

## Appendix 4E



### Preliminary Final Report

<p><b>Further information please contact:</b>  <b>Brendan Mason</b>  <b>Managing Director</b>  <b>1300 672 632</b></p>	<p><b>About Orcoda (previously SmartTrans)</b>  <i>Orcoda Limited (ASX:ODA) is a leading Australian Logistics solution provider with expertise in business efficiency and optimisation. We are operational efficiency specialists who supply best-in-class solutions that combine software, management expertise and contracting services, helping to make our clients among the most productive and cost-effective organisations in their respective industries. Our clients come from a diverse array of industry sectors and include some of Australia's largest companies operating in the resources and infrastructure, transport and logistics and healthcare sectors.</i>  <i>Orcoda's combined offering is focused on three key business sectors: healthcare, transportation and resources. We pride ourselves on enabling our clients to generate fast, accurate and reliable information, ensuring they are able to make the best business decisions the first time, every time and on time.</i>  <i>Our China operations are winding down with the sale of our VIE structure imminent and we have commenced legal proceedings against China Mobile for the recovery of trade debts.</i></p>
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<http://www.orcoda.com>

## **RESULTS ANNOUNCEMENT TO THE MARKET**

### **2018 Full Year Financial Results**

*(Based on accounts currently being audited)*

#### **1 Details of the reporting period and the previous corresponding period**

Reporting Period	Financial Year Ending	30 June 2018
Previous Corresponding Period	Financial Year Ending	30 June 2017

#### **2. Results for announcement to the market**

##### **2.1 The amount and percentage change up or down from the previous corresponding period of revenue from ordinary activities**

Total revenue in the reporting period	1,389,009
Previous corresponding period – Total Revenue	3,191,749
Percentage change up or down from the previous corresponding period of Revenue from ordinary activities	(56)%

##### **2.2 The amount and percentage change up or down from the previous corresponding period of profit (loss) from ordinary activities after tax attributable to members**

Total Profit (Loss) in Reporting Period	(5,833,183)
Previous corresponding period	(6,278,161)
Percentage change up or down from the previous corresponding period of profit (loss) from ordinary activities after tax attributable to members	(7) %

##### **2.3 The amount and percentage change up or down from the previous corresponding period of net profit (loss) for the period attributable to members**

Total Net Profit (Loss) in Reporting Period	(5,833,183)
Previous corresponding period	(6,278,161)
Percentage change up or down from the previous corresponding period of net profit (loss) for the period attributable to members	(7) %

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**2.4** *The amount per security and franked amount per security of final and interim dividend or a statement that it is not proposed to pay dividends*

No dividends proposed relating to the reporting period

**2.5** *The record date for determining entitlements to the dividends (if any)*

Not applicable

## Appendix 4E

3. *A statement of Comprehensive Income together with notes to the statements, prepared in compliance with AASB 101*

*Statement of Profit & Loss and other Comprehensive Income  
For the year ended 30 June 2018*

	Notes	Consolidated	
		2018 \$	2017 \$
Revenue - Operations		1,389,009	3,191,749
Online mobile promotion & third party cost		-	(1,656,169)
Ecommerce related cost		(123,723)	-
Employee salaries and benefits expense		(1,631,812)	(2,526,796)
Material and installation costs		(542,294)	(397,850)
Depreciation expense		(33,291)	(21,223)
Consultancy cost		(1,200,743)	(813,999)
ASIC, Audit & Tax		(350,617)	(301,550)
Investor Relations		(56,000)	(86,031)
Share based payment		(657,392)	-
Rental & occupancy costs		(292,594)	(255,632)
Travelling and accommodation costs		(205,794)	(218,363)
Amortisation of Intangible Assets		(102,520)	(41,657)
Legal & associated costs		(249,061)	(105,881)
Other expenses		(443,574)	(332,039)
Foreign currency gain/(loss)		(3,869)	(14,972)
Impairment Loss		(1,328,907)	(2,697,749)
Loss before income tax		(5,833,183)	(6,278,161)
Income tax benefit		-	-
Loss for the year		(5,833,183)	(6,278,161)
Other comprehensive income for the year			
Foreign currency translation reserve		4,427	(77,439)
Total comprehensive loss for the year		(5,828,756)	(6,355,600)

