

**APPENDIX 4D
HALF-YEAR REPORT**

1. Company details

Name of entity:	I Synergy Group Limited
ABN:	51 613 927 361
Reporting period:	For the half-year ended 30 June 2025
Previous period:	For the half-year ended 30 June 2024

2. Results for announcement to the market

					A\$
Revenue from ordinary activities	down	21.54%	to		378,627
Loss from ordinary activities after tax attributable to the owners of I Synergy Group Limited	down	80.81%	to		(57,433)
Loss for the half-year attributable to the owners of I Synergy Group Limited	down	80.81%	to		(57,433)

Dividend

No dividend was recommended by the directors for the half-year ended 30 June 2025.

Brief explanation of any figure reported above

Please refer to review of operations and activities in the directors' report and half-year results announcement in this half-year report.

3. Net tangible liabilities

	Reporting period Cents	Previous period Cents
Net tangible liabilities per ordinary share	0.07	(0.01)

4. Control gained over entities

During the financial period, the Group has not acquired any subsidiary.

5. Loss control over entities

Not applicable.

6. Details of associates and joint venture entities

Not applicable.



**APPENDIX 4D
HALF-YEAR REPORT**

7. Foreign entities to disclose which accounting standards are used in compiling the report

The financial statements of the Group have been prepared in accordance with Australian Accounting Standards issued by Australian Accounting Standards Board, in compliance with International Financial Reporting Standards.

8. Audit status

The financial statements have been reviewed by the auditors and are not subject to any modification.

9. Attachments

The Interim Report of I Synergy Group Limited for the half-year ended 30 June 2025 is attached.

10. Signed

Signed

A handwritten signature in black ink, appearing to read 'Teo Chee Hong', written over a horizontal line.

Date: 28 August 2025

Dato' Teo Chee Hong
Director

I SYNERGY GROUP LIMITED

ACN: 613 927 361

CONSOLIDATED INTERIM REPORT

for the half-year ended 30 June 2025

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I SYNERGY GROUP LIMITED

ACN: 613 927 361

CORPORATE DIRECTORY

Directors	Dato' Teo Chee Hong Derrick De Souza Dato Hoo Voo Him Heng Jee Meng Jiayi Yu (Appointed on 24 January 2025) Joshua Hunt (Appointed on 26 May 2022; Resigned on 24 January 2025)
Company Secretary	Louisa Ho
Registered Office	24-26 Kent Street Millers Point NSW 2000 Australia
Principal Places of Business	Malaysia Unit 20-10, Tower A The Vertical Business Suite Avenue 3, Bangsar South No. 8, Jalan Kerinchi 59200 Kuala Lumpur Malaysia Indonesia DBS Bank Tower 28 Floor Unit 2820-2821 Ciputra World One Jalan Prof. Dr. Satrio Kav 3-5 Jakarta Selatan 12940 Indonesia Australia Level 9, 505 Little Collins Street Melbourne VIC 3000 Australia
Share Register	Automic Registry Services Level 5, 191 St Georges Terrace Perth WA 6000
Auditor	In.Corp Audit & Assurance Pty Ltd Level 1, 6-10 O'Connell Street Sydney NSW 2000
Stock Exchange listing	I Synergy Group Limited shares are listed on the Australian Securities Exchange (ASX code: IS3)
Website	www.i-synergygroup.com
Corporate Governance Statement	www.i-synergygroup.com



**DIRECTORS' REPORT
HALF-YEAR ENDED 30 JUNE 2025**

The directors present their report, together with the financial statements, on the Group (referred to hereafter as the "Consolidated entity") for the half-year ended 30 June 2025.

Directors

The following persons were directors of I Synergy Group Limited ("the Company") during the financial period and up to the date of this report, unless otherwise stated:

Dato Teo Chee Hong (Executive Chairman)
Derrick De Souza (Non-Executive Director)
Dato Hoo Voo Him (Non-Executive Director)
Heng Jee Meng (Managing Director)
Jiayi Yu (Non-Executive director) (Appointed on 24 January 2025)
Joshua Hunt (Non-Executive director) (Appointed on 26 May 2022; Resigned on 24 January 2025)

Company Secretary

Louisa Ho

Principal activities

The Group primarily engages in offering affiliate marketing solutions to both advertisers and affiliates, operating within the digital marketplace. Additionally, we specialise in e-commerce services, blockchain and AI research and development, and serve as a solutions provider and software development entity, among other activities. There was no significant change in the nature of activities of the Group during the financial period.

Dividends

No dividend was recommended by the directors of the Company for the financial period.

