Shares have not been issued as Shareholder approval has yet to be obtained. At 30 June 2022 the \$40,000 received was recognised as a creditor.

The amount of franking credits available for subsequent reporting periods are:

	2022	2021
	\$	\$
Deferred debit balance of franking account at the beginning of the reporting period	5,650,273	5,650,273
Deferred debit that will arise from the receipt of the R&D tax offset for the current year	-	-
Balance of franking account adjusted for deferred debits arising from past R&D offsets received and expected R&D tax offset to be received for the current year	<u>5,650,273</u>	<u>5,650,273</u>

The Group has the capital management objective of ensuring the Group's ability to continue as a going concern. Management assesses the Group's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. The Group manages the capital structure and adjusts it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may issue new shares.

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NOTE 16: RESERVES

	2022	2021
	\$	\$
Share based payment reserve	249,600	249,600
Convertible Note Reserve	1,369,081	1,222,874
Equity Option Reserve	482,295	482,295
Foreign Currency Translation Reserve	8,406	8,798
	<u>2,109,382</u>	<u>1,963,567</u>

2022	Share based payment reserve (\$)	Equity Compensation Reserve (\$)	Convertible Note Equity Reserve (\$)	Equity Option Reserve (\$)	Foreign Currency Translation Reserve (\$)
Opening balance	249,600	-	1,222,874	482,295	8,798
Recognition of convertible notes	-	-	146,207	-	-
Translation of foreign operation net assets and results	-	-	-	-	(392)
Closing balance	<u>249,600</u>	<u>-</u>	<u>1,369,081</u>	<u>482,295</u>	<u>8,406</u>

2021	Share based payment reserve (\$)	Equity Compensation Reserve (\$)	Convertible Note Equity Reserve (\$)	Equity Option Reserve (\$)	Foreign Currency Translation Reserve (\$)
Opening balance	249,600	67,452	1,222,874	482,295	9,142
Exercise of performance rights	-	(67,452)	-	-	-
Translation of foreign operation net assets and results	-	-	-	-	(344)
Closing balance	<u>249,600</u>	<u>-</u>	<u>1,222,874</u>	<u>482,295</u>	<u>8,798</u>

Share based payment reserve is used to recognise the grant date fair value of shares issued to employees by the Group or Shareholders. The equity compensation reserve represents amounts expensed over the vesting period for performance rights issues to staff and directors. The convertible note equity reserve is used to recognise the equity portion of compound instruments as set out in Note 3(j). The equity option reserve is used to record the equity element of options issued. Exchange differences relating to the translation of results and net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency are recognised in other comprehensive income and accumulated in the foreign currency reserve.

NOTE 17: EARNINGS PER SHARE

Both the basic and diluted earnings per share have been calculated using the profit attributable to shareholders of the Parent Company (DomaCom Limited) as the numerator (i.e. no adjustments to profit were necessary in 2022 or 2021). The weighted average number of shares used in the calculation of the earnings per share is as follows:

	2022	2021
Amounts in thousands of shares:		
- weighted average number of shares used in the basic earnings per share	<u>341,644</u>	<u>291,498</u>

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NOTE 18: RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES

	2022	2021
	\$	\$
Loss for the period	(3,422,584)	(5,022,557)
Adjustments for:		
Depreciation and amortisation	545,453	540,462
Loss on disposal of asset	22,625	-
Loss/(gain) on revaluation of investment	6,162	(29,294)
Net interest received included in investing and financing	4,499	2,351
Financing costs	1,283,733	-
Net foreign exchange (gain)/loss	(487)	-
Changes in assets and liabilities:		
Decrease/(increase) in trade and other receivables	(1,355,013)	50,309
Increase/(decrease) in trade payable and accruals	(50,415)	390,482
Increase/(decrease) in employee provisions	103,301	53,093
Net cash used by operating activities	<u>(2,862,726)</u>	<u>(4,015,154)</u>

NOTE 19: AUDITOR REMUNERATION

Audit and review of financial statements

Auditors of DomaCom Limited - Grant Thornton Audit Pty Ltd	93,000	74,500
Remuneration from audit and review of financial statements	<u>93,000</u>	<u>74,500</u>

Other Services

Auditors of DomaCom Limited - Grant Thornton Audit Pty Ltd		
- taxation compliance	9,500	11,500
- other	1,945	2,686
Total other service remuneration	<u>11,445</u>	<u>14,186</u>
Total auditor's remuneration	<u>104,445</u>	<u>88,686</u>

