

CONSOLIDATED RESULTS FOR ANNOUNCEMENT TO THE MARKET

For the half year ended 31 December 2022 Sparc Technologies Limited ACN 009 092 068

This Condensed Consolidated Interim Financial Report does not include all the notes of the type normally included in an Annual Financial Report. Accordingly, it is to be read in conjunction with the Annual Report for the year ended 30 June 2021 and any public announcements made by Sparc Technologies Limited during the half year, in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Current reporting period: Half-year ended 31 December 2022

Previous corresponding reporting period: Half-year ended 31 December 2021

Consolidated Results

			\$A
Revenues from ordinary activities	-%	To	-
(Loss) from ordinary activities after tax	-79.89%	to	(1,481,828)
Net (loss) for the half-year attributable to members	-79.89%	to	(1,481,828)

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Dividends (distributions)	Amount per security	Franked amount per security
Final Dividend	Nil	Nil
Interim Dividend		
Previous corresponding half-year	Nil	Nil
Record date for determining entitlements to the dividend	NOT APPLICABLE	

Comments

The reported Loss from Ordinary Activities After Tax for the period was \$1,481,828. Net Cash Used in Operating Activities for the period was \$1,608,680. The Loss from Ordinary Activities after Tax includes non cash expenses relating to share-based payments to employees of \$503,502 and depreciation and amortisation of \$108,970 and a non-cash gain of \$215,896 from the Group's share in the net profit of it's associate, Sparc Hydrogen Pty Ltd. The remaining difference between the Loss from Ordinary Activities After Tax and Net Cash used in Operating Activities relates to movements in other balance sheet items

OTHER INFORMATION

For the half-year ended 31 December 2022
Sparc Technologies Limited ACN 009 092 068

Net Tangible Assets per Security	Half Year ended 31 December 2022	Half Year ended 31 December 2021
(31 December 2022: Total net assets less intangible assets; 31 December 2021: Total net assets less intangible assets)	7.04 cents	5.73 cents

Dividends

Date the dividend (distribution) is payable

NOT APPLICABLE

Record date to determine entitlements to the dividend (distribution)

NOT APPLICABLE

If it is a final dividend, has it been declared?

NOT APPLICABLE

Amount per security

	Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
Final dividend:			
Current year	Nil	Nil	Nil
Previous year	Nil	Nil	Nil
Interim dividend:			
Current year	Nil	Nil	Nil
Previous year	Nil	Nil	Nil

Audit

The financial statements were subject to a review by the auditors and the review report is attached as part of the report for the half year ended 31 December 2022.

Sparc Technologies Limited

ACN 009 092 068

Report for the half-year ended 31 December 2022

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Corporate directory

Directors

Mr Stephen Hunt	(Executive Chairman)
Mr Mike Bartels	(Managing Director)
Mr Daniel Eddington	(Non – Executive Director)
Ms Stephanie Moroz	(Non – Executive Director)

Company Secretary

Mr Adrien Wing

Registered Office

Sparc Technologies Limited
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Melbourne VIC 3000
Email: info@sparctechnologies.com.au

Auditors

BDO Audit Pty Ltd
Level 7,
420 King William St
ADELAIDE, SA 5000

Share Registry

Link Market Services Limited
Level 12, QV1 Building
250 St Georges Terrace
Perth WA 6000

Enquiries within Australia: 1300 554 474
Enquiries outside Australia: +61 1300 554 474
www.linkmarketservices.com.au

Websites:

www.sparctechnologies.com.au

Stock Exchange

The company Sparc Technologies Limited is listed on the Australian Securities Exchange (ASX).
The ASX Code is: SPN-Ordinary Shares.

Directors' report

The Directors of Sparc Technologies Limited (the "Company") submit herewith the financial report of the Company and its subsidiaries (the "Group") for the half-year ended 31 December 2022.

The names of the Directors of the Company during or since the end of the half-year and up to the date of this report are:

Mr S Hunt – Executive Chairman
Mr M Bartels – Managing Director
Mr D Eddington- Non – Executive Director
Mr S Moroz – Non – Executive Director

Mr A Wing - Company Secretary

Principal Activities

The Company's principal activities are the research and development of new technologies for environmental and biomedical applications.

Review of operations

For the half-year ended 31 December 2022, the Group recorded a loss after tax of \$1,481,828 (31 December 2021: \$7,367,961) which included non cash expenses relating to share-based payments to employees of \$503,502 and depreciation and amortisation of \$108,970 and a non-cash gain of \$215,896 from the Group's share in the net profit of its associate, Sparc Hydrogen Pty Ltd.