Review of operations

For the half year ended 30 June 2025, we reported revenue of A\$378,627, which is a slight decline of 21.54% compared to A\$482,557 in the previous corresponding period. This decrease reflects the challenging market conditions we've been facing.

Despite these challenges, we've kept our operational costs low. Our strategy has been more defensive, focusing on maintaining stability rather than aggressive expansion during this tough period. Our team is working hard to develop strategies that will boost revenue while continuing to manage our expenses carefully. We're committed to finding new opportunities for growth without increasing our overheads.

Looking ahead, we are optimistic about the coming financial year and believe that our careful management and strategic planning will lead to better results in the second half.



**DIRECTORS' REPORT
HALF-YEAR ENDED 30 JUNE 2025**

Business risks

The Board and Management have identified the following specific risks relevant to the Company's current/ongoing business and operations:

Competition and New Technologies

The industry in which the Consolidated entity is involved is subject to increasing domestic and global competition, which is fast-paced and fast-changing. While the Consolidated entity will undertake all reasonable due diligence in its business decisions and operations, the Consolidated entity will have no influence or control over the activities or actions of its competitors, whose activities or actions may positively or negatively affect the operating and financial performance of the Consolidated entity.

The Company competes with other affiliate marketing companies that may introduce new products and services. While the Directors have no reason to believe that any of the Consolidated entity's products and services will become obsolete, if these new products and services are superior or perceived to be superior to the Company's products and services, and if the Company is unable to offer these new products and services, then this may impact adversely on the Company's ability to compete in the market. Further expenditure on marketing and development may be required to make the Company's products and services commercially viable.

Competitors may attempt to compete with the Consolidated entity directly through technological innovation, marketing, or price discounting. The Consolidated entity may fail to anticipate and adapt to technology changes or customer expectations.

Research and Development Risk

In order to maintain the Consolidated entity's competitive position in the market, the Company will undertake research and development from time to time. The Consolidated entity considers R&D to be a key means by which it will sustain its market position and grow its business. There is a risk that, despite significant time and expenditure being applied to R&D projects, certain projects may not result in an advancement of the Company's technology and products. There is no guarantee that the Consolidated entity's R&D projects will be successful or prove to be commercially viable. The failure of an R&D project could have a materially adverse impact on the Consolidated entity's operations and financial performance.

Faults with Products and Services

Because the Consolidated entity's products are technologically complex, errors or defects may be identified by the Consolidated entity or its customers, which could harm the Consolidated entity's reputation and business. Technology-based products often contain undetected errors when first introduced or when new versions or enhancements are released.

Though the Consolidated entity provides support to clients and is continuously updating and improving its products, there is a risk that the products provided are faulty or do not perform as intended. The Company has a strategy in place to ensure that such faults are resolved prior to being provided to the customer, but in instances where a fault still occurs, it could adversely impact the Company's brand and reputation.

Customers may need to engage with the Consolidated entity's customer service personnel in certain circumstances, such as if they have a question about its products or if there is a dispute. The Consolidated entity will continuously need to recruit and retain staff with interpersonal skills sufficient to respond appropriately to customer service requests. Poor customer service experiences may result in the loss of customers. If the Consolidated entity loses key customer service personnel or fails to provide adequate training and resources for customer service personnel, or if the computer systems relied on by customer service personnel are disrupted by technological failures, this could lead to adverse publicity, litigation, regulatory inquiries or a decrease in customers, all of which may negatively impact the Consolidated entity's profitability.



DIRECTORS' REPORT
HALF-YEAR ENDED 30 JUNE 2025

International Operations

The Consolidated entity currently operates in Australia, Malaysia and Indonesia. The Consolidated entity will also consider expanding into other markets internationally in the future. Therefore, the Consolidated entity will be exposed to risks relating to operating in those countries. Many of these risks are inherent in doing business internationally, and will include, but are not limited to:

- Changes in the regulatory environment;
- Trade barriers or the imposition of taxes;
- Difficulties with staffing or managing any foreign operations;
- Issues or restrictions on the free transfer of funds;
- Technology export or import restrictions; and
- Delays in dealing across borders caused by customers or regulatory authorities.

Acquisitions

The Consolidated entity may make acquisitions of, or significant investments in, companies, products, technologies and products that are complementary to its business. Any such future transactions are accompanied by the risks commonly encountered in making acquisitions of companies, products and technologies, such as integrating cultures and systems of operation, relocation of operations, short-term strain on working capital requirements, achieving the sales and margins anticipated and retaining key staff and customer and supplier relationships.

Auditor's independence declaration

The lead auditor's independence declaration for the half-year ended 30 June 2025 has been received and can be found on page 5 of the Interim Report.