*The above Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes*

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*A Statement of Financial Position together with notes to the statement. The Statement of Financial Position may be condensed but must report as line items each significant class of asset, liability, and equity element with appropriate sub-totals.*

**Statement of Financial Position**  
As at 30 June 2018

	Notes	Consolidated	
		2018	2017
		\$	\$
<b>Current Assets</b>			
Cash and Cash Equivalents	3	2,105,116	621,684
Trade and Other Receivables	4	332,373	663,940
Inventory		170,410	40,389
Other Financial Asset		-	1,700,426
Other		26,327	50,873
<b>Total Current Assets</b>		<b>2,634,226</b>	<b>3,077,312</b>
<b>Non Current Assets</b>			
Property Plant & Equipment	5	26,591	49,957
Intangible Assets	5	11,101,946	173,022
Other Financial Asset		-	371,968
<b>Total Non Current Assets</b>		<b>11,128,537</b>	<b>594,947</b>
<b>TOTAL ASSETS</b>		<b>13,762,763</b>	<b>3,672,258</b>
<b>Current Liabilities</b>			
Trade and Other Payables	6	1,952,628	1,770,259
Provisions	7	172,400	183,436
Other Borrowings	8	-	-
<b>Total Current Liabilities</b>		<b>2,125,028</b>	<b>1,953,696</b>
<b>Non Current Liabilities</b>			
Provisions		-	-
Other		-	-
<b>Total Non Current Liabilities</b>		<b>-</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>2,125,028</b>	<b>1,953,696</b>
<b>NET ASSETS</b>		<b>11,637,735</b>	<b>1,718,563</b>
<b>Equity</b>			
Contributed Equity		91,739,408	76,919,120
Reserves		2,137,601	1,205,534
Accumulated Losses		(82,239,274)	(76,406,091)
<b>TOTAL EQUITY</b>		<b>11,637,735</b>	<b>1,718,563</b>

*The above Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes*

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- 5a. *A statement of changes in equity together with notes to the statement. The statement of changes in equity may be condensed but must comply with the disclosure requirements of AASB 101*

*Statement of Changes in Equity  
For the year ended 30 June 2018*

	Contributed Equity \$	Reserves \$	Accumulated Losses \$	Total \$
<b>2017</b>				
Balance at 1 July 2016	73,035,195	695,149	(70,195,106)	3,535,238
Shares issued during the period	4,554,565	-	-	4,554,565
Cost of shares issued	(670,640)	-	-	(670,640)
Options Issued During Period	-	655,000	-	655,000
Options Expired During Period	-	(67,176)	67,176	-
Profit/(Loss) for the financial year	-	-	(6,278,161)	(6,278,161)
Foreign Currency Translation	-	(77,439)	-	(77,439)
<b>Balance at 30 June 2017</b>	<b>76,919,120</b>	<b>1,205,534</b>	<b>(76,406,091)</b>	<b>1,718,563</b>
<b>2018</b>				
Balance at 1 July 2017	76,919,120	1,205,534	(76,406,091)	1,718,563
Shares issued during the period	<b>15,784,113</b>	-	-	<b>15,784,113</b>
Shares cancellation during the period	<b>(317,270)</b>	-	-	<b>(317,270)</b>
Cost of shares issued	<b>(695,755)</b>	-	-	<b>(695,755)</b>
Performance rights Issued During Period	-	<b>324,000</b>	-	<b>324,000</b>
Options Issued During Period	-	<b>652,840</b>	-	<b>652,840</b>
Options Expired During Period	<b>49,200</b>	<b>(49,200)</b>	-	-
Profit/(Loss) for the financial year	-	-	<b>(5,833,183)</b>	<b>(5,833,183)</b>
Foreign Currency Translation	-	<b>4,427</b>	-	<b>4,427</b>
<b>Balance at 30 June 2018</b>	<b>91,739,408</b>	<b>2,137,601</b>	<b>(82,239,274)</b>	<b>11,637,735</b>