The Group had working capital of \$4,521,957 (31 December 2021: \$3,843,311). The Group had negative cash flows from operating activities for the half-year amounting to \$1,608,680 (31 December 2021: \$2,651,659).

Dividends paid or recommended

There were no dividends paid, or recommended, during the half-year ended 31 December 2022.

Significant changes in the state of affairs

Other than disclosed elsewhere in this Directors Report, there have been no significant changes in the state of affairs of the Group which occurred during the half-year.

Significant events after balance date

There have been no significant events after balance date.

Rounding of amounts to nearest thousand dollars

In accordance with ASIC Corporations (Rounding in Financial/Director's Reports) Instrument 2016/191, the amounts in the Directors' Report and in the financial report have been rounded to the nearest dollar.

Auditor's independence declaration

The auditor's independence declaration is included on page 4 of the half-year report.

Signed in accordance with a resolution of Directors.

On behalf of the directors



Stephen Hunt
Chairman
Adelaide, 28 February 2023

DECLARATION OF INDEPENDENCE
BY ANDREW TICKLE
TO THE DIRECTORS OF SPARC TECHNOLOGIES LIMITED

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

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

This declaration is in respect of Sparc Technologies Limited and the entities it controlled during the period.



Andrew Tickle
Director

BDO Audit Pty Ltd

Adelaide, 28 February 2023

Consolidated statement of profit or loss and other comprehensive income for the half-year ended 31 December 2022

		Consolidated Group	
	Note	Half-year ended 31 Dec 2022 \$	Half-year ended 31 Dec 2021 \$
Revenue			
Other Income	5	936,113	608,834
Share of net profit of associate	4	215,896	-
Expenses			
Research and development		324,232	1,409,084
Professional and consulting fees	5	262,615	248,147
Travel and accommodation		83,434	9,518
Regulatory & advisory		184,333	199,982
Employee Benefits Expense	5	1,454,646	5,855,671
Recapitalisation expense		-	-
Depreciation and amortisation		108,970	85,443
Interest on lease liabilities		8,111	11,342
Other expenses		207,287	15,608
Total Operating expenses		2,633,628	7,976,795
(Loss) before income tax expense		(1,481,828)	(7,367,961)
Income tax expense		-	-
(Loss) for the half-year		(1,481,828)	(7,367,961)
Other comprehensive income		-	-
Total comprehensive loss attributable to equity holders of the parent entity		(1,481,828)	(7,367,961)
Earnings per share for loss attributable to equity holders of the parent entity:			
Basic (cents per share)		(0.02)	(0.10)
Diluted (cents per share)		(0.02)	(0.09)

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

Consolidated statement of financial position as at 31 December 2022

		Consolidated Group	
	Note	31 Dec 2022 \$	30 Jun 2022 \$
Current assets			
Cash and cash equivalents		3,805,907	2,135,857
Receivables	6	921,229	628,590
Other		115,748	111,205
Total current assets		4,842,883	2,808,123
Non-current assets			
Property, plant and equipment		547,681	505,084
Other assets		30,000	30,000
Intangible assets		122,220	102,902
Investments accounted for using equity method		885,656	669,760
Right of use asset		309,733	361,357
Total non-current assets		1,895,290	1,669,103
Total assets		6,738,173	4,477,226
Current liabilities			
Trade and other payables		184,566	337,340
Lease liability		54,556	95,860
Employee benefits		81,804	107,951
Total current liabilities		320,926	541,151
Non-current liabilities			
Lease liability		291,068	291,068
Total non-current liabilities		291,068	291,068
Total liabilities		611,994	832,219
Net assets/(deficit)		6,126,179	3,645,007
Equity			
Issued capital	7	21,029,941	18,138,943
Reserves	8	8,052,421	6,980,419
Accumulated (losses)		(22,956,183)	(21,474,355)
Total equity/(deficit)		6,126,179	3,645,007

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

Consolidated statement of changes in equity for the half-year ended 31 December 2022

