

ASX Announcement | 31 January 2025 DomaCom Limited (ASX: DCL)

Quarterly Activities and Cashflow Report

DomaCom Limited (ASX:DCL) (**'DomaCom'** or **'Company'**) is pleased to announce its Appendix 4C cash flow report for the quarter ended 31 December 2024, along with the following financial and operational update.

Corporate Update

- **Executive Changes:** Acting CEO Steve James resigned on 23 October 2024. The Board appointed Darren Younger as the new Acting CEO, effective 1 November 2024. Darren brings extensive leadership experience, having held key leadership positions in the financial and technology sectors. His strategic vision and operational expertise will be instrumental in driving Domacom's next phase of growth and expansion. Darren will be focusing on enhancing investor confidence, streamlining business operations, and accelerating product development initiatives.
- **Funding Facility Secured:** The company secured a further funding facility of \$1.5 million via a debt facility, available if required. This facility, provided by Samagi Capital, enhances the company's financial flexibility and supports its operational and growth objectives. The terms of the facility provide Domacom with the ability to draw down funds as needed, ensuring liquidity to meet both short-term and strategic investment requirements. This funding will assist in expanding key business areas, particularly in scaling the newly launched Homeowner Equity Fund.

Shareholder and Capital Structure

- **Extraordinary General Meeting (EGM) Outcomes:** All eight resolutions presented at the EGM held on 25 November 2024 were successfully passed. This marks a significant milestone for Domacom as these resolutions pave the way for financial stability and strategic expansion. Key resolutions included:
 - **Conversion of \$3 million in debt into equity:** This move strengthens the company's balance sheet by reducing outstanding

liabilities, enhancing financial health, and improving investor confidence. By converting debt into equity, Domacom is reducing interest-bearing obligations, which frees up capital for further investment.

- **Approval to issue up to 250 million new shares:** This approval enables Domacom to pursue further capital-raising activities, providing the financial resources required to execute its strategic plans. The ability to issue new shares gives the company greater flexibility to attract new investors and fund ongoing expansion initiatives.
- **Private Placement:** The quarter concluded with the successful signing of a \$2 million private placement. This placement was secured through via a sophisticated investor who recognizes the company's growth potential. These funds will be allocated towards repayment of the \$1.5mil debt facility, product development, market expansion, and further technological advancements to ensure the company remains at the forefront of its industry.

Strategic Developments

- **Exclusive Licence Agreement for Bricklet Homeowner Platform:** The company signed an exclusive licence agreement for the Bricklet Homeowner Platform, which represents a major strategic initiative. This agreement will facilitate the deployment of the platform and aid in raising funds to support its expansion. The Bricklet Homeowner Platform is designed to offer a revolutionary way for potential homeowners to access deposit funding via a shared equity program. The agreement grants Domacom exclusive rights to leverage this technology in key markets, strengthening its position as an industry leader in home equity financing.
- **Launch of Homeowner Equity Fund:** The company announced its plans to launch a new Homeowner Equity Fund in early 2025. This fund is expected to provide potential homeowners with an innovative solutions, allowing them to purchase their home with little savings. The fund aligns with Domacom's broader mission to enhance property ownership accessibility and financial flexibility for homeowners. It also represents a major growth opportunity for Domacom, positioning it as a leader in the fractional property investment space. The fund will be structured to attract wholesale and institutional investors, ensuring a diversified capital base.

Outlook

Domacom remains focused on executing its growth strategy, leveraging its strengthened capital structure and funding facilities to drive long-term value creation. The management team continues to explore opportunities to expand its market presence, improve operational efficiencies, and enhance shareholder value. Key priorities for the next quarter include:

- Rolling out the Bricklet Homeowner Platform to new markets and securing strategic partnerships.
- Finalizing preparations for the Homeowner Equity Fund launch and engaging with potential investors.
- Continuing capital-raising activities to support business expansion and technological innovation.
- Strengthening investor relations through clear and transparent communications on financial and operational performance.

In accordance with ASX Listing Rule 4.7C, the Company provides the following additional commentary relating to the financial results included in the Appendix 4C for the quarter ended 31 December 2024.

During the quarter ended 31 December 2024, the payment of remuneration to executive and non-executive directors and their related parties amounted to \$65,000. Furthermore, a net amount of \$208,000 was paid for reimbursable expenses incurred on behalf of the related-party DomaCom Fund.

DomaCom remained focused on monitoring its costs during the quarter. Gross cash expenditure from operating activities were \$698,000 for the quarter ended 31 December 2024, compared to \$856,000 for the quarter ended 30 September 2024

End

This announcement has been authorised for release to the market by the Chairman of the Board.

For further information, please contact:

DomaCom Limited

Darren Younger

Acting Chief Executive Officer

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About DomaCom

DomaCom Limited (ASX:DCL) is the operator of an innovative managed investments platform for a wide range of assets across wholesale and retail markets. The platform offers investors and financial advisers easy access, reporting and transparency with comparatively lower minimum investments and competitive costs and structures. Investments on the platform can include a range of unique assets from agriculture, energy, securities, commercial and residential property.