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

On behalf of the directors

Dato Teo Chee Hong
Director
28 August 2025

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

To the Directors of I Synergy Group Limited

As lead auditor of the review of I Synergy Group Limited for the review for half-year ended 30 June 2025, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of I Synergy Group Limited and the entities it controlled during the half-year.

In.Corp Audit & Assurance Pty Ltd



Daniel Dalla
Director

Sydney, 28 August 2025

In.Corp Audit & Assurance Pty Ltd
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**I SYNERGY GROUP LIMITED**

ACN: 613 927 361

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 30 JUNE 2025**

		The Group	
	Note	30 Jun 2025	30 Jun 2024
		A\$	A\$
Revenue	6	378,627	482,557
Cost of sales		-	-
Gross profit		378,627	482,557
Other income		47	5,079
Selling and distribution costs		(9,736)	(7,709)
Administrative expenses		(410,715)	(766,329)
Finance costs		(15,926)	(13,545)
Loss before taxation	7	(57,703)	(299,947)
Income tax expense	8	-	-
Loss after taxation for the period		(57,703)	(299,947)
Other comprehensive income			
<u>Items that may be reclassified subsequently to profit or loss</u>			
Foreign currency translation differences		(21,246)	(8,700)
Total comprehensive income for the period		(78,949)	(308,647)
Loss attributable to:			
Members of the parent entity		(57,433)	(299,237)
Non-controlling interest		(270)	(710)
		(57,703)	(299,947)
Total comprehensive income attributable to:			
Members of the parent entity		(78,679)	(307,937)
Non-controlling interest		(270)	(710)
		(78,949)	(308,647)
		Cents	Cents
Basic and diluted loss per share (cents)	9	(0.01)	(0.09)

The annexed notes form an integral part of these financial statements.



CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2025

		The Group	
	Note	30 Jun 2025	31 Dec 2024
		A\$	A\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	10	890,191	39,644
Other assets	11	181,286	79,588
Current tax receivables		89,538	94,575
TOTAL CURRENT ASSETS		1,161,015	213,807
NON-CURRENT ASSETS			
Plant and equipment	13	7,428	9,221
Right-of-use assets	14	5,359	7,809
Development costs	15	-	52,955
TOTAL NON-CURRENT ASSETS		12,787	69,985
TOTAL ASSETS		1,173,802	283,792
LIABILITIES			
CURRENT LIABILITIES			
Other liabilities	16	448,963	408,971
Convertible notes	17	400,000	600,000
Amount due to a Director		634,813	597,493
Lease liabilities	18	5,052	4,909
Deferred revenue	19	526,486	647,912
TOTAL CURRENT LIABILITIES		2,015,314	2,259,285
NON-CURRENT LIABILITIES			
Lease liabilities	18	432	2,982
Deferred revenue	19	252,528	506,173
TOTAL NON-CURRENT LIABILITIES		252,960	509,155
TOTAL LIABILITIES		2,268,274	2,768,440
NET ASSETS		(1,094,472)	(2,484,648)
EQUITY			
Issued capital	20	10,439,701	8,970,576
Merger reserve	21	(1,042,123)	(1,042,123)
Foreign currency translation reserve	22	(330,472)	(309,226)
Option reserve	23	3,067,709	3,067,709
Retained earnings		(13,266,528)	(13,209,095)
Total equity attributable to equity holders of the Company		(1,131,713)	(2,522,159)
Non-controlling interest		37,241	37,511
TOTAL EQUITY		(1,094,472)	(2,484,648)

The annexed notes form an integral part of these financial statements.

**I SYNERGY GROUP LIMITED**

ACN: 613 927 361

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 30 JUNE 2025

	Ordinary Capital A\$	Share Premium A\$	Retained Earnings A\$	Foreign Currency Translation Reserve A\$	Option Reserve A\$	Merger Reserve A\$	Non- Controlling Interest A\$	Total A\$
Balance 1 January 2025	8,970,576	-	(13,209,095)	(309,226)	3,067,709	(1,042,123)	37,511	(2,484,648)
Loss attributable to members of the parent entity	-	-	(57,433)	-	-	-	-	(57,433)
Loss attributable to non-controlling interest	-	-	-	-	-	-	(270)	(270)
Foreign currency translation differences	-	-	-	(21,246)	-	-	-	(21,246)
Transactions with owners in their capacity as owners								
Shares issued during the year	1,469,125	-	-	-	-	-	-	1,469,125
Balance 30 June 2025	10,439,701	-	(13,266,528)	(330,472)	3,067,709	(1,042,123)	37,241	(1,094,472)
Balance 1 January 2024	8,507,751	-	(12,930,432)	(4,500)	3,067,709	(1,042,123)	38,752	(2,362,843)
Loss attributable to members of the parent entity	-	-	(299,237)	-	-	-	-	(299,237)
Loss attributable to non-controlling interest	-	-	-	-	-	-	(710)	(710)
Foreign currency translation differences	-	-	-	(8,700)	-	-	-	(8,700)
Transactions with owners in their capacity as owners								
Shares issued during the year	100,000	250,000	-	-	-	-	-	350,000
Balance 30 June 2024	8,607,751	250,000	(13,229,669)	(13,200)	3,067,709	(1,042,123)	38,042	(2,321,490)