		Contributed equity	Share based payment reserve	Accumulated (losses)	Total
	Note	\$	\$	\$	\$
Balance as at 1 July 2021		9,345,737	1,316,623	(7,272,379)	3,389,981
Share based payment expense in the year		30,000	4,966,565		4,996,565
Shares issued, net of transaction costs, in the year		2,632,700			2,632,700
Shares issued for options exercised in the half-year		702,960	(65,460)		637,500
Performance shares issued to management in the half-year			99,252		99,252
Total transactions with owners		3,365,660	5,000,357	0	8,366,017
(Loss) for the half-year				(7,367,961)	(7,367,961)
Other comprehensive income for the half-year					
Total comprehensive loss for the half-year		0	0	(7,367,961)	(7,367,961)
Balance as at 31 December 2021		12,711,397	6,316,980	(14,640,340)	4,388,037
Balance as at 1 July 2022		18,138,943	6,980,419	(21,474,355)	3,645,007
Share based payment expense in the year	8		1,023,750		1,023,750
Shares issued, net of transaction costs, in the year	7	2,670,498			2,670,498
Shares issued for options exercised in the half-year	7/8	220,500	(51,000)		169,500
Performance shares issued to management in the half-year	8		99,252		99,252
Total transactions with owners		2,890,998	1,072,002	0	3,963,000
(Loss) for the half-year				(1,481,828)	(1,481,828)
Other comprehensive income for the half-year					
Total comprehensive loss for the half-year		0	0	(1,481,828)	(1,481,828)
Balance as at 31 December 2022		21,029,941	8,052,421	(22,956,183)	4,989,501

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

Note: June 22 depreciation expense debited in July 22 resulted in minor adjustment of \$7,518 to opening balances in accumulated losses.

Consolidated statement of cash flows for the half-year ended 31 December 2022

		Consolidated Group	
	Note	Half-year ended 31 Dec 2022 \$	Half-year ended 31 Dec 2021 \$
Cash flows from operating activities			
Payments to suppliers and employees		(2,228,531)	(2,851,719)
Interest received		-	308
R&D Tax Refund		604,525	199,751
Other Income Received		15,325	
Net cash (used in) operating activities		(1,608,680)	(2,651,659)
Cash flows from investing activities			
Payment for intangible assets		(19,318)	(13,349)
Payment for property, plant and equipment		(99,943)	(103,547)
Net cash provided by/ (used in) investing activities		(119,262)	(116,896)
Cash flows from financing activities			
Proceeds from issue of shares		3,669,498	3,438,400
Share issue costs	8	(210,000)	(168,000)
Payment of lease liabilities (principal and interest)		(61,506)	(60,000)
Net cash provided by financing activities		3,397,992	3,210,400
Net increase/(decrease) in cash and cash equivalents		1,670,050	441,844
Cash and cash equivalents at the beginning of the half-year		2,135,857	2,933,406
Cash and cash equivalents at the end of the half-year		3,805,907	3,375,250

The above Consolidated statement of cashflows should be read in conjunction with the accompanying notes.

Notes to the Consolidated financial statements for the half-year ended 31 December 2022

Note 1: Reporting entity

Sparc Technologies Limited is a company limited by shares, incorporated and domiciled in Australia. The condensed interim financial report as at and for the half-year ended 31 December 2022 covers the consolidated group of Sparc Technologies Limited and its controlled entities, together referred to as the "Group". The Group is a for-profit entity.

Note 2: Statement of compliance and basis of preparation

These financial statements for the interim half-year reporting period ended 31 December 2022 are condensed consolidated general purpose financial statements and have been prepared in accordance with requirements from the Corporations Act 2001 and AASB 134: Interim Financial Reporting. The Group is a for-profit entity for financial reporting purposes under AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with IAS 34 Interim Financial Reporting.

The condensed interim consolidated financial statements ('the interim financial statements') of the Group are for the half-year ended 31 December 2022 and are presented in Australian Dollars, which is the functional currency of the Company. They do not include all the information required in the annual financial statements in accordance with Australian Accounting Standards and should be read in conjunction with the consolidated financial statements of the Group for the year ended 30 June 2022 and any public announcements made by the Group during the half-year in accordance with continuous disclosure requirements arising under the Australian Securities Exchange Listing Rules and the Corporations Act 2001.

The interim financial statements have been approved and authorised for issue by the Board of Directors on 27 February 2023

The same accounting policies and methods of computation have been followed in this condensed interim financial report as were applied in the most recent annual financial statements except for the adoption of the new and revised Accounting Standards discussed in subsequent paragraphs.

Going Concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

As presented in the financial statements, the Group incurred a loss before comprehensive income of \$1,481,828 and had net cash outflows from operating activities of \$1,608,680 as at 31 December 2022.