As a leader in the Australian financial sector, DomaCom has a reputation for innovative structures and making portfolio diversification a reality for investors.

To learn more, please visit: www.domacom.com.au

Appendix 4C

Quarterly cash flow report for entities subject to Listing Rule 4.7B

Name of entity

DomaCom Limited (ASX Code: DCL)

ABN

69 604 384 885

Quarter ended ("current quarter")

31 December 2024

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	315	640
1.2 Payments for		
(a) research and development	-	-
(b) product manufacturing and operating costs	(17)	(42)
(c) advertising and marketing	-	(30)
(d) leased assets	-	-
(e) staff costs	(273)	(693)
(f) administration and corporate costs	(408)	(789)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	1
1.5 Interest and other costs of finance paid	(178)	(218)
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(561)	(1,131)
2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) businesses	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) intellectual property	-	-
(f) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from disposal of:		
	(a) entities	-	-
	(b) businesses	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) intellectual property	-	-
	(f) other non-current assets (payments for capitalised development costs)	-	(20)
2.3	Cash flows from loans to other entities	(208)	(389)
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	(208)	(409)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(198)	(198)
3.5	Proceeds from borrowings	1,563	2,808
3.6	Repayment of borrowings	(350)	(548)
3.7	Transaction costs related to loans and borrowings	(6)	(272)
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	1,009	1,790

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	64	54
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(561)	(1,131)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(208)	(409)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,009	1,790
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	304	304

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	264	24
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	40	40
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	304	64

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(65)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	(208)
<i>Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.</i>		

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	2,500	2,610
7.2	Credit standby arrangements	-	-
7.3	Other (please specify)	5,476	5,476
7.4	Total financing facilities	7,976	8,086
7.5	Unused financing facilities available at quarter end		(110)
7.6	<p>Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.</p> <p>\$650,000 was raised through the issue of Unsecured Convertible Notes on 25 January 2018 to various note holders with an annual coupon of 10% payable quarterly in arrears. The Unsecured Convertible Notes have reached maturity date and are now redeemable.</p> <p>\$350,000 was raised on 31 August 2023 as short-term unsecured loans from two DomaCom shareholders with an initial interest rate of 15% for 3 months repayable on the completion of the capital raise announced on 10 October 2023. During the quarter, \$350k was repaid, comprising principal and interest. At period end, \$100k of principal remained payable to one shareholder.</p> <p>\$2,081,000 has been raised through the issue of Tranche 1 secured convertible notes on 17 November 2023 and \$70,000 has been raised through the issue of Tranche 2 secured convertible notes on 12 December 2023 as part of the capital raise announced on 10 October 2023 with an annual interest rate of 12% per annum.</p> <p>A loan of \$1,500,000 was entered into with Bricklet Ltd as announced on 4 March 2024, with a maturity date of 1 March 2026 and an interest rate of 12% per annum paid quarterly in arrears.</p> <p>At 31 December 2024, the \$2,500,000 unsecured loan facility with Bricklet Ltd as announced on 16 August 2024, had been drawn down in full. The loan facility has a maturity date of 31 October 2025 and an interest rate of 13% per annum paid quarterly in arrears.</p> <p>On 31 December 2024, the above \$2,500,000 unsecured loan facility with Bricklet Ltd was overdrawn to the amount of \$110,000.</p> <p>Loans of \$500,000 were entered into with two investors as announced on 16 May 2024, with a maturity date of 31 October 2025 and an interest rate of 13% per annum paid quarterly in arrears.</p> <p>An unsecured loan of \$200,000 was entered into with the principal IT service provider through the conversion of a trade creditor balance from 1 July 2024 with a maturity date of 1 July 2026 and an interest rate of 13% per annum paid on maturity.</p> <p>An unsecured loan of \$125,000 was entered into with a Director of DomaCom on 6 May 2024 with a maturity date of 5 June 2024 and an interest rate of 13% per annum paid on maturity. This remains outstanding at 31 December 2024.</p>		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(561)
8.2	Cash and cash equivalents at quarter end (item 4.6)	304
8.3	Unused finance facilities available at quarter end (item 7.5)	(110)
8.4	Total available funding (item 8.2 + item 8.3)	194
8.5	Estimated quarters of funding available (item 8.4 divided by item 8.1) <i>Note: if the entity has reported positive net operating cash flows in item 1.9, answer item 8.5 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.5.</i>	0.35
8.6	If item 8.5 is less than 2 quarters, please provide answers to the following questions:	
8.6.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: Yes, however the entity is taking steps to reduce the net operating cash outflows in future periods and as outlined below, has raised additional funding subsequent to period end to fund operations.	
8.6.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: Yes, refer to announcements dated 9 January 2025 and 13 January 2025 for an aggregated \$3.5 million in capital raised after the current quarter.	
8.6.3	Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?	
	Answer: Yes, given the capital raisings noted above the entity expects to continue its operations and to meet its business objectives.	
	<i>Note: where item 8.5 is less than 2 quarters, all of questions 8.6.1, 8.6.2 and 8.6.3 above must be answered.</i>	

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date:31 January 2025.....

Authorised by:The Board of Directors.....
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standard applies to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.