The annexed notes form an integral part of these financial statements.

**I SYNERGY GROUP LIMITED**

ACN: 613 927 361

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 30 JUNE 2025

	The Group	
	30 Jun 2025	30 Jun 2024
	A\$	A\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	27	11,844
Payments to suppliers and employees	(283,689)	(558,952)
Finance costs	(15,926)	(13,545)
Income taxes refund/(paid)	5,037	(401)
Net cash used in operating activities	(294,551)	(561,054)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of plant and equipment	(379)	-
Net cash used in investing activities	(379)	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from convertible notes	-	700,000
Proceeds from issue of shares	1,147,908	-
Repayment of lease liabilities	(2,431)	(5,402)
Net cash provided by financing activities	1,145,477	694,598
Net increase in cash and cash equivalents	850,547	133,544
Cash and cash equivalents at the beginning of the financial period	39,644	127,013
Cash and cash equivalents at the end of the financial period	890,191	260,557

The annexed notes form an integral part of these financial statements.



I SYNERGY GROUP LIMITED

ACN: 613 927 361

NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 30 JUNE 2025

1. GENERAL INFORMATION

The Company is a public company limited by shares and is incorporated under the *Corporations Act 2001* (Cth) (**Corporations Act**). The domicile of the Company is Australia. The registered office and principal place of business are as follows:

Registered office	:	24-26 Kent Street Millers Point NSW 2000
Principal place of business	:	Unit 20-10, Tower A The Vertical Business Suite Avenue 3, Bangsar South No. 8, Jalan Kerinchi 59200 Kuala Lumpur Malaysia

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 28 August 2025.

2. PRINCIPAL ACTIVITIES

The Company is principally engaged as a holding company for its businesses. The principal activities of the subsidiaries are providing affiliate marketing solutions to advertisers and affiliates. There was no significant change in the nature of activities of the Company during the period.

3. BASIS OF PREPARATION

The financial statements cover I Synergy Group Limited as a consolidated entity ("the Group") consisting of I Synergy Group Limited and the entities it controlled at the end of, or during, the half-year ended 30 June 2025.

These general-purpose financial statements for the interim half-year reporting period ended 30 June 2025 ("Consolidated Interim Financial Report") have been prepared in accordance with AASB 134: Interim Financial Reporting and the Corporations Act. International Financial Reporting Standard ("IFRS") forms the basis of Australian Accounting Standards ("AAS") adopted by the Australian Accounting Standard Board ("AASB"). The Consolidated Interim Financial Report also complies with International Accounting Standards IAS 34: Interim Financial Reporting.

The Consolidated Interim Financial Report does not include all of the information required for an annual financial report and should be read in conjunction with any public announcements made by the Company in accordance with the continuous disclosure requirements arising under the Corporations Act and ASX Listing Rules.

The individual financial statements of each entity in the Group are presented in the currency of the primary economic environment in which the entity operates, which is the functional currency. For the purposes of the Consolidated Interim Financial Report, the presentation currency used is Australian Dollars ("A\$"), unless otherwise stated.



**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025**

4. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information adopted by the Group in this Consolidated Interim Financial Report is consistent with that of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all the new or amended Accounting Standards and Interpretations issued by the 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.

5. GOING CONCERN

The directors have prepared the financial report of the Group on a going concern basis, which assumes the continuity of business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

As disclosed in the financial statements, the Group incurred an operating loss of A\$57,703 (2024: A\$299,947) and a net cash outflow from operating activities amounting to A\$294,551 (2024: A\$561,054) for the period from 1 January 2025 to 30 June 2025 and as at 30 June 2025 had a deficiency in net assets of A\$1,094,472 (31 December 2024: A\$2,484,648). These conditions indicate the existence of a material uncertainty that may cause significant doubt about the Group's ability to continue as a going concern.

In the Directors' opinion, there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

During and subsequent to the end of the year, the Group has taken initiatives to raise further capital from prospective investors.

