AssetOwl

ACN 122 727 342

CONSOLIDATED ANNUAL FINANCIAL

REPORT FOR THE YEAR ENDED 30 JUNE 2018

CONTENTS

CORPORATE DIRECTORY

DIRECTORS	Simon Trevisan	(Non-Executive Chairman)
	Bruce McCracken	(Executive Director)
	Ian Murchison	(Non-Executive Director)
	Andrew Lane	(Non-Executive Director)
	Geoff Baldwin	(Non-Executive Director)
	Jack Stone	(Alternative Director to Simon Trevisan)
GROUP COMPANY SECRETARY	Fleur Hudson	
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SHARE REGISTRY	Security Transfer Australia Pty Ltd	
	770 Canning Highway	
	APPLECROSS WA 6153	
	Telephone:	(08) 9315 2333
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HOME EXCHANGE	Australian Securities Exchange Ltd	
	Central Park	
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	PERTH WA 6000	
	ASX Code: AO1	
SOLICITORS	Jackson McDonald	
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	225 St Georges Terrace	
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BANKERS	St George Bank	
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LETTER TO SHAREHOLDERS

Dear Shareholders,

I am pleased to present the 2018 Annual Report for AssetOwl Limited (ASX: AO1).

Since AssetOwl was first presented to me as a possible acquisition for the then Regalpoint Resources, it was apparent that what the AssetOwl team was building was a cutting-edge product that could change the way valuable real estate assets are managed. The focus was firmly on providing a virtual tour for large retailers with multiple large sites, reflecting the background of one of the company's founders, but its wider applicability to other managed real estate assets was obvious.

After the acquisition, our Company and the AssetOwl business has been successful operationally but not commercially. The main inspection product gained acceptance by the responsible teams at a number of Australia's leading retailers and has been adopted and successfully rolled out across the 7-Eleven's 650 store Australian network.

In March 2018, we signed an agreement with the Australian Centre for Advanced Computing and Communication Pty Ltd (AC3), which will see AC3 use our platform as part of its existing service to an asset management agency of the NSW Government, NSW Housing. The agency owns and manages land, buildings and other assets comprising more than 125,000 properties valued more than $35 billion. AC3 is using AssetOwl's field tools to help NSW Housing improve the speed and accuracy of its property audits and analysis. The implementation of this has progressed well and we look forward to developing our relationship with AC3 further in 2019.

To date the agreements with AC3 and NSW Housing, and 7-Eleven have not generated significant revenue, however potential further stages with those customers remain an opportunity. Given the Company's limited resources we have moved to apply the core secure, cloud-based inspection technology to the residential property inspection market.

As part of this pivot, in June 2018, the Company invited Mr Geoff Baldwin to join the board. Geoff has been an important addition to Company's Board, bringing a deep understanding of all aspects of the residential property market, including residential property management and the introduction of new technologies to the property management sector. He also brings a broad range of industry contacts, which will be vital to our market penetration strategies later this financial year.

Towards the end of the financial year, the Company signed a software service agreement with leading global real estate company, Colliers International (WA) to provide a property inspection and management tool. This followed Colliers' successful trial of our Management Platform. We are providing Colliers with a single system of field tools to make conducting visual property inspections an easier, less labour intensive and more cost-effective process, while producing objective results by using our platform's powerful reporting and analytical capabilities.

The product rolled out to Colliers was a progression from the work done for 7-Eleven and NSW Housing adapted for the different needs of residential property management.

The residential property management sector is under significant stress in relation to carrying out inspections because the existing software products do not address the fundamental issues: the time-consuming nature of residential property inspections, the inability to charge anything like the true cost of carrying out the inspections and the poor qualitative outcomes from inspections as they are currently conducted.

Agents responsible for managing properties are limited by adverse economics and an adversarial environment making it impossible to provide an efficient and high quality inspection service. I am confident AssetOwl can address these issues; a view supported by our testing with leading property managers to date. It is an area ripe

LETTER TO SHAREHOLDERS

for a new approach and our second version of the residential inspection tool (the beta trial version has been named InspectorAsset) provides this. In common with AssetOwl's fundamental approach, we will make high quality panoramic photographs the centre of the process rather than an added detail.

During the year, we completed the divestment of one of our remaining mineral exploration assets. The Rum Jungle project in the Northern Territory was sold to Podium Minerals Limited for consideration of 6 million Podium Minerals shares and 3 million options. The shares and options have been distributed to eligible AssetOwl shareholders under an in-specie capital return. Podium Minerals commenced trading on the ASX in February (ASX: POD).

We completed a non-renounceable rights issue during the year, raising $1.0 million for working capital and business development and that raising has recently been supplemented by receipt of $980,000 from the ATO's R&D incentive programme. I thank our shareholders for joining with my company, Tribis Pty Ltd, in supporting the rights issue.

This year saw the retirement of the Hon. Shane Stone AC as Chairman. Shane had been chairman since the Company's difficult IPO when the uranium market was rocked by the Fukushima disaster. I thank him for his significant contribution to the Company. In addition, I thank my fellow directors, our management and our staff for their contributions during the year.

The year ahead will be a very important one for our Company. We aim to achieve genuine commercialisation of our residential property inspection tool by building a material presence as a service provider to the residential real estate sector, continuing the work which we have commenced over recent months. I am committed to sharing the journey with you.

Simon Trevisan
Non-Executive Chairman

OPERATIONAL REPORT

OPERATIONAL REVIEW

Highlights

- AssetOwl expands into residential real estate management sector
- Development of inspection tool for residential real estate and property markets.
- First contract with leading real estate group Colliers International (WA)
- Successful 7-Eleven rollout
- Sale of non-core asset, Rum Jungle Mineral Project, to Podium Minerals.

Repositioning of AssetOwl business

The Company is expanding into the residential property sector, using the Company's previously developed intellectual property as a platform to develop a residential inspection tool. Building on feedback from market participants, the second version of this tool is now under development, and is expected to be launched to the market early in 2019.

AssetOwl's residential inspection tool empowers property managers to efficiently capture inspections of properties using visual technology and allows greater collaboration with other key stakeholders including property owners and rental tenants.

In June 2018, AssetOwl concluded its first commercial contract in the residential real estate sector, signing a software service agreement with Colliers International (WA) Pty Ltd. AssetOwl's platform is providing Colliers with a single system of field tools to make collecting visual property inspections easy, accurate and efficient, with powerful reporting and analytical capabilities.

Following its success with Colliers, the Company is focused on progressing the development of a second version of its residential inspection tool. Design and development is progressing and initial market testing has been positive.

Service to other sectors

AssetOwl services customers in the retail, government and private residential real estate sectors, having signed agreements with national retailer, 7-Eleven and the Australian Centre for Advanced Computing and Communication Pty Ltd (AC3) to service a large NSW government agency.

The Company provides services to 7-Eleven Australia in the retail sector, where the AssetOwl management platform has been implemented across 7-Eleven's national store network of more than 650 stores. 7-Eleven is using the platform to support the business in monitoring and managing merchandise standards. As a software-as-a-service platform, 7-Eleven is utilising the Audit and Property modules on a pay per action fee basis, and their utilisation of the AssetOwl platform rose steadily through the year.

In March 2018, AssetOwl signed an agreement with AC3 to use the Company's platform as part of its existing service to an asset management agency of the NSW Government. The agency owns and manages land, buildings and other assets comprising more than 125,000 properties valued more than $35 billion. AC3 is using AssetOwl's field tools to help this government client improve the speed and accuracy of its property audits and analysis.

OPERATIONAL REPORT

The implementation with 7-Eleven and AC3 has provided the business with ongoing feedback from real-world use, which has also helped with the creation of new product features to further enhance the Management Platform and the value proposition it delivers to customers.

Disposal of Non-core asset, Rum Jungle Mineral project and in-specie capital return

In February 2018, the Company sold its Rum Jungle (Northern Territory) mineral exploration and development project to Weld Range Metals Limited, subsequently renamed Podium Minerals Limited and admitted to the Australian Stock Exchange. This project was a legacy asset from when the Company operated in resource exploration as Regalpoint Resources Limited.

As consideration for the sale, the Company received 6,000,000 shares in Podium and 3,000,000 options, each exercisable at $0.20 each within 30 months of grant. The Company then completed an in-specie capital return to eligible shareholders.

Settlement of contingent consideration liability for acquisition of AssetOwl Technologies Pty Ltd

In March 2018, the Company issued 5,000,000 ordinary shares to the shareholders from whom the Company had acquired AssetOwl Technologies Pty Ltd in December 2016.

A portion of the consideration for the acquisition was the issue of 25,649,319 performance rights, in three classes, vesting over the 3 calendar years to 31 December 2019. These rights vest subject to achievement of pre-set milestones relating to number of stores, revenue and profit

The 5,000,000 shares were issued to settle those performance rights which vested over the year to 31 December 2017, upon achievement of the 2017 calendar year 'stores' milestone. The remaining performance rights relating to this 2017 calendar year did not vest and were forfeited.

It is the Company's expectation that no further settlement will be required in relation to the Company's outstanding performance rights.

Impairment of Goodwill

In the Company's 2018 financial report, the Company's Goodwill asset has been impaired to $1,802,054 (30 June 2017: $5,747,923). The impairment expense reflects the reduction in the Company's market capitalisation between 30 June 2017 and 30 June 2018.

The Company's Goodwill related to the Company's acquisition of AssetOwl Technologies Pty Ltd, which occurred in December 2016.

CORPORATE

Board changes

In March 2018, AssetOwl announced the appointment of Mr Simon Trevisan as Non-Executive Chairman, following the retirement of the Hon. Shane Stone A.C, Q.C..

Mr Trevisan is Managing Director of Tribis Group, including Iris Residential Pty Ltd, a large property developer and investment company Tribis Pty Ltd, AssetOwl's largest shareholder.

Mr Jack Stone was appointed as an alternate director to Mr Trevisan.

OPERATIONAL REPORT

AssetOwl appointed Mr Geoff Baldwin to the board as a Non-Executive Director in June 2018.

Mr Baldwin has more than 30 years' experience in the real estate sector and is the Managing Director and Owner of RE/MAX Western Australia (since 2009), and Managing Director and Co-Owner of Phoenix CPD, a Real Estate training company, providing compulsory professional development and elective training and coaching for real estate industry professionals. He is a former director and owner of Greatnet, a real estate technologies company, and was CEO of the Roy Weston Group from 2001 to 2006. He is a co-owner of Consolidated Property Management and the Geoff Baldwin Realty Group.

Mr Baldwin has been an important and significant addition to the Company’s Board, providing valuable industry knowledge and leadership as the Company continues the development of its residential property inspection tool, InspectorAsset.

Rights issue

In April 2018, AssetOwl undertook a capital raising for ongoing working capital and business development via a pro-rata renounceable rights issue, managed by Patersons Securities Limited. The rights issue raised $1.0 million.

In May, AssetOwl issued 22,954,062 shares under the renounceable rights issue and associated shortfall offer.

Support of significant shareholder

During the 2018 financial year, and continuing into the 2019 financial year, significant shareholder Tribis Pty Ltd continues to provide financial support to the Company. Tribis Pty Ltd is related to the Company’s Non-Executive Chairman Mr Simon Trevisan.

DIRECTORS' REPORT

The Directors present their report together with the financial report of AssetOwl Limited (**Company**) and consolidated subsidiaries ('**the Group**') for the financial year ended 30 June 2018 and the Auditor's Report thereon.

DIRECTORS

The names and details of the Directors in office during the financial year and until the date of this report are set out below.

- Simon Trevisan (Non-Executive Chairman)
- Bruce McCracken (Executive Director)
- Ian Murchison (Non-Executive Director)
- Andrew Lane (Non-Executive Director)
- Geoff Baldwin (Non-Executive Director, appointed 5 June 2018)
- Jack Stone (Alternative Director of Simon Trevisan, appointed 19 March 2018)
- Hon. Shane L Stone (Non-Executive Chairman, resigned 19 March 2018)

Directors have been in office the entire period unless otherwise stated.

PRINCIPAL ACTIVITIES

The Group's principal activity is technology and software development.

DIVIDENDS PAID OR RECOMMENDED

The Directors of the Group do not recommend the payment of a dividend in respect of the current financial year ended 30 June 2018.

OPERATING RESULTS

The Group's net loss after providing for income tax for the year ended 30 June 2018 amounted to $3,415,961 (2017: loss of $1,405,763). At 30 June 2018, the Group has $310,651 of cash and cash equivalents (2017: $1,690,810).

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

All significant changes in the state of affairs of the Group during the year are discussed in detail in the Review of Operations set out from page 6.

MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

On 26 September 2018 the Group received the Income Tax Return refund for subsidiary Company AssetOwl Technologies Pty Ltd, for the 2018 financial year. The amount received was $983,418 which represents the Company's Research and Development Rebate for the 2018 financial year.

There were no other significant events subsequent to 30 June 2018 and prior to date of this report that have not been dealt with elsewhere in this report.

DIRECTORS' REPORT

ENVIRONMENTAL REGULATION

The Group's residual interests are governed by a range of environmental legislation. To the best of the Directors' knowledge, the Group has adequate systems in place to ensure compliance with the requirements of the applicable environmental legislation and is not aware of any breach of those requirements during the financial year and up to the date of the Directors' Report.

National Greenhouse and Energy Reporting Act 2007

This is an Act to provide for the reporting and dissemination of information related to greenhouse gas emissions, greenhouse gas projects, energy production and energy consumption, and for other purposes. The Group is not subject to the *National Greenhouse and Energy Reporting Act 2007*.