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NOTE 20 RELATED PARTY TRANSACTIONS	2022	2021
	\$	\$
Key management personnel compensation		
Salaries	652,525	554,694
Total short term employee benefits	652,525	554,694
Long service leave	28,549	15,528
Total other long-term benefits	28,549	15,528
Pensions - defined contribution plans	65,253	52,696
Total post-employment benefits	65,253	52,696
Total remuneration	746,327	622,918

Kathryn Naoumidis is a related party to Arthur Naoumidis and received a salary of \$40,002 (2021: \$40,002), pension contributions of \$4,000 (2021: \$3,800). In addition, entitlement to Long Service Leave of \$510 accrued (\$2021: \$466).

Transactions between the Group and its related parties

During the financial year ended 30 June 2022, the following transactions occurred between the Group and its other related parties:

DomaCom Australia

- DomaCom Australia Limited, a controlled entity of the Company, received management fees for managing the DomaCom Fund. Fees recognised during the financial year were \$1,047,543 (2021: \$438,118).
- DomaCom Australia Limited held cash in the DomaCom Fund. Interest earned during the financial year was \$8 (2021: \$818). At 30 June 2022, cash held in the DomaCom Fund amounted to \$7,402 (2021: \$1,363).

DomaCom Australia had an unsecured receivable balance with the DomaCom Fund of \$96,259 (2021: \$115,187) representing upfront sub-fund set-up costs to be subsequently reimbursed by the DomaCom Fund. During the year ended 30 June 2022 payments totalling \$677,520 (2021: \$555,912) were made by DomaCom Australia to 3rd parties and receipts were received from the Fund of \$696,448 (2021: \$447,448).

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NOTE 20 RELATED PARTY TRANSACTIONS (CONTINUED)

Transactions between the Group and its related parties (Continued)

DomaCom Loan Administration Pty Ltd

DomaCom Loan Administration Pty Ltd is 100% owned by DomaCom Limited and the Trustee of the DomaCom Loan Fund.

In the year ended 30 June 2022 DomaCom Mortgage Sub-Funds that form part of the DomaCom Fund entered into or increased separate loan agreements with DomaCom Loan Administration Pty Ltd acting as Trustee of the DomaCom Loan Fund totaling \$2,300,400 (2021: \$3,470,601). Simultaneously DomaCom Loan Administration Pty Ltd acting as Trustee of the DomaCom Loan Fund entered into or increased loan agreements with a number of different DomaCom Property Sub-Funds for the same amount.

In the year ended 30 June 2022 a number of different DomaCom sub-Funds terminated separate loan agreements with DomaCom Loan Administration Pty Ltd acting as Trustee of the DomaCom Loan Fund totaling \$5,630,000 (2021: \$2,007,000). Simultaneously DomaCom Loan Administration Pty Ltd acting as Trustee of the DomaCom Loan Fund terminated the loan agreement with a number of different Property sub-funds for the same amount.

Interest totaling \$407,106 (2021: \$778,572) was paid from the DomaCom Property Sub-Funds to the DomaCom Loan sub-funds and DomaCom Mortgage Sub-Funds through the DomaCom Loan Fund for the loans in existence during the year ended 30 June 2022.

As back-to-back transactions the DomaCom Loan Fund did not recognize loan assets or loan liabilities, interest income or expense with the DomaCom Loan sub-funds or DomaCom Property Sub-Funds.

DomaCom RTO Trust Pty Ltd

DomaCom RTO Trust Pty Ltd is trustee of DomaCom Rental Property Accelerator (RPA) 304/1009 Dandenong Road, Malvern East Trust and DomaCom RTO Trust for DomaCom Sub-fund 918/40 Hall Street Moonee Ponds, collectively the RTO Trusts.

The Rental Property Accelerator (RPA) product includes the provision of up to 5% of the units of a property sub-fund to the tenant of the property over a 5 year period. Initially the units are held by the RTO Trust for the benefit of future tenants and DomaCom Australia Limited to the extent the units are not transferred to the tenants.

On 17 September 2020 13,097 units were transferred to the DomaCom RTO Trust for DomaCom Sub-fund 918/40 Hall Street Moonee Ponds. The 13,097 units held by RTO Trust were valued at \$10,690 at 30 June 2022 (2021: \$11,758).