The Group has made and continues to make efforts to reduce costs where possible within the business, whilst as at 30 June 2025, there is a balance of A\$779,014 in unearned revenue that relates to access fees to the platform.

During the financial period, the Group has completed its fully underwritten, renounceable pro-rata entitlement offer, raising A\$1,001,460.

In view of the above, the financial statements of the Group do not include any adjustments relating to recoverability and classification of recorded asset amounts or to additional amounts and classification of liabilities that may be necessary should the aforesaid plans not be forthcoming or successfully implemented.

**I SYNERGY GROUP LIMITED**

ACN: 613 927 361

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****6. REVENUE**

	The Group	
	30 Jun 2025	30 Jun 2024
	A\$	A\$
<u>Revenue recognised over time</u>		
License right to access	378,627	482,557

7. LOSS BEFORE TAXATION

	The Group	
	30 Jun 2025	30 Jun 2024
	A\$	A\$
Loss before taxation is arrived at after charging/crediting:		
Amortisation of development costs	53,117	80,217
Audit fee	8,220	15,000
Depreciation of property, plant and equipment	2,094	2,780
Depreciation of right-of-use assets	2,473	7,018
Directors' remuneration:		
- Salaries, fees, bonuses and allowances	146,576	161,562
- Defined contribution plan	8,040	7,075
Interest expense on financial liability not at FVTPL:		
- Lease liabilities	165	5,507
- Others	15,760	8,037
Loss on financial instruments	-	250,000
Rental of equipment	42	487
Rental of premises	4,147	3,752
Employment costs:		
- Salaries, bonuses, commissions and allowances	42,303	37,136
- Defined contribution plan	5,364	4,787
- Others	3,276	5,480
Interest income on financial assets that are:		
- not at FVTPL	(47)	(250)

**I SYNERGY GROUP LIMITED**

ACN: 613 927 361

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****8. INCOME TAX EXPENSE**

There is no provision for taxation for the financial period as the Group has no taxable income.

A reconciliation of the income tax expense applicable to the profit before taxation at the statutory tax rate to the income tax expense at the effective tax rate of the Group is as follows:

	The Group	
	30 Jun 2025	30 Jun 2024
	A\$	A\$
Loss before taxation	(57,703)	(299,947)
Tax at the statutory tax rates	(13,849)	(71,987)
Tax effects of:		
Non-deductible expenses and tax losses not recognised	13,849	71,987
Non-taxable income	-	-
Income tax expense for the financial period	-	-

9. LOSS PER SHARE

	The Group	
	30 Jun 2025	30 Jun 2024
	A\$	A\$
Loss after taxation	(57,703)	(299,947)
Non-controlling interest	270	710
Loss after taxation attributable to the owners of the parent	(57,433)	(299,237)

	The Group	
	30 Jun 2025	30 Jun 2024
	Number	Number
<u>Basic profit per share</u>		
Weighted average number of ordinary shares used in calculating basic loss per share	436,026,597	329,080,368
	Cents	Cents
Basic loss per share	(0.01)	(0.09)

**I SYNERGY GROUP LIMITED**

ACN: 613 927 361

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****10. CASH AND CASH EQUIVALENTS**

	The Group	
	30 Jun 2025	31 Dec 2024
	A\$	A\$
Cash and bank balances	890,191	39,644

11. OTHER ASSETS

	The Group	
	30 Jun 2025	31 Dec 2024
	A\$	A\$
Other receivables	117,728	518
Deposits	63,558	63,888
Prepayments	-	15,182
	<u>181,286</u>	<u>79,588</u>

12. CONTROLLED ENTITIES

Details of the subsidiaries are as follows:

	Principal place of business/Country of incorporation	Percentage owned (%) 30 Jun 2025	Percentage owned (%) 31 Dec 2024
I Synergy (Singapore) Pte. Ltd. ("ISS")	Singapore	100	100
<i>Held by ISS</i>			
I Synergy Consolidated Sdn. Bhd. ("ISC")	Malaysia	100	100
PT Inovatif Sinergi Internasional ("PTISI")	Indonesia	100	100
<i>Held by ISC</i>			
Wyde Global Sdn. Bhd. ("WG")	Malaysia	100	100
I Synergy Universal Sdn. Bhd. ("ISU")	Malaysia	70	70
I Synergy Edutech Sdn. Bhd. ("ISE")	Malaysia	100	100
Ocean Nexus Sdn. Bhd. ("ONSB")	Malaysia	100	100

**I SYNERGY GROUP LIMITED**

ACN: 613 927 361

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****13. PLANT AND EQUIPMENT**