The Directors believe it is reasonably foreseeable that the Group will continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report given the ability of the Group to raise additional capital either through an additional placement and/or the exercise of options and the receipt of the 2022 R&D Incentive Payment.

However, there remains a material uncertainty which may cast significant doubt as to whether the Group will continue as a going concern, and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report. The financial report does not include any adjustments relating to the amounts or classification of recorded assets or liabilities that might be necessary if the entity does not continue as a going concern.

Note 3: New and Revised Accounting Standards that are effective for these financial statements.

The Group has adopted all of the new or revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

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

Note 4: Investments accounted for using the equity method.

The gain recorded for the six months ended 31 December 2022 is the Group's 52% share of Sparc Hydrogen Pty Ltd's net profit for the same period which is represented by the recognition of Sparc Hydrogen's research and development rebate lodged during the period.

Note 5: Other income

	31-Dec-22	31-Dec-21
Other Income		
Interest received	-	309
Rent	2,400	4,020
Other	10,400	-
Research & Development Rebate	923,313	604,505
	<u>936,113</u>	<u>608,834</u>
Employee Benefits comprised of:		
Short term employee benefits	951,144	906,019
Share based expense	503,502	4,949,652
	<u>1,454,646</u>	<u>5,855,671</u>
Professional and consulting expense comprised of:		
Professional and consulting expense	262,615	102,183
Share based expense	-	145,964
	<u>262,615</u>	<u>248,147</u>
Share based payments		
Employee benefits	503,502	4,949,652
Consultant expense	-	145,964
	<u>503,502</u>	<u>5,095,616</u>

Note 6: Receivables.

	31-Dec-22	31-Jun-21
Other Debtors	441	-
R&D tax incentive refundable	920,778	604,525
GST Credits	-	24,065
Current tax assets	921,229+	628,590

Note 7: Movements in shares on issue

	31-Dec-22		30-Jun-22	
	No.	\$	No.	\$
Balance at the beginning of half-year	79,336,793	18,138,942	79,336,793	18,138,942
Share placement net of cash issue costs ¹	5,384,616	3,289,999		
Share placement issue costs -capital ²		(619,500)		
Shares issued for options ^{3,4}	515,000	220,500		
Balance end of half-year	85,236,409	21,029,941	79,336,793	18,138,942

1. On 9 November 2022 5,384,616 shares were issued to sophisticated and professional investors at a price of \$0.65 per share raising \$3,500,000 with issue fees of \$210,001. In addition, for every 2 shares subscribed, 1 free attaching unlisted option was allocated.
2. On 9 November 2022 1,750,000 options were issued to Canaccord Genuity offering 1 option for every \$2 raised in gross proceeds, with an exercise price of \$1.00, expiring on 30 November 2024 for their services in relation to the placement.
3. On 20 September 2022 300,000 \$0.35 options with expiry date 1 June 2024 were converted to 300000 shares
4. On 10 November 2022 215,000 \$0.30 options with expiry date 9 August 2023 were converted to 215,000 shares

Note 8: Share based payment reserve**Share based payment reserve**

	31-Dec-22	30-Jun-22
	\$	\$
Option reserve	7,405,545	6,432,789
Performance share reserve	646,882	547,630
Share based payment reserve at end of half-year	8,052,427	6,980,419

The Share based payment reserve arises on the grant of share options and performance shares to executives, employees, consultants and advisors and upon issue of share options and performance shares to shareholders or buyers. Amounts are transferred out of the share based payment reserve and into accumulated losses when the share options and performance shares expire or lapse.

Movement in share based payment reserve - options

	31-Dec-22
	\$
Balance at beginning of half-year	6,432,789
Issue of options to employees ¹	404,250
Issue of shares to consultants and management ²	(51,000)
Expense options to consultants ³	619,500
	<hr/>
	7,405,539

¹ On 18 July 2022 500,000 unlisted options were issued under ESOP to Denis Wright & Nicholas O'Loughlin with fair value price \$0.427

The value of the options was determined based on the Black Scholes model using the following assumptions:

Dividend yield: nil%

Expected volatility: 109%

Risk free interest rate: 1.28%

Expected life of options (day): 1444

Exercise price: \$0.90

Grant date share price: \$0.63

Fair value per option: \$0.427

On 19 August 2022 250,000 unlisted options were issued under ESOP to Kristen Kubank with fair value price \$0.763

The value of the options was determined based on the Black Scholes model using the following assumptions:

Dividend yield: nil%

Expected volatility: 108%

Risk free interest rate: 1.81%

Expected life of options (day): 1412

Exercise price: \$0.90

Grant date share price: \$1.03

Fair value per option: \$0.763

² On 20 September 2022 300,000 options with exercise price \$0.35 with expiry date 1 June 2024 and on 10 November 2022 215,000 \$0.30 options with expiry date 9 August 2023 were converted to 215,000 shares. \$51,000 has been transferred from share based payments reserve to contributed equity in relation to these transactions.