On 9 March 2021 21,655 units were transferred to the DomaCom Rental Property Accelerator (RPA) 304/1009 Dandenong Road, Malvern East Trust. Subsequently 4,301 units were transferred to the tenant on 31 May 2021 and 4,361 units were transferred to the tenant on 3 June 2022. The 12,993 units (2021: 17,354 units) held by RTO Trust were valued at \$13,120 at 30 June 2022 (2021: \$17,912).

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NOTE 20 RELATED PARTY TRANSACTIONS (CONTINUED)

Transactions between the Group and its related parties (Continued)

HALO Technologies Holdings Limited

At 30 June 2022 HALO Investment Co Pty Limited holds 59,546,546 fully paid Ordinary Shares in DomaCom Limited. HALO Technologies Pty Ltd holds 100% of the Ordinary Shares of HALO Investments Co Pty Limited. HALO Technologies Holdings Limited (ASX:HAL) holds 100% of the shares in Halo Technologies Pty Limited.

Prior to the group restructure and listing of HALO Technologies Holdings Limited on the ASX on 26 April 2022, HALO Technologies Pty Limited was 51% owned by Matthew Roberts Holdings Pty Ltd. Matthew Roberts holds 100% of the Ordinary Shares of Matthew Roberts Holdings Pty Ltd. Matthew Roberts is a Director of DomaCom Limited. At 30 June 2022 Matthew Roberts Holdings Pty Ltd holds 38.45% of the Ordinary Shares of HALO Technologies Holdings Limited.

On 4 October 2021 HALO Investment Co Pty Limited made a non-interest bearing advance to DomaCom Limited for \$50,000 that is recorded as a Current Liability at 30 June 2022.

On 27 May 2022 HALO Investment Co Pty Limited was issued with 2,272,727 Ordinary Shares from investing \$150,000 into Tranche 1 of the Private Placement. DomaCom is currently working with the ASX to determine if the 2,272,727 Ordinary Shares are required to be sold by HALO Investment Co Pty Limited as they were purchased by a related party without prior shareholder approval as required under Listing Rule 10.11.

Atlantic Pacific Securities Pty Ltd (trading as ASR wealth advisers)

At 30 June 2022 Matthew Roberts owns 56.7% of Atlantic Pacific Securities Pty Ltd (trading as ASR wealth advisers) ("ASRW"). Matthew Roberts is a Director of DomaCom Limited.

At 30 June 2022 \$274,257 was recorded as commission payable to ASRW for the Private Placement that completed with the issue of 73,093,982 Ordinary Shares on 27 May 2022 (Tranche 1) and 11 July 2022 (Tranche 2). The total amount paid as commission to ASRW on 21 July 2022 was \$324,166.

NOTE 21: CONTINGENT LIABILITIES

There were no contingent liabilities at the end of the year.

NOTE 22: COMMITMENTS

There were no commitments at the end of the year.

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NOTE 23: INTERESTS IN SUBSIDIARIES

Name of Subsidiary	Country of incorporation and principal place of business	Principal activity	Proportion of ownership interests held by the Group
DomaCom Australia Limited	Australia	Provision of Investment Management Services and development of platform to fractionalise assets	100%
DomaCom Singapore Private Limited	Singapore	Sales and marketing of fractionalised asset product	100%
DomaCom Platform Services Pty Ltd	Australia	Development of platform to fractionalise assets	100%
DomaCom Loan Pty Ltd	Australia	Trustee for DomaCom Loan Fund	100%
DomaCom RTO Reserve Pty	Australia	Trustee for DomaCom Rental Property Accelerator (RPA) trusts	100%
DomaCom Administration Pty Ltd	Australia	Administration of the Senior Equity Release product	100%
Australian Thoroughbred Exchange Pty Ltd	Australia	Dormant	100%

NOTE 24: FINANCIAL INSTRUMENTS

	2022	2021
	\$	\$
Categories of financial instruments		
Financial Assets		
Cash and cash equivalents	3,542,931	353,204
Trade and other receivables #	1,482,788	179,832
	<u>5,025,719</u>	<u>533,036</u>
Financial Liabilities		
Trade and other payables # *	432,059	495,361
Current Borrowings #	3,232,949	3,224,648.00
	<u>3,665,008</u>	<u>3,720,009</u>

Carried at amortised cost

* Repayable within 6 months

DOMACOM LIMITED
ABN 69 604 384 885

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 24: FINANCIAL INSTRUMENTS (CONTINUED)

Risk management objectives and policies

The Group is exposed to various risks in relation to financial instruments. The Group's financial assets and liabilities by category are summarised above. The main types of risks are liquidity risk, credit risk and market risk. The Company's risk management is coordinated through the Chief Compliance and Risk Officer, in close cooperation with the Board of Directors (the "Board") and the Chief Financial Officer.