	At 1.1.2025 A\$	Addition A\$	Depreciation Charges A\$	Foreign Currency Translation Difference A\$	At 30.6.2025 A\$
The Group					
Computers, handphone and printer	9,221	-	(2,078)	(78)	7,065
Office equipment	-	379	(16)	-	363
	9,221	379	(2,094)	(78)	7,428

	At 1.1.2024 A\$	Additions A\$	Depreciation Charges A\$	Foreign Currency Translation Difference A\$	At 31.12.2024 A\$
The Group					
Computers, handphone and printer	13,445	-	(5,698)	1,474	9,221

	At Cost A\$	Accumulated Depreciation A\$	At Net Book Value A\$
The Group			
30.6.2025			
Computers, handphone and printer	9,221	(2,156)	7,065
Office equipment	379	(16)	363
	9,600	(2,172)	7,428
31.12.2024			
Computers, handphone and printer	13,445	(4,224)	9,221

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****14. RIGHT-OF-USE ASSETS**

	Office premises	Motor vehicles	Total
	A\$	A\$	A\$
Year ended 30 June 2025			
Balance at the beginning of the period	7,809	-	7,809
Depreciation charge	(2,473)	-	(2,473)
Foreign currency translation differences	23	-	23
Balance at the end of the period	5,359	-	5,359
Year ended 31 December 2024			
Balance at the beginning of the year	-	57,967	57,967
Addition	9,864	-	9,864
Depreciation charge	(2,055)	(7,909)	(9,964)
Derecognition due to lease termination	-	(50,058)	(50,058)
Balance at the end of the year	7,809	-	7,809

The Group has leased an office premise of 2 years, with an option to renew the lease after that date.

15. DEVELOPMENT COSTS

	The Group	
	30 Jun 2025	31 Dec 2024
	A\$	A\$
Cost		
Balance at the beginning of the period/year	903,971	812,572
Foreign currency translation differences	2,785	91,399
Balance at the end of the period/year	906,756	903,971
Accumulated amortization		
Balance at the beginning of the period/year	(851,016)	(627,591)
Amortisation during the financial period/year	(53,117)	(155,260)
Foreign currency translation differences	(2,623)	(68,165)
Balance at the end of the period/year	(906,756)	(851,016)
Carrying value at the end of the period/year	-	52,955

The development costs are in respect of the software development of the affiliate marketing solutions and other related services.

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**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****16. OTHER LIABILITIES**

	The Group	
	30 Jun 2025	31 Dec 2024
	A\$	A\$
<u>Current</u>		
Other payables	339,823	313,202
Accruals	109,140	95,769
	<u>448,963</u>	<u>408,971</u>

17. CONVERTIBLE NOTES

The Convertible Note Agreement had a remaining balance of A\$400,000 as of 30 June 2025.

Key terms and conditions:

- Each note has a face value of A\$100,000;
- Maturity date is 22 April 2026;
- Convert into Ordinary Shares of the Company based on the lowest closing price of the ordinary shares on ASX during the fifteen (15) ASX trading days immediately preceding the relevant conversion date of the Note or Notes being converted;
- Interest at 2% per annum on each drawdown; and
- Shares issued upon conversion will be subject to voluntary escrow for 90 days following allotment.

	The Group	
	30 Jun 2025	31 Dec 2024
	A\$	A\$
Cost		
At 1.1.2025/2024	600,000	-
Addition	-	700,000
Conversion to ordinary shares	<u>(200,000)</u>	<u>(100,000)</u>
At 30.6.2025/31.12.2024	<u>400,000</u>	<u>600,000</u>

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**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****18. LEASE LIABILITIES**

	The Group	
	30 Jun 2025	31 Dec 2024
	A\$	A\$
At 1.1.2025/2024	7,891	65,713
Addition	-	9,864
Repayment of principal	(2,431)	(7,375)
Derecognition due to lease termination	-	(71,381)
Foreign currency translation differences	24	11,070
At 30.6.2025/31.12.2024	<u>5,484</u>	<u>7,891</u>
<i>Analysed by:</i>		
<i>Current liabilities</i>	5,052	4,909
<i>Non-current liabilities</i>	432	2,982
	<u>5,484</u>	<u>7,891</u>

19. DEFERRED REVENUE

	The Group	
	30 Jun 2025	31 Dec 2024
	A\$	A\$
License right to access:		
Current liabilities	526,486	647,912
Non-current liabilities	252,528	506,173
	<u>779,014</u>	<u>1,154,085</u>

Deferred revenue represents the amount of transaction price received upfront and allocated to performance obligations in respect of software platform licences that are unsatisfied as at the end of the reporting period.