DIRECTORS' REPORT

BOARD OF DIRECTORS

Simon Trevisan B Econ, LLB (Hons), MBT – Non-Executive Chairman	
Experience and Expertise	Simon Trevisan is the managing director of Tribis Pty Ltd, and of the company's property arm Iris Residential Pty Ltd. He has significant experience in public and private investments, corporate finance, and management of large public and private businesses. Mr Trevisan has been responsible for the funding and management of a number of public companies, and for the Group's substantial property investments. His experience includes the establishment and listing of Mediterranean Oil & Gas plc, an AIM-listed oil and gas company with production and a substantial oil discovery in Italy, the successful listing of Ausgold Ltd and Regalpoint Resources Ltd, and the relisting of Brazilian Metals Group Ltd amongst other ASX-traded companies. Mr Trevisan was a founding Executive Director of ASX-listed companies Ausgold Ltd and Regalpoint Resources Ltd. He holds a Bachelor of Economics and a Bachelor of Laws from the University of Western Australia, and a Masters Degree in Business and Technology from the University of New South Wales. Before becoming a full-time executive with Tribis, Mr Trevisan practiced as a solicitor with Allens Arthur Robinson Legal Group firm, Parker and Parker, in the corporate and natural resources divisions. He is also currently a Director of ASX-listed public companies Neurotech International Ltd, Zeta Petroleum plc and BMG Resources Limited, and is also on the board of St George's College Foundation. Mr Trevisan is the Chairman of the Board, Chairman of the Nomination and remuneration Committee and a member of the Audit and Risk Committee.
Other Current Directorships	Managing Director of Tribis Pty Ltd Managing Director of Iris Residential Pty Ltd Non-Executive Director of Neurotech International Limited Non-Executive Director of BMG Resources Limited Non-Executive Director of Zeta Petroleum Plc Director of Perry Lakes No 229 Pty Ltd Director of Port Coogee No 790 Pty Ltd
Former Directorships in last 3 years	None
Special Responsibilities	Chairman of the Board of Directors Chairman of the Nomination and Remuneration Committee Member of the Audit and Risk Committee
Interests in AssetOwl Limited	16,525,030 ordinary shares and 4,206,197 options

Bruce McCracken B Com, LLB, MBA, GAICD - **Executive Director**	
Experience and Expertise	Mr McCracken is an experienced business executive having spent over 20 years working across a broad range of industries based in Perth, Melbourne and Sydney, and is currently the Managing Director of mineral resource explorer BMG Resources Limited. Mr McCracken has worked in the corporate sector as a Senior Executive with the

DIRECTORS' REPORT

	Kirin Group-owned Lion Pty Ltd (previously Lion Nathan) and the private equity owned Amatek Group, now part of the Fletcher Building Group. Before working in the corporate environment he was an Investment Banker based in both Perth and Melbourne in specialist corporate advisory and project finance roles, and has also practiced as a Banking and Finance Solicitor. During his time as an Investment Banker Mr McCracken worked across a broad range of corporate and financial advisory assignments, primarily in the diversified industrials and mining and resources sectors. Mr McCracken holds Bachelor of Commerce and Bachelor of Laws degrees from the University of Western Australia, an MBA from Melbourne Business School and is a graduate of the Australian Institute of Company Directors.
Other Current Directorships	Managing Director of BMG Resources Limited
Former Directorships in last 3 years	None
Special Responsibilities	None
Interests in AssetOwl Limited	612,500 ordinary shares and 444,791 options

Ian Murchison B Com, FCA, Dipl Naut Sc – **Non-Executive Director**	
Experience and Expertise	Mr Murchison is an Investment Director and a founding shareholder of Perth-based private equity fund manager Foundation Management Pty Ltd. Foundation Management was established in 1994 and has invested institutional funds of over $125 million, primarily in Western Australia. Mr Murchison is a Fellow of the Institute of Chartered Accountants and was a founding Partner of Sothertons Chartered Accountants. Mr Murchison is the Chairman of the Audit and Risk Committee and a member of the Nomination and Remuneration Committee.
Other Current Directorships	Foundation Management (WA) Pty Ltd Chairman ACP Group Pty Ltd Primary Securities Ltd
Former Directorships in last 3 years	None
Special Responsibilities	Chairman of the Audit and Risk Committee Member of the Nomination and Remuneration Committee
Interests in AssetOwl Limited	1,310,804 ordinary shares and 367,318 options

Andrew Lane B Bus, FCPA, CTA, MAICD – **Non-Executive Director**	
Experience and Expertise	Mr Lane is a Certified Practising Accountant and Chartered Tax Advisor. He is currently the managing director of Matrix Partners, Tax and Business Advisors, having been made a director in 1991. Mr Lane specialises in the area of taxation and has professional expertise in strategic planning and business consultancy. Over the last 30 years, he has had considerable experience in public practice, including as a company secretary of an ASX-listed company. During this time he has offered consultancy advice to a wide range of corporate businesses including IT, mining services, property, building, wholesale, sporting, financial services, transport and high net worth individuals. Mr Lane has held, and continues to hold, non-executive director and advisory board positions. Other than AssetOwl, he has been involved with Access Group

	Australia Pty Ltd since 2002 and was subsequently appointed chairman in March 2009. Mr Lane holds a Bachelor of Business degree from Edith Cowan University. He has also completed the Certified Practising Accountants Programme at Deakin University and is a holder of a Public Practice Certificate. Mr Lane is a member of the Australian Institute of Company Directors, the Australian Society of Certified Practising Accountants and is a Fellow Member of the Taxation Institute of Australia. Mr Lane is a member of the Audit and Risk Committee.
Other Current Directorships	Managing Director Matrix Partners Pty Ltd
Former Directorships in last 3 years	None
Special Responsibilities	Member of the Audit and Risk Committee
Interests in AssetOwl Limited	7,136,820 ordinary shares (includes 4,129,372 quoted shares and 3,007,448 unquoted shares) 892,103 options (all unquoted) 1,338,154 Class B Performance Rights. 561,903 Class C Performance Rights

Geoff Baldwin MAICD - **Non-Executive Director** – appointed 5 June 2018	
Experience and Expertise	Mr Baldwin has over 30 years' experience in the real estate sector and is currently the Managing Director and Owner of RE/MAX Western Australia (since 2009), and Managing Director and Co-Owner of Phoenix CPD, a Real Estate training company, providing compulsory professional development and elective training and coaching for real estate industry professionals. Mr Baldwin is a former director and owner of Greatnet, a real estate technologies company, Mr Baldwin's firm developed the first real estate property inspection software in Australia, introduced Virtual Tour technology to the real estate industry in WA and developed websites and client management software for the industry. Mr Baldwin's other property experience has included being CEO of the Roy Weston Group from 2001 to 2006, and subsequent to this; being the co-owner of Consolidated Property Management and the Geoff Baldwin Realty Group. As well as having an extensive property background, Mr Baldwin's professional memberships include: WA Chamber of Commerce & Industry, the Real Estate Institute of WA and the Australian Institute of Company Directors. He has made multiple contributions to the Real Estate Industry, including being past Councillor and Treasurer of the Real Estate Institute of WA and Chairman of the Certified Practising Real Estate Agents from 2015 to 2017. Mr Baldwin is a member of the Nomination and Remuneration Committee.
Other Current Directorships	Geoff Baldwin.com Realty Group Pty Ltd (T/A RE/MAX Western Australia)
Former Directorships in last 3 years	None
Special Responsibilities	Member of the Nomination and Remuneration Committee
Interests in AssetOwl Limited	None

Jack Stone GAICD– **Alternative Director to Mr Simon Trevisan** - appointed 19 March 2018	
Experience and Expertise	Mr Jack Stone is a Commerce graduate of the University of Queensland and a Graduate of the Australian Institute of Company Directors.
Other Current Directorships	Decket Pty Ltd Carmol Pty Ltd
Former Directorships in last 3 years	APAC Group
Special Responsibilities	Alternative Director of Simon Trevisan
Interests in AssetOwl Limited	14,831 ordinary shares and 5,854 options

COMPANY SECRETARY

Fleur Hudson BA, LLB, LLM (Disp. Res.)	
Experience and Expertise	Mrs Hudson has a Bachelor of Arts, a Bachelor of Laws and Master of Laws degrees. Mrs Hudson has been a Director of Transcontinental Group since 2009 and was appointed as Company Secretary of AssetOwl Limited, BMG Resources Limited and Ausgold Limited (resigning in November 2011). Prior to that, she has practiced as a solicitor with international law firms in Perth and in London since 1998. As a solicitor, Mrs Hudson has advised large national and international companies with respect to a variety of civil construction, infrastructure and commercial issues.

DIRECTORS' MEETINGS

During the financial year, there were 5 Board of Director's meetings and 2 Audit Committee meetings held. Attendances by each Director during the year were as follows:

	Directors' Meetings		Nomination and Remuneration Committee*		Audit and Risk Committee**	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended	Number eligible to attend	Number attended
Directors						
Simon Trevisan	5	5	-	-	2	2
Bruce McCracken	5	4	-	-	-	-
Ian Murchison	5	5	-	-	2	2
Andrew Lane	5	5	-	-	-	-
Geoff Baldwin	1	1	-	-	-	-
Shane Stone (resigned 19 March 2018)	3	2	-	-	2	1

* For the entire financial year Mr Trevisan was Chairman of the Nomination and Remuneration Committee with Mr Murchison being a member. The Hon. Shane Stone was a member of the committee until his retirement on 19 March 2018. On 22 June 2018, Mr Baldwin was appointed to the Committee.

** For the entire financial year Mr Murchison was Chairman of the Audit and Risk Committee, with Mr Trevisan being a member. The Hon. Shane Stone was a member of the committee until his retirement on 19 March 2018, upon his retirement, Mr Lane was appointed to the Committee.

DIRECTORS' REPORT

DIRECTORS' REMUNERATION

Information about the remuneration of Directors is set out in the Remuneration Report below.

REMUNERATION REPORT (AUDITED)

This report details the nature and amount of remuneration for each Director of AssetOwl Limited and for the other Key Management Personnel. This Remuneration Report outlines the Director and Executive remuneration arrangements of the Group and has been audited in accordance with the requirements of section 308(3C) of the *Corporations Act 2001* and the Corporations Regulations 2001.

For the purposes of this report, Key Management Personnel of the Group are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly, including any Director (whether Executive or otherwise) of the Group. The Entity presently has one Executive Director, three Non-Executive Directors and a Non-Executive Chairman.

Key Management Personnel disclosed in the Report

Names and positions held of the Group's Directors and Key Management Personnel in office at any time during the financial year are:

Directors	
Simon Trevisan	(Non-Executive Chairman)
Bruce McCracken	(Executive Director)
Ian Murchison	(Non-Executive Director)
Andrew Lane	(Non-Executive Director)
Geoff Baldwin	(Non-Executive Director, appointed 5 June 2018)
Jack Stone	(Alternate director to Simon Trevisan)
Hon. Shane L Stone	(Non-Executive Chairman, resigned 19 March 2018)
Other Key Management Personnel	
Giuseppe Di Franco	(Chief Executive Officer)

Remuneration Governance

The Nomination and Remuneration Committee provides assistance to the Board with respect to the following:

(a) Remuneration policies and practices;

(b) Remuneration of the Executive Officer and Executive Directors;

(c) Composition of the Board; and

(d) Performance Management of the Board and of the Executive Officer.

Use of Remuneration Consultants

During the year, the Group has not required or used any remuneration consultants.

DIRECTORS' REPORT

Membership and Composition

The minimum number of members required on the Committee is two Directors. At least one member of the Committee must be a Non-Executive Director of the Board.

The Chair of the Committee is to be a Non-Executive Director, nominated by the Board, who may be the Chairman of the Board.

The Secretary of the Committee shall be the Company Secretary, or such other person as nominated by the Board.

Executive Remuneration Policy and Framework

The Nomination and Remuneration Committee is to review and make recommendations regarding the following:

(a) strategies in relation to executive remuneration policies;

(b) compensation arrangements for the Executive Director, Non-Executive Directors and other senior executives as appropriate;

(c) performance related incentive policies;

(d) the Group's recruitment, retention and termination policies;

(e) the composition of the Board having regard to the skills/experience desired and skills/experience represented;

(f) the appointment of Board members;

(g) the evaluation of the performance of the Executive Director;

(h) consideration of potential candidates to act as Directors; and

(i) succession planning for Board members.

Processes

The Committee shall meet as frequently as required to undertake its role effectively and properly. A quorum for the Committee meeting is when at least two members are present. Any relevant employees may be invited to attend the Committee meetings.

The issues discussed at each Committee meeting as well as the Minutes of each meeting are reported at the next Board Meeting. The Committee Chair shall report the Committee's recommendations to the Board after each meeting.

The Committee reviews, and may recommend to the Board, any necessary action to require at least annually, and recommends any changes it considers appropriate to the Board. The Committee may undertake any other special duties as requested by the Board.

Key Management Personnel Remuneration Policy

The Board's policy for determining the nature and amount of remuneration of Key Management Personnel for the economic entity is as follows:

DIRECTORS' REPORT

The remuneration structure for Key Management Personnel is based on a number of factors, including length of service, particular experience of the individual concerned, and overall performance of the Group. The contracts for service between the Group and Key Management Personnel are on a continuing basis, the terms of which are not expected to change in the immediate future. There is no scheme to provide retirement benefits, other than statutory superannuation.

The Nomination and Remuneration Committee determines the proportion of fixed and variable compensation for each Key Management Personnel.

Setting of remuneration is designed to increase goal congruence between Shareholders, Directors and Executives. The board may consider the issue of options as part of the Director's remuneration to encourage the alignment of personal interest and shareholder interests.

Director Remuneration

On appointment to the Board, all Non-Executive Directors enter into an agreement with the Group. The Letter of Appointment summarises the Board policies and terms, including remuneration, relevant to the Office of Director.

Directors do not receive additional fees for chairing or participating on Board committees. Directors do not receive retirement allowances. Directors do not receive performance-based pay.

Fees are reviewed annually by the Board taking into account comparable roles. The current base fees were reviewed with effect from 1 July 2016. The following fees have applied:

	From 1 July 2018 ($)	From 1 July 2017 to 30 June 2018 ($)
Non-Executive Chairman (fee per month)	*	*
Executive Director (fee per month)	6,000	6,000 / 15,000**
Non-Executive Director (fee per month)	2,500 to 3,000	2,500

*Mr Simon Trevisan was appointed Non-executive Chairman of the Group effective from 19 March 2018, Mr Trevisan is not paid a Director fee by the Group. A company of which Mr Trevisan is a director and substantial shareholder of, Tribis Pty Ltd, has an administration services agreement with the Company pursuant to which Tribis is paid an amount of $5,000 per month.

The Hon. Shane Stone, who served as the Group's Chairman during the financial year from 1 July 2017 until his resignation on 19 March 2018 was remunerated at a rate of $6,000 per month.

** The Group has one executive director, Mr Bruce McCracken. Mr McCracken's ordinary remuneration from the Group is $6,000 per month, For the period 1 December 2018 to 30 April 2018, Mr McCracken was remunerated at a rate of $15,000 per month, plus superannuation, in line with increased executive involvement during that period.

Accrual of Director Fees

As disclosed from page 23, with effect from 1 December 2017, the Group placed a hold on the payment of Director fees and the monthly fee payable to Tribis Pty Ltd and, to the date of this report, continues to accrue director fees. Refer to page 24 for disclosure of transactions with Directors since December 2017.

DIRECTORS' REPORT

Remuneration of other Key Management Personnel

The Group's CEO Giuseppe Di Franco has an executive services agreement with the Group. The CEO's remuneration was $240,000 inclusive of superannuation for the period 1 July 2017 to 14 January 2018 his remuneration was then reduced to $120,000. The agreement is an ongoing agreement which may be terminated by either party giving the other party 3 months' notice of termination.

Under the terms of the agreement, Mr Di Franco may be provided equity securities or other incentive remuneration (including performance based remuneration) on terms and in a form to be agreed with the Group and the executive. In the 2018 financial year, no performance based remuneration has been granted to Mr Di Franco.

Link between remuneration and performance

The Group's total remuneration of Key Management Personnel during the 2018 financial year is comparable with that of the 2017 financial year, no element of Key Management Personnel remuneration in either financial year is related to the financial performance of the Group.

The table below shows key performance indicators of the Group for the previous two years, prior to 23 December 2016, before the nature of the Group changed to technology and software development was a mineral exploration company, and on this basis key performance indicators prior to the 2017 financial year are not included in the table below

	2018	2017
Net (Loss) after tax	(3,415,961)	(1,405,763)
Basic earnings per share	(5.22)	(3.16)
30 June share price	$0.032	$0.16
(decrease) in share price (%)	(80%)	*

*Prior to 23 December 2016, AssetOwl Limited was a mineral exploration company and hence in a different business to the current business operations, technology software development, as a result, a measure of the change in share price for the period 1 July 2016 to 30 June 2017 is not provided.

DIRECTORS' REPORT

Key Management Personnel Remuneration

Please see the table below for the details of the nature and amount of each major element of remuneration for each Key Management Personnel of the Group during the year:

2018 Key Management Personnel	Short-term Benefits		Post-employment Benefits		
	Salary ($)	Annual and Long Service Leave ($)	Superannuation ($)	Total ($)	Performance Related (%)
DIRECTORS					
Shane Stone[1]	51,000	-	-	51,000	-
Simon Trevisan[2]	-	-	-	-	-
Bruce McCracken[3]	126,000	-	11,970	137,970	-
Ian Murchison	30,000	-	-	30,000	-
Andrew Lane	30,000	-	-	30,000	-
Geoff Baldwin[4]	3,000	-	-	3,000	-
Jack Stone[5]	-	-	-	-	-
OTHER KEY MANAGEMENT PERSONNEL					
Giuseppe Di Franco (CEO)[6]	166,493	6,301	15,817	188,611	-
TOTAL	**406,493**	**6,301**	**27,787**	**440,581**	**-**

1 Mr Stone received remuneration at a rate of $6,000 per month for the period from 1 July 2017 up to his resignation on 19 March 2018.