Liquidity risk analysis

Liquidity risk is the risk that the Group might be unable to meet its obligations. The Group manages its liquidity needs by monitoring forecast cash inflows and outflows due in day-to-day business. Net cash requirements are compared to available cash in order to maintain a cash surplus. Funding for long-term liquidity needs sourced through additional capital raising.

The Group's non-derivative financial liabilities have contractual maturities (including interest payments where applicable) as summarised below:

	Within 6 months (\$)	6-12 months	1-5 years (\$)
30 June 2022			
Trade payable and other payables	1,051,378	-	-
Unsecured Convertible Notes	32,589	671,904	-
Secured Convertible Notes	223,068	2,987,582	-
Lease repayment	11,699	-	-
	<u>1,318,734</u>	<u>3,659,486</u>	<u>-</u>
30 June 2021			
Trade payable and other payables	495,361	-	-
Unsecured Convertible Notes	48,973	654,452	-
Secured Convertible Notes	3,143,973	-	-
Lease repayment	11,699	-	-
	<u>3,700,005</u>	<u>654,452</u>	<u>-</u>

Credit Risk Analysis

Credit risk is the risk that a counterparty fails to discharge an obligation to the Group. The Group's maximum exposure to credit risk is limited to the carrying amount of financial assets recognised at the reporting date, as summarised in Note 7.

The Group continuously monitors defaults of customers and other counterparties, identified either by individual or group and incorporates this information into its credit risk controls. The Group's policy is to deal only with creditworthy counterparties.

DomaCom entered into a Revenue Recognition Agreement with AustAgri Group Ltd ("AustAgri") and Global Meat Exports Pty Ltd ("GME"), under which there was a conditional agreement to onboard AustAgri into a DomaCom Sub-Fund ("Scheme") and a termination fee of \$8.5 million plus GST if the Scheme was not implemented within the deadline provided for in that agreement. As the Scheme was not implemented it was DomaCom's position that the termination fee was payable under the Revenue Recognition Agreement and there was a debt due and owing to DomaCom. It was on this basis that DomaCom issued an invoice and statutory demand to GME for \$8.5 million plus GST.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 24: FINANCIAL INSTRUMENTS (CONTINUED)

Credit Risk Analysis (Continued)

GME disputed that there was a debt owing by it under the Revenue Recognition Agreement and filed an application in the Supreme Court of Victoria to set aside the statutory demand. The application to set aside the statutory demand was filed on 20 January 2022. On 25 March 2022 DomaCom announced that a settlement had been reached with GME under which a settlement fee of \$2.5m plus GST was payable to DomaCom in instalments. DomaCom withdrew the statutory demand and the Supreme Court proceedings brought by GME were dismissed by consent.

Under the Settlement Agreement GME will pay DomaCom \$2.5 million plus GST in instalments to be completed by no later than December 2023 (which may be accelerated in certain circumstances). The payment liability is secured by a personal guarantee. At 30 June 2022 \$700,000 of the \$2,500,000 due to DomaCom under the Settlement Agreement had been received in accordance with the payment schedule set out in the Settlement Agreement. After 30 June 2022 further payments have been deferred and are the subject of ongoing discussion with GME. DomaCom has maintained all of its rights under the Settlement Agreement. Expected credit loss provisioning has been applied to reflect the payment deferral. The provisioning is calculated based the expected credit loss over the lifetime of the receivable and reflects the expected receipts discounted to reflect the time value of money. A discount rate of 10% was applied as the estimated effective interest rate of the receivable.