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- 5b. *A Statement of Cash Flow together with notes to the statement. The Statement of Cash Flow may be condensed but must report as line items each significant form of cash flow and comply with the disclosure requirements of AASB 107 Cash Flow Statements, or for foreign entities, the equivalent foreign accounting standard.*

### Statement of Cash Flows

For the year ended 30 June 2018

		Consolidated	
	Notes	2018	2017
		\$	\$
<b>Cash from operating activities:</b>			
Receipts from customers (inclusive of GST)		1,602,631	6,709,127
Payments to suppliers and employees (inclusive of GST)		(5,357,256)	(10,374,161)
Interest received		14,003	2,999
Receipt from R&D Grant		235,768	301,217
<b>Net cash inflow/(outflow) from operating activities</b>	8	<b>(3,504,854)</b>	<b>(3,360,818)</b>
<b>Cash flows from investing activities:</b>			
Payments for property plant and equipment		(7,676)	(40,577)
Cash at Bank businesses acquired		262,961	-
Payment for intangible asset		-	-
Payments for termination of joint venture		-	-
<b>Net cash (outflow) from investing activities</b>		<b>255,285</b>	<b>(40,577)</b>
<b>Cash flows from financing activities:</b>			
Proceeds from capital raisings		5,067,001	1,926,221
Payments for capital raising costs		(334,000)	(15,640)
Proceeds from issue of shares		-	-
<b>Net cash provided by (used in) financing activities</b>		<b>4,733,001</b>	<b>1,910,581</b>
<b>Net increase (decreases) in cash held</b>		<b>1,483,432</b>	<b>(1,490,814)</b>
Cash at beginning of financial year		621,684	2,130,093
Effect of foreign exchange		-	(17,595)
<b>Cash at end of financial year</b>	3	<b>2,105,116</b>	<b>621,684</b>

*The above Consolidated Statement of Cash Flow should be read in conjunction with the accompanying notes*

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### Notes to Sections 3, 4 & 5

#### 1. Revenue

	Consolidated	
	2018	2017
	\$	\$
<b>Revenue</b>		
Services	1,153,326	2,890,532
Research & Development tax incentive	235,683	301,217
<b>Total</b>	<b>1,389,009</b>	<b>3,191,749</b>

#### 2. Operating profit (loss)

	Consolidated	
	2018	2017
	\$	\$
<b>Net profit (loss) and expenses</b>		
Profit (loss) before income tax includes the following specific expenses:		
Depreciation		
Plant and equipment	(33,291)	(21,222)
	(33,291)	(21,222)
Amortisation		
Software	(102,520)	(41,658)
Total amortisation	(102,520)	(41,658)

#### 3. Current assets - Cash and cash equivalents

	Consolidated	
	2018	2017
	\$	\$
Cash at bank and on hand	2,105,116	621,684

#### 4. Current assets - Trade and other receivables

Trade debtors	2,795,216	3,005,962
Less Provision for impairment of trade debtors	(2,462,843)	(2,342,022)
	332,373	663,940

#### 5. Non-current assets - Property, plant and equipment

	Consolidated	
	2018	2017
	\$	\$
<b>Intangible Assets</b>		
At cost	11,187,094	231,523
Less: Accumulated amortisation	(85,148)	(58,501)
Total Intangible Assets	11,101,946	173,022
<b>Plant and equipment</b>		
At cost	110,378	93,031
Less: Accumulated depreciation	(83,787)	(43,074)
Total plant & equipment	26,591	49,957