2 Mr Trevisan has not received remuneration from the Group for the year ended 30 June 2018. AssetOwl Limited has an agreement with Tribis Pty Ltd which is a Director related entity (Simon Trevisan) which charged an administrative fee for office space, telecommunications, office supplies, accounting support and business support services. The fee for the period from 01 July 2017 to 30 June 2018 was $5,000 per month.

3 Mr Bruce McCracken is an Executive Director and receives standard remuneration of $6,000 per month, plus superannuation at 9.5%. For the period 1 October 2017 to 31 March 2018, Mr McCracken was remunerated at a rate of $15,000 per month, plus superannuation, inline with increased executive involvement during that period.

4 Mr Baldwin receives an director fee of $3,000 per month, he was appointed as director of the Group from 5 June 2018.

5 Mr Jack Stone was appointed Alternate Director to Mr Simon Trevisan on 19 March 2018. He received no remuneration from the Group.

6 Mr Di Franco received remuneration at a rate of $240,000 (inclusive of superannuation) for the period from 1 July 2017 up to 14 January 2018, from this date Mr Di Franco's remuneration has been reduced to $120,000 (inclusive of superannuation).

2017 Key Management Personnel	Short-term Benefits		Post-employment Benefits		
	Salary ($)	Annual and Long Service Leave ($)	Superannuation ($)	Total ($)	Performance Related (%)
DIRECTORS					
Shane Stone	72,000	-	-	72,000	-
Bruce McCracken	72,000	-	6,840	78,840	-
Simon Trevisan[1]	-		-	-	-
Ian Murchison	30,000	-	-	30,000	-
Andrew Lane[2]	15,726	-	-	15,726	-
Jack Stone[3]	-	-	-	-	-
OTHER KEY MANAGEMENT PERSONNEL					
Giuseppe Di Franco (CEO)[4]	114,037	4,258	10,530	128,825	-
TOTAL	**303,763**	**4,258**	**17,370**	**325,391**	**-**

1 Mr Trevisan did not receive remuneration from the Group for the year ended 30 June 2017. AssetOwl Limited has an agreement with Tribis Pty Ltd which is a Director related entity (Simon Trevisan) which charged an administrative fee for office space, telecommunications, office supplies, accounting support and business support services. The fee for the period from 01 July 2016 to 30 June 2017 was $5,000 per month.

2 Mr Lane received an director fee of $2,500 per month, since his appointment on the 23rd of December 2016.

3 During the 2017 financial year, Mr Jack Stone was an Alternate Director to Hon. Shane Stone and did not receive remuneration during the year.

4 Mr Di Franco received remuneration at a rate of $240,000 (inclusive of superannuation), for period from 23 December 2016 when the Parent company acquired Assetowl Technologies Pty Ltd until the end of the financial year 30 June 2017.

Equity instruments disclosure held by Key Management Personnel Shareholdings

Share Holdings

Number of shares held by Parent Entity Directors and other Key Management Personnel of the Group, including their personally related parties, are set out below.

2018 Key Management Personnel	Balance at the start of the year	Settlement of Class A Performance rights	Participation in rights issue	Other	Balance at the end of the year
Directors of AssetOwl Limited					
Bruce McCracken	306,250	-	306,250	-	612,500
Ian Murchison[1]	1,094,832	-	222,222	-	1,317,054
Simon Trevisan[2]	8,233,193	-	8,262,515	29,322	16,525,030
Andrew Lane[3]	2,676,308	892,102	3,568,410	-	7,136,820
Geoff Baldwin (appointed 5 June 2018)	-	-	-	-	-
Jack Stone	14,831	-	-	-	14,831
Shane Stone (resigned 19 March 2018)	1,660,812	N/A	N/A	N/A	N/A
Other Key Management Personnel					
Giuseppe Di Franco[4]	2,676,308	892,103	-	-	3,568,411

1 Interest as controlling Shareholder of Tenalga Pty Ltd. Balance at beginning and end of year also includes shares held by Mr Murchison's children James and Sarah Murchison, a total of 6,250 shares at the beginning and end of the year.

2 Relevant interest as Director and controlling Shareholder of Tribis Pty Ltd (formerly Transcontinental Investments Pty Ltd) which holds 16,425,030 shares, and 100,000 shares as a trustee of Trevisan Superannuation Fund.

3 Shares held by NCKH Pty Ltd (ACN 008 867 810) as trustee for the AML Trust of which Andrew is a beneficiary. This entity was a vendor to the AssetOwl Technologies Pty Ltd acquisition on the 23 December 2016, on 9 March 2018 this entity was issued 892,102 shares in settlement of Class A Performance rights which vested effective as at 31 December 2017.

4 Shares held by Imprint Investments Pty Ltd (ACN 604 122 849) as trustee for the Broadwater Trust ("Imprint Investment"), of which Giuseppe is a beneficiary. This entity was a vendor to the AssetOwl Technologies Pty Ltd acquisition on the 23 December 2016, on 9 March 2018 this entity was issued 892,103 shares in settlement of Class A Performance rights which vested effective as at 31 December 2017.

Shane Stone resigned as a Director on 19 March 2018 therefore his shareholding has been removed from the above table.

Option Holdings

Number of options held by Parent Entity Directors and other Key Management Personnel of the Group, including their personally related parties, are set out below.

2018 Key Management Personnel	Balance at the start of the year	Balance at the end of the year
Directors of AssetOwl Limited		
Bruce McCracken	444,791	444,791
Ian Murchison[1]	367,318	367,318
Simon Trevisan[2]	4,206,197	4,206,197
Andrew Lane[3]	892,103	892,103
Geoff Baldwin (appointed 5 June 2018)	-	-
Jack Stone	5,854	5,854
Shane Stone (resigned 19 March 2018)	793,695	N/A
Other Key Management Personnel		
Giuseppe Di Franco[4]	892,103	892,103

1 Options held by Tenalga Pty Ltd, of which Ian is a controlling shareholder.
2 Options held by Tribis Pty Ltd (formerly Transcontinental Investments Pty Ltd), of which Simon is a Director and controlling shareholder.
3 Options held by NCKH Pty Ltd (ACN 008 867 810) as trustee for the AML Trust of which Andrew is a beneficiary.
4 Options held by Imprint Investments Pty Ltd (ACN 604 122 849) as trustee for the Broadwater Trust ("Imprint Investment"), of which Giuseppe is a beneficiary.

Shane Stone resigned as a Director on 19 March 2018 therefore his option holding has been removed from the above table.

There were no options issued to Directors and Executives as part of their remuneration during the year ended 30 June 2018.

There were no options exercised by Directors or Key Management Personnel during the year ended 30 June 2018.

Performance Rights

Number of Performance Rights held by Parent Entity Directors and other Key Management Personnel of the Group, including their personally related parties, are set out below.

Performance rights are held by non-executive director Mr Andrew Lane, and the Group's CEO Mr Giuseppe Di Franco. Andrew Lane's performance rights are held by NCKH Pty Ltd (ACN 008 867 810) as trustee for the AML trust, of which Andrew is a beneficiary. Giuseppe Di Franco's performance rights are held by Imprint Investments Pty Ltd (ACN 604 122 849) as trustee for the Broadwater Trust ("Imprint Investment"), of which Giuseppe is a beneficiary.

The above entities were vendor's of the AssetOwl Technologies Pty Ltd (at the time named AssetOwl Pty Ltd) acquisition on the 23rd of December 2016. The performance rights were acquired pursuant to the acquisition of AssetOwl Technologies Pty Ltd where total consideration to all vendors for the acquisition was 15,000,000 shares, 5,000,000 options and 12,149,319 performance rights.

The performance rights vest subject to the achievement of Group performance targets defined in the Share Sale and Purchase agreement for the acquisition of AssetOwl Technologies Pty Ltd.

Class A Performance Rights

	Balance at the start of the year	Vested during the year and settled during the year	Forfeited	Balance at the end of the year
Non-Executive Director Andrew Lane	2,676,308	(892,102)	(1,784,206)	-
Chief Executive Officer Giuseppe Di Franco	2,676,308	(892,103)	(1,784,205)	-

*The vesting period for these Performance rights was the 2017 calendar year, performance rights which did not vest to 31 December 2017, were forfeited at this date.

Class B and C Performance Rights held at 30 June 2018

	Class B Performance Rights	Class C Performance Rights
Non-Executive Director Andrew Lane	1,338,154	561,903
Chief Executive Officer Giuseppe Di Franco	1,338,154	561,903

*The vesting period for these Performance rights is the 2018 and 2019 calendar years respectively.

LOANS TO KEY MANAGEMENT PERSONNEL

Name	Balance at the start of the year	Interest not charged	Balance at the end of the year
Giuseppe Di Franco	$52,461	$5,976	$37,461

The Group's CEO, including entities related to the CEO owes the above amount to the Group. This loan arose through the acquisition of AssetOwl Technologies Pty Ltd in the 2017 financial year, on 23 December 2016.

The total amount of the receivable is being recovered through a deduction from Mr Di Franco's fortnightly salary. There were no transactions during the year which increased the value of the loan amount owing to the Group.

No interest is charged on the outstanding balance of the loan.

The amount shown for interest not charged is the amount of interest that would have been charged if interest was charged on an arms-length basis.

No allowance for doubtful debt has been recognised in relation to this loan.

AMOUNTS OWED TO DIRECTORS

With effect from 1 December 2017 the Group placed a hold on the payment of director fees to Directors Bruce McCracken, Andrew Lane, Ian Murchison and the Group's then Chairman, the Hon. Shane Stone.

The Group also placed a hold on the payment of monthly fee payable to Tribis Pty Ltd, pursuant to the Administrative Services Agreement below.

On 19 March 2018, Shane Stone resigned as Chairman of the Group and ceased as a director, the Group made payment of $21,000, representing the director fees for the period 1 December 2017 to 19 March 2018.

DIRECTORS' REPORT

On 24 May 2018, The Group settled Executive Director Bruce McCracken's director fee accrual for the five month period to 30 April 2018, being a payment of $45,339 (Net of PAYG withheld).

The director fees owing to Directors Bruce McCracken, Andrew Lane, Ian Murchison and the outstanding fees payable to director related entity Tribis Pty Ltd are set out below:

	Accrual at 30 June 2018
Director Fees	
Bruce McCracken	$13,140
Ian Murchison	$7,500
Andrew Lane	$17,500
Fee for Administrative Services	
Tribis Pty Ltd	$35,000

*The above amounts are stated inclusive of superannuation, where applicable.

The amount of accrual in favour of Director Ian Murchison is net of $10,000 used by Tenalga Pty Ltd, a Company of which Mr Murchison is a director and controlling shareholder, to participate in the Group's 1:1 renounceable rights issue which closed on 2 May 2018.

There is no set payment date for settlement of the above liabilities.

OTHER TRANSACTIONS WITH KEY MANAGEMENT PERSONNEL

Administration services

The Group entered into an Administration Services Agreement with Tribis Pty Ltd (formerly Transcontinental Investments Pty Ltd) and agreed to retain to provide administration services to the Group on the terms and conditions set out in the agreement. These services include the engagement of Mr. Simon Trevisan as Chairman and Mrs. Fleur Hudson as Company Secretary.

The Group must pay a monthly fee to Tribis Pty Ltd plus reimbursement for each month of the certain costs, expenses and liabilities incurred and/or paid by Tribis on behalf of the Group during the month. The fee is currently $5,000 plus GST per month.

Simon Trevisan (Chairman of the Group) is a Director and Shareholder of the Tribis Pty Ltd.

Loan provided by Tribis Pty Ltd and settlement through rights issue participation

During the year, Tribis Pty Ltd provided a loan to the Group to a total of $330,000; these funds were lent to the Group on an interest free basis. During the year the Group completed a 1:1 rights issue and Tribis Pty Ltd, holding 8,212,515 shares at the record date for the rights issue applied for its full entitlement of shares, at a price of $0.045 per share, totaling $369,563.

The value of these shares acquired in the rights issue was offset against the value of the loan payable to Tribis Pty Ltd being $330,000 at the time when the rights issue was completed. Tribis Pty Ltd then paid the Group the balance owing in relation to the shares, being $39,563.

DIRECTORS' REPORT

Transactions with Related Parties

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

Aggregate amounts of each of the above types of other transactions with key management personnel of the Group:

	2018 ($)	2017 ($)
Amounts recognised as expense		
Administration Fee to Tribis Pty Ltd	60,000	60,000
Accounting fees paid to Matrix Partners Pty Ltd	-	23,244
Interest Expense (NCKH Pty Ltd as trustee for the AML Trust)	-	6,036
Other transactions		
Settlement of Class A Performance rights (NCKH Pty Ltd as trustee for the AML Trust and Imprint Investments Pty Ltd)	132,030	-
In-specie capital return (Simon Trevisan, Bruce McCracken, Ian Murchison, Shane Stone and their related parties)	377,958	-
Loan to AssetOwl Limited by Tribis Pty Ltd	330,000	-
Settlement of Loan through rights issue participation	(330,000)	-
TOTAL	**569,988**	**89,280**

At the end of the reporting period the following aggregate amounts were recognised in relation to the above transactions.

	30 June 2018 ($)	30 June 2017 ($)
Current Liabilities	35,000	-

Voting and comments made at the Group's 2017 Annual General Meeting

The Group received 95% "yes" votes on its Remuneration Report for the 2018 financial year.

The Group did not receive any specific feedback at the AGM or throughout the year on its remuneration practices.

This is the end of the Audited Remuneration Report.

PROCEEDINGS ON BEHALF OF THE GROUP

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

The Group was not a party to any such proceedings during the year.

INDEMNIFICATION OF DIRECTORS AND OFFICERS

(a) Indemnification

The Group has agreed to indemnify the current Directors and Group Company Secretary of the Group against all liabilities to another person (other than the Company or a related body corporate) that may arise from their position as Directors and Group Company Secretary of the Group, except where the liability arises out of conduct involving a lack of good faith.

The Agreement stipulates that the Group will meet to the maximum extent permitted by law, the full amount of any such liabilities, including costs and expenses.

(b) Insurance Premiums

During the year ended 30 June 2018, the Group paid insurance premiums in respect of Directors and Officers Liability Insurance for Directors and Officers of the Group. The liabilities insured are for damages and legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the Directors and Officers in their capacity as Directors and Officers of the Group to the extent permitted by the *Corporations Act 2001*. On 18 April 2018, the Group paid an insurance premium of $32,443 covering the period from 2 March 2018 to 2 March 2019 (2017: $23,270).

NON-AUDIT SERVICES

The Board of Directors, in accordance with advice from the Audit and Risk Committee, is satisfied that the provision of non-audit services during the year is compatible with the general standard of independence for Auditors imposed by the *Corporations Act 2001*.

The Board and the Audit and Risk Committee have considered the non-audit services provided during the financial year by the Auditor and are satisfied that the provision of those non-audit services during the financial year by the Auditor is compatible with, and did not compromise, the Auditor's independence requirements of the *Corporations Act 2001* for the followings reasons:

(a) all non-audit services were subject to the Corporate Governance procedures adopted by the Group; and

(b) the non-audit services provided do not undermine the general principals relating to Auditor independence as set out in APES 110 Code of Ethics for Professional Accountants, as they did not involve reviewing or auditing the Auditor's own work, acting in a management or decision-making capacity for the Group, acting as an advocate for the Group or jointly sharing risks and rewards.