In estimating the expected credit loss for the receivable amounts under the Settlement Agreement, DomaCom has considered the likelihood and timing of recovery based on the information available at the date of this report. DomaCom understands that GME is currently seeking to refinance a loan taken out to purchase Cedar Meats. In addition, GME may look to restructure its corporate structure. Both of these may impact the amount and timing of payments made to DomaCom under the Settlement Agreement. Also DomaCom is aware of a third party that is looking to purchase the Cedar Meats business. DomaCom also notes the amounts due from GME are subject to a personal guarantee from a GME director. DomaCom has actively engaged with GME to obtain assurances over timing and amounts receivable under the Settlement Agreement. Based on the information available DomaCom has formed expectations of the likely amount and timing of receipts taking account of the different possible outcomes that may eventuate.

The Group's management considers that all the above financial assets that are not impaired or past due for each of the reporting dates under review are of good credit quality.

With the exception of the amount receivable under the GME Settlement Agreement, the Group is not exposed to any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics.

The credit risk for cash and cash equivalents is considered negligible, since the counterparties are reputable banks with high quality external credit ratings.

Market risk analysis

The Group is exposed to market risk through currency and interest rate risk.

Foreign currency denominated financial assets and liabilities which expose the Group to currency risk are disclosed below. The amounts shown are those translated into \$AUD at the closing rate:

The following table illustrates the sensitivity of profit and equity in regards to the Group's financial assets and financial liabilities and the \$SGD/\$AUD exchange rate 'all other things being equal'. It includes only outstanding foreign currency denominated monetary items and adjusts their translation at the year end for a change in foreign currency rates. It assumes a +/- 10% change of the \$SGD/\$AUD exchange rate for the year ended at 30 June 2022 (2021: 10%).

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 24: FINANCIAL INSTRUMENTS (CONTINUED)

Market risk analysis (Continued)

If the \$SGD had strengthened against the \$AUD by 10% (2021: 10%) this would have had the following impact through a decrease in the Foreign Currency Translation Reserve:

	2022	2021
	\$	\$
Foreign Currency Sensitivity		
SGD		
Financial assets	1,355	2,080
Financial liabilities	-	-
Total Exposure	<u>1,355</u>	<u>2,080</u>
Equity	<u>123</u>	<u>189</u>

For a 10% weakening of \$SGD against \$AUD there would be a comparable increase in the Foreign Currency Translation Reserve.

Interest Rate Sensitivity

The Company's policy is to minimise interest rate risk exposures. Interest income is earned on deposits held. The rate is reviewed on a regular basis to ensure it remains in line with the expected rate of return. Interest expense incurred on any short term borrowings is assessed to ensure it is in line with market expectations. The Company's policy is not to enter into any long term borrowing.

The following table illustrates the sensitivity of profit and equity to a reasonably possible change in interest rates of +/- 1% (2021: +/- 1%). These changes are considered to be reasonably possible based on observation of current market conditions. The calculations are based on a change in the average market interest rate for each period, and the financial instruments held at each reporting date that are sensitive to changes in interest rates. All other variables are held constant.

Interest Rate Sensitivity	Loss for the period \$	Loss for the period \$
	+1%	-1%
30 June 2022	(7,537)	7,537
30 June 2021	(15,569)	15,569

Fair value Measurements

This note provides information about how the Group determines fair values of financial assets and financial liabilities.

Fair value of the Groups financial assets and financial liabilities that are measured at fair value on a recurring basis

Some of the Consolidated Entity's financial assets and financial liabilities are measured at fair value at the end of each reporting period. The following table gives information about how the fair values of these financial assets and financial liabilities are determined (in particular, the valuation technique(s) and inputs used).

DOMACOM LIMITED
ABN 69 604 384 885

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2022

NOTE 24: FINANCIAL INSTRUMENTS (CONTINUED)

Fair value Measurements (continued)

Financial assets/(liabilities)	Fair value 30 June 2022 (\$)	Fair value 30 June 2021 (\$)	Fair value hierarchy	Valuation technique(s) and key input(s)
13,097 (2021: 13,097) units held by DomaCom RTO Trust for DomaCom Sub-fund 918/40 Hall Street Moonee Ponds	\$10,690	\$11,758	Level 1	Quoted price for units in DomaCom Property Sub-Fund
12,993 (2021: 17,354) units held by DomaCom Rental Property Accelerator (RPA) 304/1009 Dandenong Road, Malvern East Trust	\$13,120	\$17,912	Level 1	Quoted price for units in DomaCom Property Sub-Fund