³ On 9 November 2022 1,750,000 options were issued as mandate fees to Canaccord Genuity with fair value price \$0.354

The value of the options was determined based on the Black Scholes model using the following assumptions:

Dividend yield: nil%

Expected volatility: 100%

Risk free interest rate: 1%

Expected life of options (years): 2.05

Exercise price: \$1.00

Grant date share price: \$0.75

Fair value per option: \$0.354

Movement in Share based payment reserve - performance shares

	31-Dec-22
	\$
Balance at beginning of half-year	547,630
Issue of performance shares to Directors ¹	99,252
	<hr/>
Balance at end of year	<u>646,882</u>

¹ On 12 November 2020 7,000,000 performance shares were issued to Directors with an exercise price of \$nil. The performance shares will convert into ordinary shares on a one-for-one basis upon satisfaction of the following milestones:

- GTS generating annual operating revenue of at least \$3,000,000 from the Graphene Projects or Graphene Technology over an audited financial year; and
- The company achieving a market capitalisation (based on the Company's VWAP) of \$50,000,000 or more.

The value of the performance shares were determined based on the Monte Carlo model using the following assumptions:

- Dividend yield: nil%
- Expected volatility: 80%
- Risk free interest rate: 0.41%
- Expected life of options (years) 5
- Exercise price; \$nil
- Grant date share price: \$0.20
- Fair value per performance share: \$0.14

The expense relating to these performance shares is being expensed over the expected vesting period of five years.

Performance shares issued by the Company carry no rights to dividends and no voting rights. As at the 31 December 2022 there are 7,000,000 performance shares on issue with nil exercise price. The conversion rights are noted above.

Note 9: Contingent Liabilities

The Group has no contingent liabilities at 31 December 2022.

The Group had no contingent assets at 31 December 2022.

Note 10: Events Occurring After the Reporting Date

The Group has no events occurring after the reporting date

Note 11: Segment Reporting and Change in Business

The Group operates in one business segment, being research and development of new technologies for environmental and biomedical applications. These research and development activities are being conducted in a single geographic segment, being Australia.

Note 12: Commitments

Expenditure commitments

The Group has the following commitments as at 31 December 2022.

The Group entered into a Strategic Partnership Agreement (the “SPA”) with the University of Adelaide on 15th January 2020 to work together for the purpose of management and potential commercialisation of the TLA. As a result of entering into the TLA as well as other graphene projects, as at 31 December 2021, the Group is committed to provide \$500,000 per annum towards the Strategic Partnership with the University of Adelaide in 2022 under a project agreement. Amounts spent under the SPA are considered to contribute to the \$500,000 required to be spent under the TLA. The commitment is for a period of four (4) years until 31 December 2023.

Note 13: Dividends

No dividends were paid or declared during the half-year and no recommendation for payment of dividends has been made.

Directors' declaration

The Directors declare that:

- a. the accompanying interim financial statements and notes are in accordance with the Corporations Act 2001 including:
 - i. complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001; and
 - ii. giving a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the half-year ended on that date.
- b. in the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors.

On behalf of the directors

A handwritten signature in black ink, appearing to read 'Stephen Hunt', is written over a light grey rectangular background.

Stephen Hunt
Chairman

Adelaide, 28 February 2023

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF SPARC TECHNOLOGIES LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Sparc Technologies Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001* including:

- (i) Giving a true and fair view of the Group's financial position as at 31 December 2022 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Material uncertainty relating to going concern

We draw attention to Note 2 in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our conclusion is not modified in respect of this matter.



Responsibility of the directors for the financial report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including giving a true and fair view of the Group's financial position as at 31 December 2022 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

A handwritten signature in blue ink that reads 'BDO'.

BDO Audit Pty Ltd

A handwritten signature in blue ink that appears to read 'Andrew Tickle'.

Andrew Tickle

Director

Adelaide, 28 February 2023