During the year the following fees were paid or payable for non-audit services provided by the auditor of the parent entity, its related practices and non-related audit firms:

	2018 ($)	2017 ($)
Non-Assurance Services		
BDO Corporate Tax (WA) Pty Ltd – R&D Incentive services	20,400	18,360
BDO Corporate Finance (WA) Pty Ltd – Investigating Accountant's Report	-	11,067
Total remuneration for non-audit services	**20,400**	**29,427**

AUDITORS INDEPENDENCE DECLARATION

The Auditors Independence Declaration as required under section 307C of the *Corporations Act 2001* for the year ended 30 June 2018 has been received and can be found on page 29.

This report is made in accordance with a resolution of Directors, pursuant to section 298(2)(a) of the *Corporations Act 2001*.

Bruce McCracken
Executive Director
Dated at Perth, Western Australia, this 28th September 2018

CORPORATE GOVERNANCE

The Board is responsible for the overall corporate governance of the Group, and it recognises the need for the highest standards of ethical behaviour and accountability. It is committed to administering its corporate governance structures to promote integrity and responsible decision making.

The Group's corporate governance structures, policies and procedures are described in its Corporate Governance Statement which is available on the Group's website at https://investors.assetowl.com/files/corporate-governance/AO1-Corporate-Governance-Statement-2018.pdf

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DECLARATION OF INDEPENDENCE BY JARRAD PRUE TO THE DIRECTORS OF ASSETOWL LIMITED

As lead auditor of AssetOwl Limited for the year ended 30 June 2018, 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 audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

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

Jarrad Prue

Director

BDO Audit (WA) Pty Ltd

Perth, 28 September 2018

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2018

	Notes	2018 ($)	2017 ($)
CONTINUING OPERATIONS			
Revenue	3	22,633	15,700
Other Income	4	1,000,436	514,722
Other Gains / (Losses)	4	2,981,037	387,620
EXPENSES			
Accounting and Audit expenses		(59,874)	(89,751)
Legal expenses		(144,738)	(223,605)
Corporate and administrative expenses		(121,097)	(171,914)
Professional consultant and contractor fees		(106,536)	(230,291)
Employee benefit expenses		(541,958)	(206,638)
Research expenses		(2,260,732)	(1,253,584)
Depreciation and amortisation		(43,830)	(18,699)
Exploration expenditure		-	(41,995)
Tenements administration expenses		(48,108)	(15,995)
Other expenses from ordinary activities		(147,325)	(71,333)
Impairment expense	4	(3,945,869)	-
LOSS BEFORE INCOME TAX		**(3,415,961)**	**(1,405,763)**
Income tax benefit	5	-	-
LOSS FOR THE YEAR		**(3,415,961)**	**(1,405,763)**
Loss is attributable to:			
Owners of AssetOwl Limited		(3,415,961)	(1,405,763)
NET LOSS FOR THE YEAR		**(3,415,961)**	**(1,405,763)**
Other Comprehensive Income		-	-
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE YEAR		**(3,415,961)**	**(1,405,763)**
Total comprehensive loss for the year is attributable to			
Owners of AssetOwl Limited		(3,415,961)	(1,405,763)
Basic loss (cents per share)	21	(5.22)	(3.16)

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the accompanying notes

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2018

	Note	2018 ($)	2017 ($)
CURRENT ASSETS			
Cash and cash equivalents	8	310,651	1,690,810
Trade and other receivables	9	1,040,476	916,841
TOTAL CURRENT ASSETS		**1,351,127**	**2,607,651**
NON-CURRENT ASSETS			
Property, Plant and Equipment	10	38,381	44,801
Intangible Assets (including goodwill)	11	1,852,186	5,823,188
TOTAL NON-CURRENT ASSETS		**1,890,567**	**5,867,989**
TOTAL ASSETS		**3,241,694**	**8,475,640**
CURRENT LIABILITIES			
Trade and other payables	12	113,668	88,338
Employee Benefits payable	13	296,148	140,331
Financial Liabilities	14	-	800,000
TOTAL CURRENT LIABILITIES		**409,816**	**1,028,669**
NON-CURRENT LIABILITIES			
Financial Liabilities	14	-	1,022,335
TOTAL NON-CURRENT LIABILITIES		**-**	**1,022,335**
TOTAL LIABILITIES		**409,816**	**2,051,004**
NET ASSETS		**2,831,878**	**6,424,636**
EQUITY			
Contributed Equity	15	16,828,594	17,045,391
Reserves	16	1,558,435	1,518,435
Accumulated Losses	18	(15,555,151)	(12,139,190)
TOTAL EQUITY		**2,831,878**	**6,424,636**

The Consolidated Statement of Financial Position is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2018

	Note	Contributed Equity ($)	Option Reserve ($)	Shares Reserve ($)	Accumulated Losses ($)	Total ($)
BALANCE AT 01 JULY 2016		**11,704,402**	**59,361**	**-**	**(10,733,427)**	**1,030,336**
(loss) for the year		-	-	-	(1,405,763)	(1,405,763)
Total comprehensive income/(loss)		-	-	**-**	**(1,405,763)**	**(1,405,763)**
Transactions with equity holders in their capacity as equity holders:						
Share issued for capital raising	15	3,500,000	-	-	-	3,500,000
Share issued for acquisition of AssetOwl Technologies Pty Ltd	2	3,000,000	-	-	-	3,000,000
Shares Issued for advisory services in relation to the acquisition of AssetOwl Technologies Pty Ltd	17	200,000	-	-	-	200,000
Options issued to underwriters	16, 17	(950,583)	950,583	-	-	-
Vendor Options	2, 16	-	508,491	-	-	508,491
Share issue cost	15	(408,428)	-	-	-	(408,428)
BALANCE AT 30 JUNE 2017		**17,045,391**	**1,518,435**	**-**	**(12,139,190)**	**6,424,636**
BALANCE AT 01 JULY 2017		**17,045,391**	**1,518,435**	**-**	**(12,139,190)**	**6,424,636**
(loss) for the year		-	-	-	(3,415,961)	(3,415,961)
Total comprehensive income		-	-	**-**	**(3,415,961)**	**(3,415,961)**
Transactions with equity holders in their capacity as equity holders:						
Share issued for capital raising	15	1,032,933	-	-	-	1,032,933
Settlement of Performance Rights issued to vendors of AssetOwl technologies Pty Ltd	14	370,000	-	-	-	370,000
Share issue cost	15	(91,028)	-	-	-	(91,028)
In-Specie capital return	4	(1,528,702)	-	-	-	(1,528,702)
Shares to be issued for professional services	16	-	-	40,000	-	40,000
BALANCE AT 30 JUNE 2018		**16,828,594**	**1,518,435**	**40,000**	**(15,555,151)**	**2,831,878**

The Consolidated Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2018

	Notes	2018 ($)	2017 ($)
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		12,110	-
Receipt of R&D Tax Incentive		861,221	-
Payments to suppliers and employees		(3,190,932)	(2,035,352)
Payments for exploration and evaluation expenditure		(46,608)	(41,995)
Interest received		9,423	15,700
Interest paid		-	(26,560)
NET CASH FLOWS (USED IN) OPERATING ACTIVITIES	19	**(2,354,786)**	**(2,088,207)**
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment to acquire Property, Plant & Equipment		(12,278)	(48,784)
Repayment of loan by related party		15,000	-
Cash acquired on acquisition of business	2	-	16,525
NET CASH FLOWS PROVIDED BY / (USED IN) INVESTING ACTIVITIES		**2,722**	**(32,259)**
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		692,933	3,500,000
Receipt of loan from related party		330,000	-
Repayment of R&D funding loan		-	(377,445)
Payment of Share Issue Costs		(51,028)	(408,428)
NET CASH PROVIDED BY FINANCING ACTIVITIES		**971,905**	**2,714,127**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS HELD		**(1,380,159)**	**593,661**
Cash and cash equivalents at beginning of year		1,690,810	1,097,149
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL YEAR	8	**310,651**	**1,690,810**

The Consolidated Statement of Cash Flows is to be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The primary accounting policies adopted in the preparation of the Financial Statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

(a) General Information

AssetOwl Limited (**Company**) or (**Entity**) is a public Company listed on the Australian Securities Exchange (ASX ticker: AO1), incorporated in Australia and operating in Australia. The financial report of the Company for the financial year ended 30 June 2018 comprises the Company and its subsidiaries (together referred to as the '**Group**'). The address of the Group's registered office is Level 14, 191 St Georges Terrace, Perth WA 6000, Australia. The primarily business of the Group is technology and software development.

The Group advises that in accordance with ASX Listing Rule 4.10.19 during the financial year ended 30 June 2018 it used its cash and assets that are readily convertible to cash in a way that is consistent with its business objectives.

(b) Basis of Preparation

The financial report is a general-purpose financial report which has been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board and the *Corporations Act 2001*. AssetOwl Limited is a for profit entity for the purpose of preparing the Financial Statements.

Compliance with IFRS

The Financial Statements of the Group also comply with International Financial Reporting Standards (IFRSs) and interpretations adopted by the International Accounting Standard Board (IASB).

The Financial Statements were approved by the Board of Directors on 28 September 2018.

Historical cost convention

The financial report has been prepared on an accrual basis and is based on historical costs *modified* by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

All amounts are presented in Australia dollars, unless otherwise noted.

(c) Going Concern

The Directors are satisfied that the going concern assumption has been appropriately applied in preparing the financial statements and the historical financial information has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business.

For the year ended 30 June 2018 the Group made a loss of $3,415,961 (2017: loss of $1,405,763) and had cash outflows from operating activities of $2,354,786 (2017: cash outflows of $2,088,207). These conditions indicate a material uncertainty that may cast a significant doubt about the Group's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

As at 27 September 2018, the Group has $966,336 cash and cash equivalents on hand, after receiving the 2018 financial year Income Tax Refund of the Groups subsidiary company AssetOwl Technologies Pty Ltd.

The ability of the Group to continue as a going concern may be dependent on the following:

- Financial support from substantial shareholder 'Tribis Pty Ltd'
- The raising of funds through a share issue, or debt; and
- An increase in sales revenue

Should the Group be unable to continue as a going concern, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the entity not continue as a going concern.

(d) Changes in and adoption of new accounting policies

The Group's accounting policies are consistent with the policies adopted for the previous financial year with the exception of the adoption of AASB15 Revenue from Contracts with Customers.

Revenue

Accounting Policy for Revenue from Retail Customers

The Group generates revenue through allowing retailers to use its management platform, following execution of a software service agreement with the counterparty.

Software service agreements allow counterparties access to specific management platform modules including the platform's Audit and Properties modules, revenue is generated on a 'pay per action' basis therefore the level of revenue from a customer for a particular period is directly related to the counterparties usage level of the Group's management platform in that period. The Group generates a fee for each usage instance of the Audit module or Properties module, pursuant to the software service agreement entered into with the counterparty.

The Group has identified that the performance obligation under the software services agreements is the allowance of the counterparty to use the management platform as and when required by the counterparty, the Group generates a nominal amount of revenue for this access, with this fee being the base charge in any month.

The Group recognises revenue in the month when the end customer receives a benefit from the use of the management platform, revenue is generated when the management platform is used, on a "Pay per action" basis.

Impact of adopting AASB 15 Revenue from Contracts with Customers

Upon adopting AASB 15 Revenue from Contracts with Customers it was not necessary to re-state comparative disclosures in the financial report as the Group did not generate any revenue in the 2017 financial year.

Revenue generated in the 2018 financial year is not material to Group's financial performance and financial position.

(e) Comparative Figures

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of changes in accounting policy. The values are included as a consequence of AASB 101 *Presentation of Financial Statements*.

(f) Business combinations

The acquisition method of accounting is used to account for all business combinations, regardless of whether equity instruments or other assets are acquired. The consideration transferred for the acquisition of a subsidiary comprises the:

- Fair values of the assets transferred;
- Liabilities incurred to the former owners of the acquired business;
- Equity interests issued by the Group;
- Fair value of any asset or liability resulting from a contingent consideration arrangement, and
- Fair value of any pre-existing equity interest in the subsidiary.

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are, with limited exceptions, measured initially at their fair values at the acquisition date. The group recognises any non-controlling interest in the acquired entity on an acquisition-by-acquisition basis either at fair value or at the non-controlling interest's proportionate share of the acquired entity's net identifiable assets.

Acquisition-related costs are expensed as incurred.

The excess of the consideration transferred; amount of any non-controlling interest in the acquired entity; and the acquisition-date fair value of any previous equity interest in the acquired entity over the fair value of the net identifiable assets acquired is recorded as goodwill. If those amounts are less than the fair value of the net identifiable assets of the business acquired, the difference is recognised directly in profit or loss as a bargain purchase.

Where settlement of any part of cash consideration is deferred, the amounts payable in the future are discounted to their present value as at the date of exchange. The discount rate used is the entity's incremental borrowing rate, being the rate at which a similar borrowing could be obtained from an independent financier under comparable terms and conditions.

Contingent consideration is classified either as equity or a financial liability. Amounts classified as a financial liability are subsequently remeasured to fair value with changes in fair value recognised in profit or loss.

(g) Principles of Consolidation

Subsidiaries

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of AssetOwl Limited ("Company" or "Parent Entity") as at 30 June 2018 and the results of all subsidiaries for the year then ended. AssetOwl Limited and its subsidiaries together are referred to in this financial report as "the Group" or "the consolidated entity".

Subsidiaries are all those entities (including special purpose entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has right to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

NOTES TO THE FINANCIAL STATEMENTS

In preparing the Consolidated Financial Statements, all intercompany balances and transactions, income and expenses and profit or losses resulting from inter-entity transactions have been eliminated in full. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

The investments in subsidiaries held by AssetOwl Limited are accounted for at cost in the separate Financial Statements of the Group less any impairment charges. The acquisition of subsidiaries is accounted for using the acquisition method of accounting. The acquisition method of accounting involves allocating the cost of the business combination to the fair value of the assets acquired and the liabilities and contingent liabilities assumed at the date of acquisition.

(h) Significant accounting judgements, estimates and assumptions

The preparation of the financial report requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this financial report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty relate to the following:

- Depreciation of Property, Plant and Equipment (note 1 (n), note 10)
- Amortisation of Intangible Assets (note 1 (o), note 11)
- Contingent Consideration (note 14)
- R&D receivable (note 7 and note 9)
- Intangibles, including recognition of impairment (note 1(o) and note 11)
- Share based payments (note 1(x), note 17)

(i) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker. The Board of AssetOwl Limited has assesses the financial performance and position of the Entity, and makes strategic decisions. The Board of Directors which has been identified as being the Chief Operating Decision Maker, who is responsible for allocating resources and assessing performance of the operating segments.

(j) Other Income

Interest Income

Interest income is recognised using the effective interest method. The effective interest method uses the effective interest rate which is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial asset.

Research and Development tax incentive benefit

Research and Development tax incentive benefit includes Research and Development ("R&D") concessions received or receivable in respect of eligible R&D as registered with AusIndustry. The R&D concession is brought to account when the eligible R&D expenditure has been identified and the resulting expected R&D incentive amount receivable has been quantified.

The R&D concession amount is recognised in other income as it relates to spending that has been expensed to the statement of profit or loss and other comprehensive income.

NOTES TO THE FINANCIAL STATEMENTS

The R&D tax incentive amount is recognised as a current asset in the Statement of Financial Position as the Group has turnover of less than $20 Million and therefore the R&D tax incentive amount is a refundable tax offset for the Group.