#### 6. Current liabilities - Trade and other payables

	Consolidated	
	2018	2017
	\$	\$
Trade payables	1,952,628	1,770,259
Other payables	-	-
	1,952,628	1,770,259

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### 7. Current liabilities - Provisions

	Consolidated	
	2018	2017
	\$	\$
Employee benefits – annual leave	88,018	105,842
Employee benefits – long service leave	84,382	77,594
	<b>172,400</b>	<b>183,436</b>

### 8. Reconciliation of operating profit (loss) after income tax to net cash inflow from operating activities

	Consolidated	
	2018	2017
	\$	\$
Operating profit (loss) after income tax	(5,833,183)	(6,278,161)
Depreciation and amortisation	135,812	62,880
Impairment loss	1,288,124	2,697,749
Equity based payment	657,392	-
Foreign exchange differences	30,742	(90,901)
Fair value changes on financial asset	-	67,890
Doubtful debt allowance	-	34,273
Change in operating assets and liabilities		
(Increase)/decrease in trade and other receivables	331,568	2,025,553
(Increase)/decrease in inventories	(130,022)	(40,389)
(Decrease)/increase in trade creditors and accruals	1,204	(1,869,244)
(Increase)/decrease in prepayment	24,545	5,675
(Decrease)/increase in Other Liabilities	-	-
(Decrease)/increase in Provisions	(11,036)	23,857
<b>Net cash inflow (outflow) from operating activities</b>	<b>(3,504,854)</b>	<b>(3,360,818)</b>

### 9. The results of segments that are significant to an understanding of the business as a whole.

#### Segment information provided to the Board of Directors

The segment information provided to the Board of Directors for the reportable segments for the year ended 30 June 2018 are as follows:

#### For the year ended 30 June 18

	Geographical Segment Summary		
	Australia	China	Total
	\$	\$	\$
Total Segment Revenue	1,233,142	141,862	1,375,004
Segment (Loss)/Profit	(687,625)	(836,165)	(1,523,790)
Segment Assets as at 30 June 2018	11,461,103	327,504	11,788,607
Segment Liabilities as at 30 June 2018	(404,164)	(695,692)	(1,099,856)

#### For the year ended 30 June 17

	Geographical Segment Summary		
	Australia	China	Total
	\$	\$	\$
Total Segment Revenue	1,075,512	2,107,238	3,182,750
Segment (Loss)/Profit	(821,800)	(3,036,951)	(3,858,751)
Segment Assets as at 30 June 2018	309,902	968,603	1,278,505
Segment Liabilities as at 30 June 2018	(286,428)	(1,164,940)	(1,451,367)



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### *Reconciliation of reportable segment revenue to consolidated revenue*

	2018	2017
	\$	\$
Total segment revenue	1,375,004	3,182,750
Interest and other income	14,005	8,999
<b>Total revenue</b>	<b>1,389,009</b>	<b>3,191,749</b>

### *Reconciliation of reportable segment loss to consolidated loss*

	2018	2017
	\$	\$
Total loss for reportable segments	(1,523,790)	(3,858,751)
Share based payments	(657,392)	-
Corporate costs	(3,652,001)	(2,419,410)
<b>Loss before income tax</b>	<b>(5,833,183)</b>	<b>(6,278,161)</b>

### *Reconciliation of reportable segment assets to consolidated assets*

	2018	2017
	\$	\$
Reportable segment assets	11,788,607	1,278,505
Unallocated Assets	1,974,156	2,393,753
<b>Total Assets</b>	<b>13,762,763</b>	<b>3,672,258</b>

### *Reconciliation of reportable segment liabilities to consolidated liabilities*

	2018	2017
	\$	\$
Reportable segment liabilities	(1,099,856)	(1,451,367)
Unallocated Liabilities	(1,025,172)	(502,329)
<b>Total Liabilities</b>	<b>(2,125,028)</b>	<b>(1,953,696)</b>