NOTE 25 PARENT ENTITY INFORMATION

	2022 \$	2021 \$
Current Assets	602,596	374
Total Assets	6,115,333	1,880,225
Current Liabilities	3,918,474	16,205
Total Liabilities	3,918,474	3,240,854
Net Assets	2,196,859	(1,360,629)
Issued Capital	40,897,789	37,562,168
Other contributed equity	3,498,636	-
Share based payment reserve	249,600	249,600
Convertible note equity reserve	1,369,080	1,222,874
Equity option reserve	482,295	482,295
Retained earnings	(40,877,566)	(35,854,665)
Current earnings	(3,422,975)	(5,022,901)
Total Equity	2,196,859	(1,360,629)

NOTE 26: SUBSEQUENT EVENTS

Subsequent to balance date and prior to the issuing of this report, the following events have occurred.

- The Group entered into a new office license agreement for Melbourne effective 1 September 2022.
- The Company received \$590,567 to complete Tranche 2 of the Private Placement (ASX Announcement 12 July 2022) and issued 61,957,619 Shares to sophisticated and institutional investors at a price of \$0.066. In addition, the remaining \$160,000 was received for Tranche 3 of the Private Placement that will see the issue of 3,030,030 shares to a related party once shareholder approval has been received.

There have been no other events subsequent to period end that require disclosure.

DIRECTORS' DECLARATION

In the opinion of the directors of DomaCom Limited

- a the consolidated financial statements and notes of DomaCom Limited are in accordance with the *Corporations Act 2001*, including:
 - i giving a true and fair view of its financial position as at 30 June 2022 and of its performance for the financial period ended on that date; and
 - ii complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
- b there are reasonable grounds to believe that DomaCom Limited will be able to pay its debts as and when they become due and payable, and
- c DomaCom Limited has included in the notes to the financial statements an explicit and unreserved statement of compliance with International Financial Reporting Standards.

Signed in accordance with a resolution of the directors:



John R Hewson
Chairman

29 August 2022



Grahame D Evans
Deputy Chairman

Grant Thornton Audit Pty Ltd

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Independent Auditor's Report

To the Members of DomaCom Limited

Report on the audit of the financial report

Opinion

We have audited the financial report of DomaCom Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2022, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies, and the Directors' declaration.

In our opinion, the accompanying financial report of the Group is in accordance with the *Corporations Act 2001*, including:

- a giving a true and fair view of the Group's financial position as at 30 June 2022 and of its performance for the year ended on that date; and
- b complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Group 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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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Material uncertainty related to going concern

We draw attention to Note 3(q) in the financial statements, which indicates that the Group incurred a net loss of \$3,422,584 during the year ended 30 June 2022, and as of that date, the Group has net working capital of \$122,886. As stated in Note 3(q), these events or conditions, along with other matters as set forth in Note 3(q), indicate that a material uncertainty exists that may cast doubt on the Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Emphasis of matter: Settlement fee receivable

We draw attention to Note 7 in the financial statements, which indicates that the Group has \$1,800,000 receivable at 30 June 2022 which arises from a settlement agreement with Global Meats Exports Pty Ltd ("GME"). We also draw attention to Note 3(r) and Note 24 which describe management's significant judgement applied in determining the expected credit loss provisioning and associated credit risk exposures. Our opinion is not modified in respect of this matter.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In addition to the matter described in the Material uncertainty related to going concern section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Key audit matter	How our audit addressed the key audit matter
Intangible asset – Impairment (Note 3(f) and (r))	
<p>Given the nature of the industry in which the Group operates, there is a risk that there could be a material impairment to intangible asset balances.</p> <p>AASB 136 <i>Impairment of Assets</i> requires that an entity assess at the end of each reporting period possible internal or external indicators of impairment and evaluate intangible assets not yet placed into service at least annually for impairment. The Group has determined there is one cash-generating unit (CGU) and evaluates the CGU for impairment by comparing the CGU's fair value less costs of disposal to its carrying amount.</p> <p>This area is a key audit matter due to the inherent subjectivity and estimation uncertainty in measuring the recoverable amount.</p>	<p>Our procedures included, amongst others:</p> <ul style="list-style-type: none">• Obtaining and evaluating management's position paper that documents their assessment relating to the determination of CGUs and potential impairment indicators;• evaluating management's assessed carrying value of the intangible asset calculated based on its expected fair value less cost to sell, including critically assessing key assumptions and inputs for reasonableness and accuracy; and• assessing the adequacy of the relevant disclosures in the financial statements.