(k) Income Tax Expenses or Benefit

The income tax expense or benefit (revenue) for the period is the tax payable on the current period's taxable income based on the national income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax base of assets and liabilities and their carrying amounts in the Financial Statements, and to unused tax losses.

Deferred tax assets and liabilities are recognised for all temporary differences, between carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases, at the tax rates expected to apply when the assets are recovered or liabilities settled, based on those tax rates which are enacted or substantively enacted for each jurisdiction. Exceptions are made for certain temporary differences arising on initial recognition of an asset or a liability if they arose in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit. Deferred tax assets are only recognised for deductible temporary differences and unused tax losses if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(l) Cash and Cash Equivalents

'Cash and Cash Equivalents' includes cash at bank and in hand, deposits held at call with financial institutions, other short-term highly liquid deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities on the Statement of Financial Position.

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above.

(m) Other Receivables

Other receivables include the Research and Development tax incentive benefit from the Australian Taxation Office, a related party loan payable by the Group's CEO, Office bond and GST receivable.

These items are measured at amortised cost and represent the amount expected to be received by the Group.

A provision for impairment of receivables is established when there is objective evidence that the Group will not be able to collect all amounts due. The amount of the provision is the difference between the asset's carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate.

(n) Property, Plant and Equipment

Recognition and measurement

Property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the Consolidated Statement of Profit or Loss and Other Comprehensive Income during the reporting period in which they are incurred.

Depreciation and amortisation rates and methods are reviewed annually for appropriateness. When changes are made, adjustments are reflected prospectively in current and future periods only. Depreciation and amortization are expensed.

Depreciation is calculated using the straight-line method to allocation the cost of property, plant and equipment items, net of their residual values. Useful lives of the plant and equipment is 2 to 10 years.

(o) Intangible Assets

Goodwill

Goodwill is measured as described in note 1(f), being the excess of: the consideration transferred; amount of any non-controlling interest in the acquired entity; and the acquisition-date fair value of any previous equity interest in the acquired entity over the fair value of the net identifiable assets acquired.

Goodwill on acquisitions of subsidiaries is included in intangible assets. Goodwill is not amortised but it is tested for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired, and is carried at cost less accumulated impairment losses. The determination of gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

Goodwill is allocated to cash-generating units for the purpose of impairment testing. The allocation is made to those cash-generating units or groups of cash-generating units that are expected to benefit from the business combination in which the goodwill arose. The units or groups of units are identified at the lowest level at which goodwill is monitored for internal management purposes, being the operating segments (note 6).

Impairment testing requires an estimation of the recoverable amount of the cash generating unit to which the goodwill is allocated. The assumptions used in this estimation of recoverable amount of goodwill are discussed in Note 11.

Intellectual Property

Intellectual property represents an intangible asset which underpins the business of the Group; this was acquired by the subsidiary company, AssetOwl Technologies Pty Ltd at the company's inception and represents a capital contribution. Intellectual property is measured initially at fair value and subsequently measured on the cost model.

Intellectual property is amortised on a straight-line basis over 5 years.

(p) Trade and Other Payables

Liabilities are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the Entity. Trade accounts payable are normally settled within 60 days.

(q) Employee Benefits

Short-term Employee Benefit Obligations

Liabilities for wages and salaries, including non-monetary benefits and accumulating sick leave that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' service up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. Short Term employee benefit liabilities are included within employee benefits payable on the Consolidated Statement of Financial Position.

Other long-term Employee Benefit Obligations

Liabilities for long service leave and annual leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. Consideration is given to expect future salaries and wages levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the end of the reporting period of government bonds with terms and currencies that match, as closely as possible, the estimated future cash outflows. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit or Loss and Other Comprehensive Income.

The obligations are presented as current liabilities in the Consolidated Statement of Financial Position if the Group does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur.

Termination Benefits

Termination benefits are payable when employment is terminated by the Group before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Group recognises termination benefits at the earlier of the followings dates:

- when the Group can no longer withdraw the offer of those benefits; and
- when the Group recognises costs for a restructuring that is within the scope of AASB 137 and involves the payment of termination benefits.

In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than 12 months after the end of the reporting period are discounted to present value.

(r) Financial Liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or financial liabilities measured at amortised cost. Financial liabilities in the former category include contingent consideration payable on business combinations, financial liabilities in the latter category include trade payables.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Fair value is determined based on the value of the entity's equity instruments when the related business combination takes place.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss are subsequently measured, at each reporting date, at the fair value of the amount estimated to settle the liability. The increase or decrease in the value of the liability, other than movements in the value of the liability which arise through part settlement of the liability is recognised in the profit or loss.

Financial liabilities at amortised cost

Trade and other payables are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the Group. Trade accounts payable are normally settled within 60 days.

(s) Financial Assets

Classification

All of the Group's financial assets are classified in the category of "loans and receivables". Management determines the classification of financial assets at initial recognition. The Group does not currently hold any financial assets which would be expected to be classified as Financial Assets at fair value through profit or loss; held-to-maturity investments or available-for-sale financial assets.

Recognition and derecognition

A financial asset is recognised when the Group becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Group's contractual rights to the cash flows from the financial assets expire or if the Group transfers the financial asset to another party without retaining control or substantially all risks and rewards of the asset.

Measurement

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are included in current assets, except for those with maturities greater than 12 months after the reporting period which are classified as non-current assets. The Group identifies assets classified as Loans and receivables as "Trade and Other Receivables", being amounts owed from customers.

Loans and receivables are initially measured at fair value plus any transaction costs that are directly attributable to the acquisition or issue of the asset. Loans and receivables are subsequently measured at amortised cost using the effective interest method. The fair value of trade receivables and payables is their nominal value less estimated credit adjustments.

(t) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of GST except where GST incurred on a purchase of goods and services is not recoverable from the Taxation Authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flow on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authorities are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

(u) Impairment of Assets

At each reporting date, the Group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Statement of Profit or Loss and Other Comprehensive Income.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives. Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Financial Assets

A financial asset is considered to be impaired if objective evidence indicates that one or more events have had a negative effect on the estimated future cash flows of that asset.

Non-Financial Assets

The carrying amounts of the non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. For goodwill and intangible assets that have indefinite lives or that are not yet available for use, recoverable amount is estimated at each reporting date.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset of the Group that generates cash flows that largely are independent from other assets and companies. Impairment losses are recognised in the Statement of Profit or Loss and Other Comprehensive Income. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit on a pro rata basis.

(v) Contributed Equity

Ordinary shares are classified as Equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Any In-specie distributions are recognised as a reduction in the value of contributed equity, with a corresponding reduction in the value of the Company's asset(s) which has been distributed to shareholders.

(w) Earnings per share

Basic earnings per share

Basic earnings per share are calculated by dividing:

- the profit or loss attributable to owners of the Group, excluding any costs of servicing equity other than ordinary shares;
- by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year and excluding treasury shares.

Diluted earnings per share

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares, and
- the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

(x) Share-based Payment Transactions for the acquisition of goods and services

Share-based payment arrangements in which the Group receives goods or services in exchange for its own equity instruments are accounted for as equity-settled share-based payment transactions. The Group measures the value of equity instruments granted at the fair value of the goods and services received, unless that fair value cannot be measured reliably.

If the fair value of the goods or services received cannot be reliably measured, the transaction is measured by reference to the fair value of the instruments granted.

The calculation of the fair value of equity instruments at the date at which they are granted is determined using a Black-Scholes option pricing model, calculation of the fair value involves estimations of the relevant inputs to the pricing model.

(y) New Accounting Standards and Interpretations

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective have not been adopted by the Group for the year ended 30 June 2018. These are outlined in the table below.

AASB reference	Title	Summary	Application date of standard	Impact on financial report	Application date for Company
AASB 9 *Financial Instruments* (December 2010)	AASB 139 *Financial Instruments: Recognition and Measurement*	AASB 9 (December 2014) is a new Principal standard which replaces AASB 139. This new Principal version supersedes AASB 9 issued in December 2009 & 2010 and includes a model for classification and measurement, a single, forward-looking 'expected loss' impairment model and a substantially-reformed approach to hedge accounting. AASB 9 is effective for annual periods beginning in or after 01 January 2018. However, the Standard is available for early application. The own credit changes can be early applied in isolation without otherwise changing the accounting for financial instruments. The final version of AASB 9 introduces a new expected-loss impairment model that will require more timely recognition of expected credit losses. Specifically, the new standard requires entities to account for expected credit losses from when financial instruments are first recognised and to recognise full lifetime expected losses on more timely basis. Amendments to AASB 9 issued in December 2013 included the new hedge accounting requirements, including changes to hedge effectiveness testing, treatment of hedging costs, risk components that can be hedged and disclosures. These requirements improve and simplify the approach for classification and measurement of financial assets compared with the requirements of AASB 139. The main changes are: (a) Financial assets that are debt instruments will be classified based on: (1) the objective of the Group's business model for managing the financial assets; and (2) the characteristics of the contractual cash flows. (b) Allows an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income (instead of in profit or loss). Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is no impairment or recycling on disposal of the instrument. (c) Financial assets can be designated and measured at fair value through profit or loss at initial recognition if doing so eliminates or significantly reduces a measurement or recognition inconsistency that would arise from measuring assets or liabilities, or recognising the gains and losses on them, on different bases. (d) Where the fair value option is used for financial liabilities the change in fair value is to be accounted for as follows:	Periods beginning on or after 01 January 2018	*The Group has financial liability which is classified as fair value through profit or loss.* *As a result, this standard is relevant to the Groups; financial statements* *However as at 30 June 2018, the value of this liability is nil and management expects that this will remain the value of the liability until the inderlying financial instruments expire over period to 31 December 2019.* *Any impact of the adoption of this standard will be recognised in the Group's financial reports after the application of this standard.*	01 July 2018

AASB reference	Title	Summary	Application date of standard	Impact on financial report	Application date for Company
		➢ The change attributable to changes in credit risk are presented in other comprehensive income (OCI); and ➢ The remaining change is presented in profit or loss. AASB 9 also removes the volatility in profit or loss that was caused by changes in the credit risk of liabilities elected to be measured at fair value. This change in accounting means that gains caused by the deterioration of an entity's own credit risk on such liabilities are no longer recognised in profit and loss.			
AASB 16	Leases	This is the Australian equivalent of the recently released IFRS 16 Leases. It significantly reforms the lessee accounting requirements contained in its predecessor AASB 117 while making only minor changes to the lessor requirements. AASB 16 applies to financial reporting periods beginning on or after 1 January 2019 and early adoption is permitted if an entity is applying, or has already applied, IFRS 15 Revenue from Contracts with Customers at the same time. The IASB and others have published a range of resources to assist stakeholders understand and implement the new standard and these can be accessed via the IASB project page, the IASB's new Leases Implementation page (see below) and CA ANZ's Leases resources page. AASB 16 also makes a range of consequential amendments to 26 other standards and interpretations detailed in Appendix D of the standard.	1 January 2019	*At 30 June 2018 the Company has one operating lease. This lease is not material to other operations of the Group and as a result, It is likely that the impact of this standard being applied will not be material.*	01 July 2019
AASB 2016-5	*Amendments to Australian Accounting Standards – Classification and Measurement of Share-based Payment Transactions*	This Standard amends AASB 2 *Share-based Payment*, clarifying how to account for certain types of share-based payment transactions. The amendments provide requirements on the accounting for: ➢ The effects of vesting and non-vesting conditions on the measurement of cash-settled share-based payments ➢ Share-based payment transactions with a net settlement feature for withholding tax obligations ➢ A modification to the terms and conditions of a share-based payment that changes the classification of the transaction from cash-settled to equity-settled.	1 January 2018	*It is likely that the impact of this standard being applied will not be material.*	01 July 2018
IFRIC 23	*Uncertainty over Income Tax Treatments*	The Interpretation clarifies the application of the recognition and measurement criteria in IAS 12 *Income Taxes* when there is uncertainty over income tax treatments. The Interpretation specifically addresses the following: ➢ Whether an entity considers uncertain tax treatments separately ➢ The assumptions an entity makes about the examination of tax treatments by taxation authorities ➢ How an entity determines taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates ➢ How an entity considers changes in facts and circumstances.	1 January 2019	*The interpretation does not apply mandatorily before 1 January 2019, and has not yet made a detailed assessment of this standard.*	01 July 2019

There are no other standards that are not yet effective and that are expected to have a material impact on the Group in the current or future reporting periods.

2. Business Combination

In the comparative period, on the 23rd of December 2016, the Parent company acquired 100% of the shares of AssetOwl Technologies Pty Ltd (at the time named AssetOwl Pty Ltd), a information technology and software development company,

In the 12 months to 23 December 2017, defined by accounting standards as the 'measurement period', no adjustments were made to the value of assets or liabilities acquired at acquisition date, no were any additional previously unrecognised assets or liabilities recognised by the Parent company.

Consideration for the business acquisition included the issue of shares, options and performance rights. Refer to notes below on Intangible Assets (note 11), financial liabilities through profit or loss (note 14), contributed equity (note 15) and reserves (note 16) for further disclosures relating to the acquisition of AssetOwl Technologies Pty Ltd in the 2017 financial year.

3. REVENUE

	2018 ($)	2017 ($)
REVENUE FROM CUSTOMERS		
Interest received	9,423	15,700
Revenue from Services	13,210	-
	22,633	**15,700**

4. OTHER INCOME, GAINS/(LOSSES) AND EXPENSES

	2018 ($)	2017 ($)
OTHER INCOME		
R&D tax incentive benefit	1,000,436	514,722
	1,000,436	**514,722**

R&D tax incentive benefit

The Research and Development (R&D) benefit recognised arises from the Group's expenditure on eligible R&D activities performed in the financial year.

	2018 ($)	2017 ($)
OTHER GAINS / (LOSSES)		
Change in Fair Value of Contingent Consideration Liability, Gain/(Loss)	1,452,335	387,620
Gain on disposal of exploration assets	1,528,702	-
	2,981,037	**387,620**

Change in Fair Value of Contingent Consideration Liability

This gain represents the change in value of Contingent Consideration Liability which arose upon the acquisition of AssetOwl Technologies in December 2016. Refer to note 14 for further detail on the calculation of this amount.

Gain on disposal of exploration assets

On 12 February 2018, the Group completed the sale of its Rum Jungle (NT) exploration tenements to ASX listed entity Podium Minerals Limited ('Podium'). The consideration for the sale was 6,000,000 ordinary shares and 3,000,000 options over ordinary shares. Fair value of this consideration is $1,528,702, being:

- 6,000,000 ordinary shares, valued at $0.20 per share, being the issue price of the Podium's shares, per the Podium prospectus dated 30 November 2017. Total value $1,200,000.
- 3,000,000 options over ordinary shares. Valued at $328,702, using the Black-Scholes valuation methodology with the inputs as stated in the table below.

There no events known to have occurred between 30 November 2017 and 12 February 2018 which may have caused the fair value of Podium shares to change from the 30 November 2017 value.

Consistent with the Group's accounting policy, the Rum Jungle tenements has a nil carrying value at the date of disposal, as a result, the full $1,528,702 is recognised as a gain on disposal, in the 2018 financial year.

	Inputs
Number of options	3,000,000
Underlying share price	0.20
Exercise price (A$)	0.20
Expected volatility	90%
Expiry date (years).	2.6 years Each option expires on 28/08/2020, being 30 months from official quotation of Podium's shares on the ASX
Expected dividends	Nil
Risk free rate	2.07%

On 21 February 2018, the Group distributed these Podium shares and options to the Group's shareholders, other than those shareholders who were vendors of the AssetOwl Technologies Pty Ltd acquisition in December 2016. As a result, the Group does not report these shares and options as assets at 30 June 2018 on the Consolidated Statement of Financial Position.