The software platform license provides for the rights to access the Group's affiliate marketing system as it exists throughout the licensed period. Licences that provide access are performance obligations satisfied over a certain period (between 3 years to 10 years) and therefore, deferred revenue is recognised over that licensed period.

The significant changes in the deferred revenue balance during the financial period/year are summarised below:

	The Group	
	30 Jun 2025	31 Dec 2024
	A\$	A\$
Deferred revenue balance at the beginning of the financial period/year recognised as revenue	<u>378,627</u>	<u>960,404</u>

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**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****19. DEFERRED REVENUE (CONT'D)**

The following table shows revenue expected to be recognised in the future related to performance obligations that are unsatisfied (or partially satisfied) at the reporting date:

	The Group	
	30 Jun 2025	31 Dec 2024
	A\$	A\$
Financial year ending 31 December 2025	526,486	647,912
Financial year ending 31 December 2026	194,937	367,541
Financial year ending 31 December 2027	57,591	119,323
Financial year ending 31 December 2028	-	19,309
	<u>779,014</u>	<u>1,154,085</u>

20. ISSUED CAPITAL

	The Group/The Company			
	30 Jun 2025	31 Dec 2024	30 Jun 2025	31 Dec 2024
	Number of Shares		A\$	A\$
Fully Paid-Up Ordinary Shares				
At 1.1.2025/2024	376,217,781	304,080,368	8,970,576	8,507,751
Issuance of shares	1,125,972,543	72,137,413	1,469,125	462,825
At 30.6.2025/31.12.2024	<u>1,502,190,324</u>	<u>376,217,781</u>	<u>10,439,701</u>	<u>8,970,576</u>

The holders of ordinary shares (except treasury shares) are entitled to receive dividends as and when declared by the Company and are entitled to one vote per ordinary share at meetings of the Company. The ordinary shares have no par value.

21. MERGER RESERVE

The merger reserve relates to the subsidiaries that were consolidated under the merger method of accounting.

The merger reserve arose from the difference between the nominal value of shares issued for the acquisition of subsidiaries and the nominal value of the shares acquired.

22. FOREIGN EXCHANGE TRANSLATION RESERVE

The foreign exchange translation reserve arose from the translation of the financial statements of foreign subsidiaries.

**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025**

23. OPTION RESERVE

The option reserve represents the equity-settled option granted to employees, directors and shareholders. The reserve is made up of the cumulative value over the vesting period commencing from the grant date of the equity-settled option and is reduced by the expiry or exercise of the options.

The Group provides benefits to employees and directors of the Group in the form of share-based payments, whereby the employees and directors render services in exchange for share options and performance rights over shares.

No person to whom the share option and performance rights have been granted above has any right to participate by virtue of the option in any share issue of any other company.

The number of options exercisable as at the end of the reporting period was 2,070,000.

24. SIGNIFICANT RELATED PARTY DISCLOSURES**(a) Identification of Related Parties**

Parties are considered to be related to the Group if they have the ability, directly or indirectly, to control or jointly control the party or exercise significant influence over the party in making financial and operating decisions, or vice versa, or where the Group or the Company and the party are subject to common control.

In addition to the information detailed elsewhere in the financial statements, the group has related party relationships with its directors, key management personnel and entities within the same group of companies.

(b) Related Party Transactions and Balances

Transactions between related parties are on normal commercial terms and conditions, no more favourable than those available to other parties unless otherwise stated.

The following transactions occurred with related parties:

	2025	2024
	A\$	A\$
Interest expense	<u>11,733</u>	<u>8,038</u>

All transactions were made on normal commercial terms and conditions and at market rates.

As part of the Board restructuring, the loan agreement previously with Dato Teo Chee Hong was reassigned to Non-Executive Director Dato Hoo Voon Him on 14 February 2025, under the same terms as the Funding Facility announced on 28 March 2023. At the date of reassignment, A\$395,397 had been drawn. The Company's obligations remain unchanged, with no impact on financial position, securities, control or shareholder dilution.

The significant outstanding balances of the related parties, together with their terms and conditions, are disclosed in the respective notes to the financial statements.

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**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****24. SIGNIFICANT RELATED PARTY DISCLOSURES (CONT'D)****(c) Key Management Personnel Compensation**

	2025	2024
	A\$	A\$
Key management personnel compensation (including Directors' remuneration):		
- short-term employee benefits	188,879	37,136
- defined contribution plan	13,404	4,787
	<u>202,283</u>	<u>41,923</u>

25. OPERATING SEGMENTS**(a) BUSINESS SEGMENT**

The Group operates predominantly in one business segment (affiliate marketing solutions). Accordingly, the information by business segment is not presented.