10. *Details of individual and total dividends or distributions and dividend or distribution payments. The details must include the date on which each dividend or distribution is payable and (if known) the amount per security of foreign sourced dividend or distribution.*

No payments made

11. *Details of any dividend or distribution reinvestment plans in operation and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan.*

No plans approved

12. *A statement of retained earnings showing movement*

See Consolidated Statement of Changes in Equity

13. *Net tangible assets per security with the comparative figure for the previous corresponding period.*

Reporting Period	Cents	<b>0.008</b>
Previous Corresponding Period	Cents	<b>0.06</b>

14. *Details of entities over which control has been gained or lost during the period.*

Name of entities- Resource Connect Holdings Pty Ltd and Icuero Pty Ltd  
Date control gained – 7th of March 2018

Contribution of such entities to the reporting entity's profit/(loss) from ordinary activities before income tax during the period after control	<b>\$ (133,569)</b>
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Profit/(loss) from ordinary activities before income tax of the controlled entity (or group of entities) for the whole of the period prior to control	<b>256,480</b>
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15. *Any other significant information needed by an investor to make an informed assessment of the entity's financial performance and financial position.*  
Refer to explanatory notes above
16. *For foreign entities, which set of accounting standards is used in compiling the report (e.g. International Accounting Standards).*  
Not applicable
17. *Commentary on results for the period*

**Profit and Loss** – The 56% difference in revenues from FY17 to FY18 are due to the change in business activity in the China Smartpay activity.

**Balance Sheet** – The material increase in net assets is due to the acquisition of Resource Connect which was finalised in March 2018.

**Cashflow** – The capital raisings comprised a) \$4M from a raising associated with the acquisition of Resource Connect b) \$600K as a private placement c) \$467K contribution from Lanstead equity swap arrangement which was completed in December 2016.

### 17.1 The earnings per security and the nature of any dilution aspects

Orcoda Limited has undertaken a share consolidation at 75 shares consolidated into 1 share on 9 Aug 18. Disclosure below show results for both pre and post consolidation number of shares.

#### *Pre-shares consolidation*

	<b>Consolidated</b>	
	<b>2018</b>	<b>2017</b>
	<b>cents</b>	<b>cents</b>
Basic earnings per share	<b>(0.15)</b>	(0.26)
Diluted earnings per share	<b>(i)</b>	(i)
<b>Weighted average number of shares used as the denominator</b>		
Weighted average number of shares used as the denominator in calculating the basic earnings per share*	3,971,507,794	2,461,476,548
Diluted Earnings per share		
Weighted average number of shares used as the denominator in calculating the diluted earnings per share	<b>(i)</b>	(i)
(i) Not materially different to basic earnings per share		

#### *Post-shares consolidation*

	<b>2018</b>	<b>2017</b>
	<b>cents</b>	<b>cents</b>
Basic earnings per share	<b>(11.02)</b>	(19.31)
Diluted earnings per share	<b>(i)</b>	(i)
<b>Weighted average number of shares used as the denominator</b>		
Weighted average number of shares used as the denominator in calculating the basic earnings per share*	52,953,437	32,509,364
Diluted Earnings per share		
Weighted average number of shares used as the denominator in calculating the diluted earnings per share	<b>(i)</b>	(i)
(ii) Not materially different to basic earnings per share		

### 17.2 Returns to shareholders including distributions and buy backs.

None made

18. *Any other factors which have affected the results in the period or which are likely to affect results in the future, including those where the effect could not be quantified.*  
Not applicable

## Appendix 4E

19. *A statement as to whether the report is based on accounts which have been audited or subject to review, are in the process of being audited or reviewed, or have not yet been audited or reviewed*

This report is based on accounts that are in the process of being audited and subject to review



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**Brendan Mason**  
Managing Director

**Date:**  
**31 August 2018**  
**Melbourne**