The distributed Podium shares and options were issued to Assetowl Limited on 12 February, both dates being prior to Podium's shares being quoted on the ASX (28 February 2018). There are no events known to have occurred between 12 February and 21 February which may have caused the fair value of Podium shares to change from the 12 February value ($0.20) and as such, $0.20 is taken to be the fair value of a share at 21 February 2018.

EXPENDITURE

Impairment Expense

The Group has recognised impairment of $3,945,869 (30 June 2017: Nil), this impairment expense has arisen following the reduction in the Group's market capitalisation over the year, the Group's market capitalisation at 30 June 2018 was $2,831,878. This impairment expense is recognised as a reduction in the value of the

Group's Goodwill, which arose on the acquisition of AssetOwl Technologies Pty Ltd in December 2016, refer to note 11 for further disclosure.

Research and Development Expense

During the year, the Group continued to invest in software development to develop suitable products from which revenue can be generated.

Consistent with prior reporting periods, it is the accounting policy of the Group that all costs incurred on Research and Development activities is recognised as an expense.

5. INCOME TAX BENEFIT

	2018 ($)	2017 ($)
Movement in tax reconciliation		
Tax Rates		
The potential tax benefit in respect of tax losses not brought into account has been calculated at 27.5% (30 June 2017: 30%).		
Numerical reconciliation between tax expenses and pre-tax net loss		
Income tax benefit at the beginning of the year		
Loss before income tax expense	(3,415,961)	(1,405,763)
Income tax benefit calculated at rates noted above	(939,389)	(421,729)
Tax effect on amounts which are not tax deductible	346,581	201,848
Movement in deferred tax asset not bought to account	592,808	219,881
Income tax benefit	-	-
Deferred tax assets not brought to account		
Unused tax losses	6,936,791	11,671,413
Timing difference	596,449	603,369
	7,533,240	**12,274,782**
Tax at 27.5% (30 June 2017: 30%)	**2,071,641**	**3,682,435**

The tax note above relates to the Groups' parent company AssetOwl Limited, and the Group's operating subsidiary AssetOwl Technologies Pty Ltd, these two Companies are not part of an income tax consolidated group for the purposes of the income tax assessment act 1997.

Of the unused tax losses disclosed above, $5,889,032 (2017: $10,973,968) relates to AssetOwl Limited and $1,047,759 (30 June 2017: $697,445) relates to AssetOwl Technologies Pty Ltd.

For AssetOwl Limited and AssetOwl Technologies Pty Ltd as separate entities, the benefit of the unused tax losses will only be obtained if:

(a) the Group derives future assessable income of a nature and an amount sufficient to enable the benefit from the deductions for the losses to be realised;

(b) the Group continues to comply with the conditions for deductibility imposed by Law; and

(c) no changes in tax legislation adversely affect the ability of the Group to realise these benefits.

6. SEGMENT INFORMATION

The directors have considered the requirements of AASB 8 – Operating segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the Group's chief operating decision maker, which is the Board of Directors. In this regard, such information is provided using similar measures to those used in preparing the consolidated statement of profit or loss and other comprehensive income, consolidated statement of financial position and consolidated statement of cash flows.

The Group has one geographical location being Australia and operates in one business segment being software development.

In the 2017 financial year, the group regarded mineral exploration as a business segment, as shown in the table below, the Group's chief operating decision maker no longer views mineral exploration as an operating segment for the purposes of *AASB8 – Operating Segments*, and comparative disclosures have been restated. In both the 2017 and 2018 financial year disclosures, items which would have related to the mineral exploration segment are regarded as reconciling items in the reconciliation between the software development segment result and the Group's loss before income tax.

The operating segment of Software Development arose from the 23rd of December 2016 when the Parent company acquired AssetOwl Technologies Pty Ltd and the nature of the Group changed to that of software development, in relation to the 2017 financial year, the reported segment loss relates only to the period from 23 December 2016 to 30 June 2017.

The below tables show the assets and liabilities of the Group's segment, segment result and reconciliations to the Group's financial statements at pages 30 to 33.

	Software Development	Unallocated	Total
30 June 2018			
Assets	2,842,881	278,813	3,121,694
Liabilities	(169,285)	(120,532)	(289,816)
30 June 2017			
Assets	6,812,531	1,668,109	8,480,640
Liabilities	(2,026,287)	(29,717)	(2,056,004)

NOTES TO THE FINANCIAL STATEMENTS

	Software Development	Total
Year to 30 June 2018		
Revenue from external sources	13,210	13,210
Reportable segment profit/(loss)	(4,230,951)	(4,230,951)
R&D Incentive benefit	1,000,436	1,000,436
Change in FV of Liabilities through profit or loss	1,452,335	1,452,335
Depreciation and Amortisation	(43,830)	(43,830)
Impairment Expense	(3,945,869)	(3,945,869)
Year to 30 June 2017		
Revenue from external sources	-	-
Reportable segment profit/(loss)	(460,247)	(518,237)
R&D Incentive benefit	514,722	514,722
Change in FV of Liabilities through profit or loss	(387,620)	(387,620)
Depreciation and Amortisation	(18,699)	(18,699)

Reconciliation of Segment Operating Loss to net loss before Income Tax

	30 June 2018	30 June 2017
Segment Operating (Loss)	**(4,230,951)**	**(460,247)**
Interest Income	8,461	15,684
Gain on disposal of Rum Jungle (NT) exploration tenements	1,528,702	-
Share Based Payment related to acquisition of AssetOwl Technologies Pty Ltd	-	(200,000)
Other non-segment specific expenditure	(722,173)	(761,198)
(Loss) before Income Tax	**(3,415,961)**	**(1,405,763)**

7. FINANCIAL RISK MANAGEMENT

(a) Overview

The Group has exposure to the following risks from their use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

This note presents information about the Group's exposure to each of the above risks, their objectives, policies and processes for measuring and managing risk and the management of capital.

AssetOwl Limited's Risk Management Framework is supported by the Board, Management and the Audit and Risk Committee. The Board is responsible for approving and reviewing the Group's Risk Management Strategy and Policy. Management is responsible for monitoring that appropriate processes and controls are in place to effectively and efficiently manage risk. The Audit and Risk Committee is responsible for identifying, monitoring and managing significant business risks faced by the Group and considering the effectiveness of its internal control system. Management and the Audit and Risk Committee report to the Board.

The Board has established an overall Risk Management Policy which sets out the Group's system of risk oversight, management of material business risks and internal control.

The Group holds the following financial instruments.

	2018 ($)	2017($)
FINANCIAL ASSETS		
Cash and cash equivalents	310,651	1,690,810
Trade and other Receivables	38,561	52,861*
	349,212	**1,743,671**
FINANCIAL LIABILITIES		
Trade and other payables	214,428	138,808
Financial liabilities through profit or loss	-	1,822,335
	214,428	**1,961,143**

*The reported 30 June 2017 value has been reduced from $897,064 to $52,861, this is acknowledgement that the entitlement to receive an R&D incentive from the Australian Taxation office, being $844,203 at 30 June 2017 is not a contractual right, and as such is not considered to be a financial asset for the purposes of the Australian Accounting Standards. As disclosed on the Consolidated Statement of Cash Flows, the Group received $861,221 during the 2017 financial year as the R&D incentive.

The Group's financial liability through profit or loss represents the contingent consideration relating to the acquisition of AssetOwl Technologies Pty Ltd on the 23rd of December 2016. The value of the financial liability is based on management's assessment of the current likelihood of pre-determined performance milestones being met over the period to 31 December 2019, the number of performance rights issued to the vendors and the Parent entity's share price at 30 June 2018. As disclosed at note 14, the nil value for the financial liability through profit or loss reflects management's present expectation that the Class B and C performance rights outstanding at 30 June 2018 will not vest.

Notwithstanding the nil value at this reporting date, it is at the discretion of the AssetOwl Limited whether the liability is to be settled through the payment of cash or through the issue of shares in AssetOwl Limited.

Further disclosure on the business acquisition and on this financial liability is provided at note 14.

(b) Financial Risk Management Objectives

The overall financial Risk Management Strategy focuses on the unpredictability of the finance markets and seeks to minimise the potential adverse effects on financial performance and protect future financial security.

Credit Risk

Credit risk is the risk of financial loss the Group if a counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Group's cash and cash equivalents, deposits with banks, financial institutions and receivables generated in the course of business. For banks and financial institutions, only independently rated parties with a minimum rating of 'A' are accepted.

The Group does not hold any credit derivatives to offset its credit exposure. The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to historical information about counterparty default rates.

The carrying amount of the Group's financial assets represents the maximum credit exposure. The Group's maximum exposure to credit risk at the reporting date was:

	2018 ($)	2017 ($)
Receivables		
Accounts Receivable	1,100	-
Related Party Loan	37,461	52,461
Office bond	-	400
	38,561	**52,861**
Cash at bank and short-term bank deposits		
Cash at bank	284,618	1,664,777
Call Deposit (monthly short-term)	26,033	26,033
	310,651	**1,690,810**

The Group's most significant receivable is owed to it by the Group's CEO. Refer to note 25 for further disclosure.

No amount of the Group's receivables is considered to impaired or past due.

(c) Liquidity Risk

Liquidity risk arises from the financial liabilities of the Group and the Group's subsequent ability to meet their obligations to repay their financial liabilities as and when they fall due.

Ultimate responsibility for Liquidity Risk Management rests with the Board of Directors. The Board has determined an appropriate Liquidity Risk Management Framework for the Management of the Group's short, medium and long-term funding and liquidity management requirements. The Group manages liquidity risk by maintaining adequate reserves and continuously monitoring budgeted and actual cash flows and matching the maturity profiles of financial assets, expenditure commitments and liabilities.

NOTES TO THE FINANCIAL STATEMENTS

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying amounts as the impact of discounting is not significant. The following are contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting arrangements:

	Carrying Amount ($)	Contractual Cash Flows ($)	6 Months or less ($)	6-12 Months ($)	1-2 Years ($)	2-5 Years ($)
30 June 2018						
Trade and other payables	(214,428)	(214,428)	(214,428)	-	-	-
30 June 2017						
Trade and other payables	(138,808)	(138,808)	(138,808)	-	-	-

The Group has a financial liability classified as 'Fair Value through profit or loss', notwithstanding the nil value at 30 June 2018, this liability does not give rise to liquidity risk as the method of settlement of this liability is at the discretion of the Group and as such the Group is not contractually obliged to settle the liability through the use of cash. Subject to the achievement of any or all of the milestone targets disclosed at note 14, the Group can choose to settle the resulting liability obligation through the issue of shares in AssetOwl Limited, or through a cash payment.

(d) Market Risk

Market risk is the risk that changes in market prices, will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising return. At the end of the Financial year, The Group's sole exposure to market risk is interest rate risk.

Interest Rate Risk

The Group's exposure to interest rates primarily relates to the Group 's cash and cash equivalents. The Group manages market risk by monitoring levels of exposure to interest rate risk and assessing market forecasts for interest rates.

Profile

At the reporting date the interest rate profile of the Group's interest bearing financial instruments are:

Variable Rate Instruments

	2018 ($)	2017 ($)
Financial Assets	310,651	1,690,810
	310,651	**1,690,810**

The Group manages its interest rate risk by monitoring available interest rates while maintaining an overriding position of security whereby the majority of cash and cash equivalents are held in AA-rated bank accounts. The Group's exposure to interest rate risk and the effective weighted average interest rate by maturing periods is set out the table below.

	Weighted Average Effective Interest Rate	Total ($)	Weighted Average Effective Interest Rate	Total ($)
	2018	**2018**	**2017**	**2017**
Financial Assets				
Cash and cash equivalents	1.25%	310,651	1.5%	1,690,810

Cash Flow Sensitivity Analysis for Variable Rate Instruments

A change of 25 basis points in interest rates at reporting date would have increased/(decreased) equity and profit or loss by the amounts shown below. The Board assessed a 25 basis point movement as being reasonably possible based on forward treasury rate projections. This analysis assumes that all other variables remain constant.

A change of 25 basis points (25 b.p.) in interest rates would have increased or decreased the Group's profit or loss by $777 (2017: $4,227).

	+1% (25 b.p.) ($)	-1% (25 b.p) ($)	+1% (25 b.p) ($)	-1% (25 b.p) ($)
	2018	**2018**	**2017**	**2017**
Cash and cash equivalents	777	(777)	4,227	(4,227)
	777	**(777)**	**4,227**	**(4,227)**

(e) Capital Management

When managing capital, the Board's objective is to ensure the Group continues as a going concern as well as to maintain optimal returns to Shareholders and benefits for other Stakeholders. The Board also aims to maintain a capital structure that ensures the lowest cost of capital available to the Group.

The Board is constantly adjusting the capital structure to take advantage of favorable costs of capital or high return on assets. As the market is constantly changing Management may issue new shares, sell assets to reduce debt or consider payment of dividends to Shareholders.

The Board seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position although there is no formal policy regarding gearing levels.

The Group had no formal financing and gearing policy or criteria during the year having regard to the early status of its development and low level of activity. There were no changes in the Group's approach to capital management during the year. The Group is not subject to any externally imposed capital requirements.

NOTES TO THE FINANCIAL STATEMENTS

8. CASH AND CASH EQUIVALENTS

	2018 ($)	2017 ($)
Cash at bank	284,618	1,664,777
Short-term bank deposits	26,033	26,033
	310,651	**1,690,810**

(a) Reconciliation to cash at the end of the year

The above figures are reconciled to cash at the end of the financial year as shown in the Consolidated Statement of Cash Flows as follows:

	2018 ($)	2017 ($)
Balance as above	310,651	1,690,810
Balance per Statement of Cash Flows	**310,651**	**1,690,810**

(b) Terms of short term bank deposit

	2018 ($)	2017 ($)
Maturing within 1 to 3 months	26,033	26,033
	26,033	**26,033**

(c) Restricted cash

The Group's term deposit, $26,033 represents collateral for a bank guarantee issued in favour of the lessor of the lease of the Group's Melbourne office premises. Refer to note 20 for further detail on this lease.

9. TRADE AND OTHER RECEIVABLES

	2018 ($)	2017 ($)
Accounts Receivable	1,100	-
Net GST Receivable	18,497	14,777
R&D offset receivable	983,418	844,203
Related Party Loan	37,461	52,461
Prepayment	-	5,000
Office bond	-	400
	1,040,476	**916,841**

The Research and Development (R&D) offset receivable is the amount expected to be received from the Australian Taxation Office relating to eligible R&D costs incurred.

Fair Value and Credit Risk

Due to the short-term nature of the trade receivables the carrying amount is assumed to approximate their fair value. The exposure to credit risk at the end of the reporting period is the carrying amount of each class of receivables mentioned above. Refer to Note 7 for more information on the Risk Management Policy of the Group.