(b) GEOGRAPHICAL INFORMATION

Revenue is based on the country in which the customers are located.

Non-current assets are determined according to the country where these assets are located. The amounts of non-current assets do not include financial instruments (but including deferred tax assets).

	Revenue		Non-current Assets	
	30 Jun 2025	30 Jun 2024	30 Jun 2025	30 Jun 2024
	A\$	A\$	A\$	A\$
The Group				
Indonesia	-	-	1,392	2,101
Malaysia	378,627	482,557	11,395	113,000
	<u>378,627</u>	<u>482,557</u>	<u>12,787</u>	<u>115,101</u>

(c) MAJOR CUSTOMERS

There is no single customer that contributed 10% or more to the Group's revenue.

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**NOTES TO THE CONSOLIDATED INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED 30 JUNE 2025****25. OPERATING SEGMENTS (CONT'D)****(d) DISAGGREGATION OF REVENUE**

Revenue from contracts with customers is disaggregated by primary geographical market and timing of revenue recognition as below:

	Australia A\$	Indonesia A\$	Malaysia A\$	The Group A\$
30.6.2025				
Over time	-	-	378,627	378,627
	-	-	378,627	378,627
	Australia A\$	Indonesia A\$	Malaysia A\$	The Group A\$
30.6.2024				
Over time	-	-	482,557	482,557
	-	-	482,557	482,557

26. CAPITAL COMMITMENTS

There were no capital commitments as at 30 June 2025 (2024: \$ nil).

27. EVENTS OCCURRING AFTER THE REPORTING DATE

On 8 July 2025 and 14 July 2025, two (2) convertible notes with a face value of \$100,000 each were converted into ordinary shares. The conversions included interest of A\$1,649 and A\$2,460, respectively, as at the date of the Conversion Notice.

On 28 July 2025, the Group received a written request from Beyond Affluence Ltd, the holders of a 30% equity interest in I Synergy Universal Sdn Bhd, a partly owned subsidiary of the Company. Beyond Affluence is seeking to transfer its shareholding to the Subsidiary of the Company for a consideration of MYR\$1.

On 13 August 2025, the Group entered into a Sale and Purchase Agreement ("Agreement") with Treasure Global Inc. (NASDAQ: TGL), a Malaysian incorporated entity, for the supply of high-performance computing hardware and specialised AI software designed to support AI workloads. This Agreement follows the previously announced non-binding Memorandum of Understanding, as announced on 24 July 2025, which outlined the intent to collaborate on this strategic initiative.

No other matter or circumstance has arisen since the end of the financial period that significantly affected, or may significantly affect, the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.



I SYNERGY GROUP LIMITED

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DIRECTORS' DECLARATION

In accordance with a resolution of the directors of I Synergy Group Limited, the directors of the Company declare that:

1. The Consolidated Interim Financial Report and notes are in accordance with the Corporations Act, including:
 - a. complying with Australian Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001 (Cth); and
 - b. giving a true and fair view of the financial position as at 30 June 2025 and of its performance for the half-year ended on that date.
2. In the directors' opinion, there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

This declaration is made on behalf of the directors, and in accordance with a resolution of the Board of Directors made pursuant to section 303(5)(a) of the Corporations Act.

On behalf of the directors

Dato' Teo Chee Hong

Director

28 August 2025

I SYNERGY GROUP LIMITED INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of I Synergy Group Limited

Conclusion

We reviewed the half-year financial report of I Synergy Group Limited ("the Company"), and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 30 June 2025, the consolidated statement of profit and loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, material accounting policy information 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:

- a) giving a true and fair view of the Group's financial position as at 30 June 2025 and of its performance for the half-year ended on that date; and
- b) 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 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 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 in the same terms if given to the Directors as at the time of this auditor's review report.

In.Corp Audit & Assurance Pty Ltd
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I SYNERGY GROUP LIMITED

INDEPENDENT AUDITOR'S REVIEW REPORT (continued)

Material Uncertainty Related to Going Concern

Without modifying our conclusion, we draw attention to Note 5 of the financial report, which discloses a loss of \$57,703 for the half-year ended 30 June 2025 and as at that date a deficiency in net assets of \$1,094,472. These conditions along with other matters that are set forth in Note 5, indicate 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 maybe 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 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 the Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement whether due to fraud or error.

Auditor's Responsibilities for the Audit 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 30 June 2025 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.

In.Corp Audit & Assurance Pty Ltd



Daniel Dalla
Director

Sydney, 28 August 2025