Information other than the financial report and auditor's report thereon

The Directors are responsible for the other information. The other information comprises the information included in the Group's annual report for the year ended 30 June 2022, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors' for the financial report

The Directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at: http://www.auasb.gov.au/auditors_responsibilities/ar1_2020.pdf. This description forms part of our auditor's report.

Report on the remuneration report

Opinion on the remuneration report

We have audited the Remuneration Report included in pages 10 to 13 of the Directors' report for the year ended 30 June 2022.

In our opinion, the Remuneration Report of DomaCom Limited, for the year ended 30 June 2022 complies with section 300A of the *Corporations Act 2001*.

Responsibilities

The Directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Grant Thornton Audit Pty Ltd
Chartered Accountants

D G NG
Partner – Audit & Assurance

Melbourne, 29 August 2022

DOMACOM LIMITED
ABN 69 604 384 885
SHAREHOLDER INFORMATION

Additional information required by the ASX Limited Listing Rules and not disclosed elsewhere in this report is set out below. The information is effective as at 25 August 2022.

Substantial Shareholders

HALO INVESTMENT CO PTY LTD	59,546,546
FQC FINTECH 2 PTY LTD	44,166,666

Voting rights

Ordinary Shares: 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.

Distribution of equity security holders

Holding Ranges	Ordinary Shares	%
1-1,000	18	0.000
1,001-5,000	166	0.130
5,001-10,000	136	0.240
10,001-100,000	363	3.310
100,001-9,999,999,999	447	96.320
Totals	1,133	100.000

DOMACOM LIMITED
ABN 69 604 384 885
SHAREHOLDER INFORMATION

Twenty (20) largest shareholders

	Number of shares held	% of issued shares
HALO INVESTMENT CO PTY LTD	59,546,546	13.697%
FQC FINTECH 2 PTY LTD	44,166,666	10.159%
BROWN RIVER INVESTMENTS PTY LTD <BROWN RIVER SUPER FUND A/C>	16,926,333	3.893%
MR ARTHUR NAOUMIDIS & MRS KATHRYN MARGARET NAOUMIDIS <THE NAOUMIDIS A/C>	12,586,779	2.895%
YASSINE CORPORATION PTY LTD <YASSINE FAMILY A/C>	12,198,234	2.806%
BOVINGDON RETIREMENT FUND PTY LTD <BOVINGDON RET FUND A/C>	8,498,290	1.955%
THUNDERING HERD PTY LTD	7,967,373	1.833%
MR MARK DAVID SINCLAIR	7,882,120	1.813%
BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAILCLIENT DRP>	7,065,487	1.625%
TAYCO INVESTMENTS PTY LTD	6,255,395	1.439%
YASSINE CORPORATION PTY LTD	5,825,696	1.340%
COWEN INVESTMENTS PTY LTD	5,464,111	1.257%
CITICORP NOMINEES PTY LIMITED	4,979,806	1.145%
RACT SUPER PTY LTD <RAND SUPER FUND A/C>	4,686,918	1.078%
SONENBERG SUPERANNUATION PTY LTD <N SONENBERG SUPER FUND A/C>	4,663,333	1.073%
ANIDAN PTY LTD <H & T SUPER FUND A/C>	4,000,000	0.920%
OIKOYINIA PTY LTD <OIKOYINIA SUPER FUND A/C>	3,787,879	0.871%
NO TAX BILL PTY LTD <ACANTO SUPER FUND A/C>	3,300,000	0.759%
GRAYSON NOMINEES PTY LTD <GRAYSON INVESTMENT A/C>	3,144,863	0.723%
MAINSTREET CAPITAL PARTNERS PTY LTD <MAINSTREET OPPORTUNITIES A/C>	3,052,969	0.702%
Total Securities of Top 20 Holdings	225,998,798	51.984%
Total of Securities	434,744,197	

Unissued equity securities

Nil

Securities exchange

The Company is listed on the Australian Securities Exchange.

DOMACOM LIMITED
ABN 69 604 384 885
CORPORATE INFORMATION

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John R Hewson
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George D Paxton
Matthew Roberts
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Hilal Yassine

COMPANY SECRETARY

Philip JR Chard

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