NOTES TO THE FINANCIAL STATEMENTS

10. PROPERTY, PLANT AND EQUIPMENT

	2018 ($)	2017 ($)
At 1 July, net of accumulated depreciation	44,801	-
Additions	12,278	48,784
Depreciation Charge	(18,698)	(3,983)
At 30 June, net of accumulated depreciation	**38,381**	**44,801**
At 1 July, Cost of assets	48,784	-
Additions	12,278	48,784
At 30 June, Cost of assets	61,062	48,784
Accumulated Depreciation	(22,681)	(3,983)
Net carrying amount	**38,381**	**44,801**

11. INTANGIBLE ASSETS

	2018 ($)	2017 ($)
Formation expenses	132	398
Intellectual property	50,000	74,867
Goodwill	1,802,054	5,747,923
	1,852,186	**5,823,188**

	2018 ($)	2017 ($)
Reconciliation of Intellectual property		
At 1 July	74,867	-
Additions – Acquisition of AssetOwl Technologies Pty Ltd	-	89,583
Amortisation Charge	(24,867)	(14,716)
At 30 June	**50,000**	**74,867**
Reconciliation of Goodwill		
Gross		
Beginning of reporting period	5,747,923	-
Additions - Acquisition of AssetOwl Technologies Pty Ltd	-	5,747,923
Impairment recognised	(3,945,869)	-
End of reporting period	**1,802,054**	**5,747,923**

Accumulated impairment losses		
Beginning of reporting period	-	-
Impairment recognised	(3,945,869)	-
End of reporting period	**(3,945,869)**	**-**
Net at end of reporting period	**1,802,054**	**5,747,923**

The intellectual property and goodwill held by the Group have arisen upon the acquisition of AssetOwl Technologies Pty Ltd which occurred in December 2016. Intellectual property is amortised over a period of 5 years.

The goodwill is attributable to the cash flows expected to arise from the Parent company's acquisition of AssetOwl Technologies Pty Ltd in December 2016. The Board views the Group as one CGU ('AssetOwl CGU'), and monitors the Group's goodwill at this level. The Board has determined the recoverable amount of the AssetOwl CGU by assessing the fair value less cost of disposal (FVLCOD) of the underlying assets. The method applied was the market approach based on the current market capitalisation (number of shares on issue multiplied by the quoted market price per share) of the Group on the Australian Securities Exchange (ASX). The recoverable value is a Level 1 measurement based on observable inputs of publicity traded shares in an active market.

The impairment expense has arisen due to a reduction in the Group's market capitalisation over the financial year from 1 July 2017 to 30 June 2018. A reasonable possible change in the share price by 15% would result in future impairment of $424,782

The Group's market capitalisation at 30 June 2018 was $2,831,878, being 88,496,178 shares at $0.032 cents per share, consistent with above disclosure, this is taken to be the Group's recoverable amount, for the purposes of the assessing impairment.

At 30 June 2018, The value of the Group's net assets exceeded this recoverable amount by $3,445,869, and accordingly, an impairment expense of $3,945,869 has been recognised for the year, including $500,000 impairment expense which had been recognised in the half-year to 31 December 2017.

This impairment expense is recognised in the financial statements by reducing the value of the Group's Goodwill. This impairment expense is recognised as an individual line item on the Consolidated Statement of Profit or Loss and Other Comprehensive Income.

12. TRADE AND OTHER PAYABLES

	2018 ($)	2017 ($)
Trade creditors and accruals	113,668	88,338
	113,668	**88,338**

NOTES TO THE FINANCIAL STATEMENTS

13. EMPLOYEE BENEFIT OBLIGATIONS

	2018 ($)	2017 ($)
Employee Contractual Obligations	100,760	50,470
Statutory Obligations	75,388	89,861
Other Employment Related Provisions	120,000	-
	296,148	**140,331**

14. FINANCIAL LIABILITIES THROUGH PROFIT OR LOSS

	2018 ($)	2017 ($)
Contingent Consideration		
Current Liability		
15,000,000 Class A Performance Rights	-	800,000
7,500,000 Class B Performance Rights	-	-
Total Current Liability	**-**	**800,000**
Non-Current Liability		
7,500,000 Class B Performance Rights	-	720,000
3,149,319 Class C Performance Rights	-	302,335
Total Non-Current Liability	**-**	**1,022,335**
Total Liability	**-**	**1,822,335**

The net change in the fair value of the financial liability recognised in the Consolidated Statement of Profit or Loss and Other Comprehensive Income is a gain of $1,452,335, being the value of the liability at 30 June 2017, $1,822,335 less the value of shares which were issued for the settlement of the 5,000,000 Class A Performance Rights which vested (5,000,000 shares at 0.074, $370,000)

The value of the contingent consideration is the board's assessment of the value of performance rights issued under the agreement for the acquisition of AssetOwl Technologies Pty Ltd, at acquisition date on 23 December 2016, the Parent company issued a total of 25,149,319 performance rights, in three classes: A, B and C, which vest over the three calendar years to 31 December 2017, 31 December 2018 and 31 December 2019.

The contingent consideration arrangement requires AssetOwl Limited to potentially issue shares or make further payments to the vendors of the acquired business based on the achievement of performance milestones over the next 18 months to 31 December 2019.

For any performance rights which vest, the liability can be settled in either shares in AssetOwl Limited or in cash, at the election of AssetOwl Limited.

The performance rights vest upon the achievement of pre-determined targets, the performance milestones in each year relate to the number of stores in which AssetOwl services are deployed, Revenue and Net profit before tax (NPBT). 1/3rd of the performance rights will vest for each target which is achieved. For Class B and C performance rights, the target quantum of these metrics is listed below.

Class A Performance Rights

During the year, 5,000,000 of the Class A performance rights vested and the Group settled the resulting liability through the issue of 5,000,000 fully paid ordinary shares to the holders of the performance rights.

Of the $800,000 contingent consideration liability at 30 June 2017, $370,000 of the value has been recognised in share capital, representing the fair value of the 5,000,000 shares issued to settle the 5,000,000 performance rights which vested at 31 December 2017. The shares issued are valued at the date the performance rights were settled, being 9 March 2018, when the Parent company's share price was $0.074. The remaining $430,000 is recognised in the Consolidated Statement of Profit or Loss and Other income within 'Other Gains / (Losses)'.

The remaining 10,000,000 class A performance rights which did not vest over the year to 31 December 2017 lapsed and have been forfeited by the vendors. On forfeiture of these performance rights there was no financial impact on the Group's financial statements as, in the Group's 2017 financial year annual report it was anticipated and recognised that only 1/3rd of the Class A performance rights would ultimately vest.

Class B and Class C Performance Rights

The Group currently has no reasonable expectation that the milestone targets relating to the Class B and Class C Performance rights will be achieved, and as a result, no liability is recognised at 30 June 2018 in relation to these classes of Performance Rights.

The reduction in value of these liabilities is recognised as a gain in 'Other Gains / (Losses)' in the Consolidated Statement of Profit or Loss and Other income.

In relation to the Class C Performance Rights, on acquisition date, AssetOwl granted 3,149,319 performance rights to the Vendors of AssetOwl Technologies Pty Ltd (at the time named AssetOwl Pty Ltd). The total number of performance rights which may be issued is 7,500,000, the additional 4,350,681 performance rights is subject to the below targets being met and the Group receiving shareholder approval to issue the additional performance rights.

Milestone targets:

The milestone targets for the Performance rights are as below, 33% of each year's maximum performance rights will vest upon achievement of each of the stated targets.

	Class B Performance Rights	Class C Performance Rights
Number of Stores	1,152	1,408
Revenue	$5,760,000	$10,400,000
NPBT	$1,792,000	$5,696,000

- The relevant year for the above 3 milestones is the calendar year 2018 and 2019 respectively.
- Number of stores means the number of stores at the end of the relevant year.
- If a particular target in any year is not met, the underlying performance rights relating to that target for that year will lapse.
- For all milestones, there is no minimum amount payable (in either shares or through a cash settlement).

Significant Judgement

As stated above, the value of the contingent consideration at 30 June 2018 is $0 (30 June 2017: $1,822,335) as the directors do not anticipate that the Class B and C Performance Rights will vest. Should the directors subsequently form an expectation that the milestone targets may be met, this will result in a liability being recognised and consequentially this would result in an expense being recognised in a future reporting period.

The financial liability is a level 3 financial instrument due to the use of unobservable inputs. The following table summarises the quantitative information about the significant unobservable inputs used in this level 3 fair value measurement:

Sensitivity of fair value measurement to changes in unobservable inputs

At the value of the Parent company's 30 June 2018 share price, $0.032, If the likelihood of the Performance Rights vesting increases from 0% to 10%, loss in the future will be $34,077 higher.

15. CONTRIBUTED EQUITY

A reconciliation of the movement in capital for the Group can be found in the Statement of Changes in Equity.

(a) Movements of share capital during the year

Date	Details	No of shares	Issue price($)	$
	Balance at 30 June 2016	**270,421,120**		**11,704,402**
17.11.2016	Share Consolidation 1 for 10 Basis	(243,379,004)		-
23.12.2016	Public Offer[1]	17,500,000	0.20	3,500,000
23.12.2016	Share Issue costs[1]			(1,359,011)
23.12.2016	Acquisition of AssetOwl Technologies Pty Ltd	15,000,000	0.20	3,000,000
23.12.2016	Advisory fee for acquisition of AssetOwl Technologies Pty Ltd[2]	1,000,000	0.20	200,000
	Balance at 30 June 2017	**60,542,116**		**17,045,391**
09.03.2018	Settlement of Class A Performance Rights[3]	5,000,000	0.074	370,000
21.03.2018	Capital Return[4]	-	-	(1,528,702)
09.05.2018	Rights issue[5]	22,954,062	0.045	1,032,933
	Share Issue cost[5]	-	-	(91,028)
Closing Balance as at 30/06/2018		**88,496,178**		**16,828,594**

1 On the 9th of November 2016, AssetOwl Limited (then called Regalpoint Resources Ltd) issued a prospectus to issue 17,500,000 shares at $0.20 per share to raise $3,500,000. The public offer was fully underwritten. In connection with the stated public offer, fees and costs amounting to $1,359,011 were incurred, represented by fees of $408,428 and the issuing 11,000,000 options at an assessed fair value of $950,583 (refer to Note 17 for disclosure on the valuation of these options).

2 Issue of shares as consideration for advisory services in connection with the Parent Company's acquisition of AssetOwl technologies Pty Ltd in December 2016, refer to note 17 for further disclosure.

3 Issue of shares for settlement of Class A performance rights held by vendors of AssetOwl Technologies Pty Ltd, refer to note 14 for further disclosure.

NOTES TO THE FINANCIAL STATEMENTS

4 In-specie distribution of Podium Minerals Limited shares and options, refer to note 4 for further details.

5 On the 6th of April 2018, AssetOwl Limited issued a prospectus to issue up to 65,542,116 via a renounceable pro-rata rights issue, at $0.045 per share. Costs of issuing the shares include fees payable to the Lead manager of the rights issue and certain legal fees directly attributable to the share issue.

Ordinary Shares

The holder of ordinary shares is entitled to participate in dividends and the proceeds on winding up of the Parent Company in proportion to the number of and amounts paid on the shares held.

On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

Ordinary shares have no par value and the Parent company does not have a limited amount of authorised capital.

16. RESERVES

Option Reserve

The option reserve is used to record the value of the share-based payments provided to employees, consultants and for options issued pursuant to any acquisitions or in exchange for services.

	2018 ($)	2017 ($)
Reserve at the beginning of the year	1,518,435	59,361
Movement during the year:		
5,000,000 Options exercisable at $0.225, issued to the vendors of AssetOwl Technologies Pty Ltd	-	508,491
11,000,000 Options exercisable at $0.375, issued to Patersons Securities Limited for underwriting of AssetOwl Limited’s capital raising in December 2016	-	950,583
Reserve at the end of the year	**1,518,435**	**1,518,435**

2018 Financial Year table of options

Grant Date	Expiry Date	Exercise Price ($)	Balance at the start of the year Number	Balance at end of the year Number	Vested and exercisable Number
14/03/2016	30/09/2018	0.175	10,140,793	10,140,793	10,140,793
09/11/2016	30/06/2019	0.375	8,750,000	8,750,000	8,750,000
05/12/2016	30/06/2019	0.375	11,000,000	11,000,000	11,000,000
05/12/2016	31/03/2019	0.225	5,000,000	5,000,000	5,000,000
	Balance at 30 June 2018		**34,890,793**	**34,890,793**	**34,890,793**

The weighted average remaining contractual life of share options outstanding at the end of the 2018 financial year was 0.75 years.

The Group issued no share options during the 2018 financial year, nor were there any options exercised or which expired.

Exercise Price Reduction

The above stated option exercise prices are 'adjusted' exercise prices, being $0.025 lower than the option exercise prices previously reported in the Group's Annual report for the year ended 30 June 2017.

As stated at note 4, the Group completed a capital return in February 2018 following the sale of its Rum Jungle (NT) exploration tenements.

In the event of a capital return, ASX listing rule 7.22.3 requires the exercise price of the Parent Company's options to be reduced by the same amount as the amount returned in relation to each ordinary security.

At the time of the capital return, the Group had 60,542,116 ordinary shares on issue, as stated at note 4, the deemed value of the consideration received from the disposal of the Group's Rum Jungle (NT) tenements was $1,528,702, and therefore the resulting exercise price reduction for each $0.025 ($1,528,702 / 60,542,116 ordinary shares ($0.02525)).

2017 Financial Year table of options

Grant Date	Expiry Date	Exercise Price ($)	Balance at the start of the year Number	Granted during the year Number	Balance at end of the year Number	Vested and exercisable Number
14/03/2016	30/09/2018	0.20	10,140,793	-	10,140,793	10,140,793
09/11/2016	30/06/2019	0.40	-	8,750,000	8,750,000	8,750,000
05/12/2016	30/06/2019	0.40	-	11,000,000	11,000,000	11,000,000
05/12/2016	31/03/2019	0.25	-	5,000,000	5,000,000	5,000,000
	Balance at 30 June 2017		**10,140,793**	**24,750,000**	**34,890,793**	**34,890,793**

The weighted average remaining contractual life of share options outstanding at the end of the financial year was 1.75 years.

8,750,000 free attaching options were issued as part of the Public Offer during the 2017 financial year, these are free attaching options and as a result, the Group did not recognise a value for these options in the option reserve.

11,000,000 options were issued to Patterson Securities (under writer). The value of these options, $950,583, is accounted for as a reduction in share capital being share issue costs.

5,000,000 options were issued as a component of the purchase consideration of AssetOwl Technologies Pty Ltd.

There were no options exercised or which expired during the 2017 financial year.

Shares Reserve

The Shares reserve is used to record the value of shares to be issued to service providers in exchange for services.

	2018 ($)	2017 ($)
Reserve at the beginning of the year	-	-
Movement during the year:		
888,889 shares to be issued to a nominee of Patersons Securities Limited for Corporate Advisory services provided in connection with the Group's rights issue announced in April 2018.	40,000	-
Reserve at the end of the year	**40,000**	**-**

17. SHARE BASED PAYMENTS

There were no share-based payments granted in the 2018 financial year.

2017 financial year share-based payments

The Group issued share-based payments in the 2017 financial year in connection with the acquisition of AssetOwl Technologies Pty Ltd and the Parent company's Public Offer in that year. The share-based payments below are not subject to vesting conditions and as such there is no value recognised in the 2018 financial year relating to these share based payments.

Acquisition of AssetOwl Technologies Pty Ltd

AssetOwl Limited issued 1 million shares for advisory services in relation to the acquisition of AssetOwl Technologies Pty Ltd.

These shares were issued on the 23rd of December at a share price 20c per share and are collectively valued at $200,000. The Group cannot estimate reliably the value fair value of the service received, therefore have measured the services received and amount expensed, by reference to the fair value of the equity instruments granted.

Options Issued in connection with capital raising

During the year, 11,000,000 options were issued to Patersons Securities Limited for the underwriting of AssetOwl Limited's capital raising which was completed in December 2016. The fair value of services provided cannot be reliably measured and therefore the fair value of the services provided has been determined by reference to the value of equity instruments granted. The fair value of these options is assessed at $950,583 and this amount has been recognised in share issue costs.

The fair value of these options granted was calculated as 8.64 cents each using the Black-Scholes options valuation methodology and applying the following inputs:

- Exercise price: $0.40
- Grant date: 23 December 2016
- Expiry date: 30 June 2019
- Share price at grant date: $0.20
- Expected price volatility of the parent company's shares: 100%
- Expected dividend yield: 0%
- Risk-free interest rate: 2.07%

18. ACCUMULATED LOSSES

	2018 ($)	2017 ($)
Accumulated loss at the beginning of the year	**(12,139,190)**	**(10,733,427)**
Net (loss) attributable to Shareholders	(3,415,961)	(1,405,763)
Accumulated loss at end of the year	**(15,555,151)**	**(12,139,190)**

19. CASH FLOW INFORMATION

	2018 ($)	2017 ($)
Reconciliation of cash flow from operating activities with the loss from continuing operations after income tax:		
Non-cash flows in profit from operating activities		
Net (Loss) after Income Tax	(3,415,961)	(1,405,763)
Conversion of accrued Director fees to equity	10,000	-
Repayment of loan by CEO	(15,000)	-
Share based payment advisory fee	-	200,000
Impairment expense	3,945,869	-
Gain on disposal of Exploration Assets	(1,528,702)	-
Change in fair value of Contingent Consideration	(1,452,335)	(387,620)
Depreciation and Amortisation	43,830	18,699
CHANGES IN ASSETS & LIABILITIES FROM OPERATING ACTIVITIES		
(Increase)/Decrease in trade and other receivables	(123,635)	(489,500)
Increase/(Decrease) in trade and other payables	25,331	(80,012)
Increase in employee benefits payable	155,817	55,989
Cash flow from Operating Activities	**(2,354,786)**	**(2,088,207)**

Non-cash investing and financing activities.

Issue of shares to Tribis Pty Ltd.

During the year, Tribis Pty Ltd provided a loan to the Group to a total of $330,000; these funds were lent to the Group on an interest free basis. During the year the Group completed a 1:1 rights issue and Tribis Pty Ltd, holding 8,212,515 shares at the record date for the rights issue applied for its full entitlement of shares, at a price of $0.045 per share, totaling $369,563.

The value of these shares acquired in the rights issue was offset against the value of the loan payable to Tribis Pty Ltd being $330,000 at the time when the rights issue was completed. Tribis Pty Ltd then paid the Group the balance owing in relation to the shares, being $39,563.

Issue of shares to non-executive director Mr. Ian Murchison

As stated at note 24, the Board resolved to place a hold on payment of director fees, effective from 1 December 2017. Mr. Ian Murchison, controlling shareholder of AssetOwl shareholder Tenalga Pty Ltd participated in the Company's pro-rata renounceable rights issue to value of $10,000, being 222,222 shares at $0.045 per share. Mr. Murchison elected to acquire these shares using $10,000 of his director fees which had been accrued to the date when the shares were issued.

Settlement of vested performance rights relating to acquisition of AssetOwl Technologies Pty Ltd

On 9 March 2018, AssetOwl Limited issued 5,000,000 shares to the vendors of AssetOwl Technologies Pty Ltd (at the time named AssetOwl Pty Ltd), in settlement of 5,000,000 performance right which vested at 31 December 2017.

Disposal of Rum Jungle (NT) exploration tenements and In-specie capital return

As disclosed at note 4, on 12 February, the Group disposed of the its Rum Jungle (NT) exploration tenements to ASX listed company Podium Minerals Limited. The consideration for this transaction was shares and options over ordinary shares in Podium.

The Group subsequently carried out an In-specie capital return to eligible AssetOwl shareholders, and as result the Group does not hold Shares or Options over ordinary shares as assets.

Issue of Shares for Corporate Advisory Services

On 28 June 2018 the Group agreed with Patersons Securities Limited to settle an invoice for the corporate advisory services, for a value of $40,000, through the issue of shares to a nominee of Patersons Securities Limited.

The corporate advisory services were provided in connection with the Group's rights issue which was announced on 4 April 2018, the deemed issue price of the shares to be provided is $0.045 per share, consistent with the price of a share issued under the Group's rights issue.

As at 30 June 2018, the Group had not yet issued the shares and as such has recognised the value of shares to be issued in the shares reserve. The cost of the corporate advisory services has been recognised as a debit to contributed equity.

20. COMMITMENTS

The Commitment expenditure at reporting date is as follows:

	2018 ($)	2017 ($)
Not later than one year	320,114	392,459
Later than one year but not later than five years	-	249,426
Later than five years	-	-
TOTAL	**320,114**	**641,885**

The nature of these commitments is disclosed below:

Administration Services Fees Commitment

The Group entered into an Administration Services Agreement with Tribis Pty Ltd and agreed to retain to provide administration services to the Group on the terms and conditions set out in the agreement. These services include the engagement of Mr. Simon Trevisan as a Director and Mrs. Fleur Hudson as Group Company Secretary. Simon Trevisan (Chairman of the Company) is a Director and Shareholder of the Tribis.

The Group must pay a monthly fee to Tribis plus reimbursement for each month of the certain costs, expenses and liabilities incurred and/or paid by Tribis on behalf of the Group during the month. The fee is currently $5,000 plus GST per month, which is required to be paid in full by the Group on ordinary terms.

The agreement has no specified end date, and could be cancelled by either party after the provision of 6 months' notice, as a result, the above commitments table includes 6 months of payments, being $30,000.

Lease of Melbourne office

On 3 July 2018, the Group notified the lessor the Group's Melbourne office of its intention to vacate the office, providing 3 months notice, consistent with the agreement between the parties. The commitment at 30 June 2018 was 3 months rent, being $20,114 (30 June 2017: $65,083)

The closure of the Melbourne office was consistent with the re-location of the Group's management to Perth.

Tenements Commitment

The expenditure required for the next twelve months and beyond to maintain exploration tenements in which the Group has an interest in is $270,000 (30 June 2017: $546,801).

21. LOSS PER SHARE

The calculation of basic loss per share at 30 June 2018 was based on the loss attributable to ordinary Shareholders of $3,415,961 (2017: loss of $1,405,763) and a weighted average number of ordinary shares outstanding during the year of 65,436,815 (2017: 44,480,472).

	2018 ($)	2017 ($)
Basic loss per share (cents per share)	(5.22)	(3.16)
(a) RECONCILIATION OF EARNINGS TO OPERATING LOSS		
Loss attributable to ordinary Shareholders		
Loss after tax	**(3,415,961)**	**(1,405,763)**
Loss used in the calculation of EPS	**(3,415,961)**	**(1,405,763)**
(b) WEIGHTED AVERAGE NUMBER OF SHARES USED AS THE DENOMINATOR		
Weighted average number of ordinary shares (WANOS)		
Weighted average number of ordinary shares	**65,436,815**	**44,480,472**

Effect of dilutive securities: Share options are not considered dilutive as the conversion of options to ordinary shares will result in a decrease in the net loss per share.

22. REMUNERATION OF AUDITORS

During the year the following fees were paid or payable for services provided by the Auditor of the Group and its related parties.

	2018 ($)	2017 ($)
Audit and Other Assurance Services		
BDO Audit (WA) Pty Ltd	41,279	38,122
Total remuneration for Audit and Other Assurance Services	**41,279**	**38,122**
Other Service		
Non-Auditing Service - BDO Corporate Tax (WA) Pty Ltd	20,400	18,360
Non Auditing Service – BDO Corporate Finance (WA) Pty Ltd	-	11,067
Balance at the end of year	**20,400**	**29,427**

23. CONTINGENT LIABILITIES

In a future period, as described in note 14 above, AssetOwl Limited may issue an additional 4,350,681 performance rights to the vendors of AssetOwl Technologies Pty Ltd, the company which AssetOwl Limited acquired in December 2016. Issuing of these performance rights will only be confirmed through the following future events:

- The achievement of milestone targets set under the terms of the business acquisition agreement
- Receiving shareholder approval to issue the additional performance rights.

The Board is not aware of other any circumstances or information which leads them to believe there are other material contingent liabilities outstanding as at 30 June 2018.

24. RELATED PARTY DISCLOSURES

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

Key Management Personnel

Directors and Executives compensation comprises:

Directors	2018 ($)	2017 ($)
Short-term benefits	240,000	189,726
Post-employment benefits	11,970	6,840
Other Key Management Personnel		
Short-term benefits	172,794	118,295
Post-employment benefits	15,817	10,530
TOTAL	**440,581**	**325,391**

Detailed remuneration disclosures are provided in the Remuneration Report on pages 15 to 25.

NOTES TO THE FINANCIAL STATEMENTS

Effective from 1 December 2017, the Group placed a hold on the payment of director fees. The Group has accrued all director fee remuneration since this date, but for the exceptions disclosed below:

Upon the retirement of the Hon. Shane Stone, the Group's former non-executive chairman, on 19 March 2018, he was paid out his full remuneration owed to him up until his retirement date, being $21,000.

On 24 May, The Group's Executive Director, Mr Bruce McCracken was paid his remuneration earned for the period 1 December 2017 to 30 April 2018, being $45,339 (Net of PAYG withheld), and has then continued to accrue his director fees from this point.

As disclosed at note 19, Mr Ian Murchison participated in the Company's 1:1 renounceable rights issue by applying $10,000 of his accrued director fees to the acquisition of shares.

As at 30 June 2018, the remuneration amounts payable in favour of the Group's directors is as follows:

Directors	2018 ($)	2017 ($)
Bruce McCracken	13,140*	-
Andrew Lane	17,500	-
Ian Murchison	7,500	-
TOTAL	**38,140**	**-**

*Including superannuation payable of $1,140, being 9.5% of $12,000

There is no fixed repayment date for the payment of these accrued amounts and there is no interest payable. The above accruals are accounted for on the Consolidated Statement of Financial Position within Trade and other Payables.

There is no hold on the payment of director fees payable in favour of the Group's Non-executive director Mr Geoff Baldwin who was appointed to the Board on 5 June 2018.

Transactions with other related parties

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

The following transaction occurred with related parties for the year ended 30 June 2018.

	2018 ($)	2017 ($)
Other transactions		
Administration Fees (Tribis)	60,000	60,000
Accounting Fees (Matrix Partners)	-	23,244
Interest Expense (NCKH Pty Ltd as trustee for the AML Trust)	-	6,036
Settlement of Class A Performance rights (NCKH Pty Ltd as trustee for the AML Trust and Imprint Investments Pty Ltd)	132,030	-
In-specie capital return (Simon Trevisan, Bruce McCracken, Ian Murchison, Shane Stone and their related parties)	377,958	-
Loan to AssetOwl Limited by Tribis Pty Ltd	330,000	-
Settlement of Tribis Pty Ltd Loan through rights issue participation	(330,000)	-
TOTAL	**569,988**	**89,280**

The aggregate amounts recognised during the year relating to Key Management Personnel and their related entities were as follows.

Key Management Personnel (Capacity)	Transaction	Transactions value for the year ended 30 June		Balance outstanding as at 30 June	
		2018 ($)	2017 ($)	2018 ($)	2017 ($)
Directors					
Simon Trevisan (Director and controlling Shareholder of Tribis Pty Ltd)	Administrative fee for office space, telecommunications, office supplies, accounting support and administration and business support services	60,000	60,000	35,000	-
	Loan provided by Tribis Pty Ltd	330,000	-	-	-
	Settlement of Loan provided by Tribis Pty Ltd via participation in rights issue	(330,000)	-	-	-
Andrew Lane (Director of Matrix Partners Pty Ltd)	Accounting, taxation, and business advisory services in connection with the operations of the Group.	-	23,244	-	-
Andrew Lane (Director of NCKH Pty Ltd as trustee for the AML Trust)	Interest expense on R&D Funding Loan	-	6,036	-	-
Andrew Lane (Director of NCKH Pty Ltd as trustee for the AML Trust)	Settlement of vested performance rights related to acquisition of AssetOwl Technologies Pty Ltd	66,015	-	-	-
Simon Trevisan, Bruce McCracken, Ian Murchison, Shane Stone and their related parties (AssetOwl Shareholders)	In-specie capital return relating to sale of Rum Jungle assets to Podium Minerals Limited[1]	377,958	-	-	-
Other Key Management Personnel					
Giuseppe Di Franco (Director of Imprint Investments Pty Ltd)	Settlement of vested performance rights related to acquisition of AssetOwl Technologies Pty Ltd	66,015		-	-

Following the disposal of the Group's Rum Jungle project to Podium Minerals which was completed in February 2018, Eligible AssetOwl shareholders received an In-specie capital distribution in the form of Podium Minerals Shares and Options, which had been received as consideration for the sale.

Group Directors Messrs Simon Trevisan, Bruce McCracken, Ian Murchison and then non-executive chairman Mr Shane Stone received Podium Minerals Limited shares and options in their capacity as Shareholders of eligible AssetOwl shares.

The number and value of, shares and options received by the above Directors was directly related to the number of AssetOwl shares that the directors had an interest in at the record date for calculating entitlements under then In-Specie distribution, being 15 February 2018.

NOTES TO THE FINANCIAL STATEMENTS

The total number of Podium Shares and Options distributed to the above directors and their related parties was 1,483,445 and 741,724 respectively, a combined fair value of $377,958.

Mr Andrew Lane and Mr Giuseppe Di Franco are shareholders of AssetOwl however they were ineligible to receive a distribution of Podium Minerals shares and options.

Notes in relation to the table of related party transactions.

Tribis Pty Ltd

Administration Services Agreement

The Group entered into an Administration Services Agreement with Tribis Pty Ltd and agreed to retain to provide administration services to the Group on the terms and conditions set out in the agreement. These services include the engagement of Mr. Simon Trevisan as Non-executive Chairman and Mrs. Fleur Hudson as Group Company Secretary.

The Group must pay a monthly fee to Tribis plus reimbursement for each month of the certain costs, expenses and liabilities incurred and/or paid by Tribis on behalf of the Group during the month. The fee is currently $5,000 plus GST per month, which will required to be paid in full by the Group on ordinary terms rather than being accrued. The amount owing to Tribis at 30 June 2018 is $35,000.

Effective from 1 December 2017, the Group placed a hold on the payment of the monthly administration fee payable to Tribis Pty Ltd. The Group has accrued this monthly administration fees payable since this date. There is no fixed repayment date for the payment of this accrued amount and there is no interest payable.

Provision of Loan, and subsequent settlement

During the year, Tribis Pty Ltd provided a loan to the Group to a total of $330,000; these funds were lent to the Group on an interest free basis. In May 2018 the Group completed a 1:1 rights issue and Tribis Pty Ltd, holding 8,212,515 shares at the record date for the rights issue applied for its full entitlement of shares, at a price of $0.045 per share, totaling $369,563.

The value of these shares acquired in the rights issue was offset against the value of the loan payable to Tribis Pty Ltd being $330,000 at the time when the rights issue was completed. Tribis Pty Ltd then paid the Group the balance owing in relation to the shares, being $39,563.

Simon Trevisan (Non-Executive Chairman of the Group) is a Director and Shareholder of the Tribis.

Matrix Partners Pty Ltd

Andrew Lane (a Non-Executive Director of the Group) is a Director and Shareholder of Matrix Partners Pty Ltd ('Matrix Partners'), a Company which in the 2017 financial year provided accounting, taxation and business advisory services in connection with the operations of the Group.

Amounts were charged on a time taken basis by the relevant staff members and invoiced monthly by Matrix Partners on 30 days terms. The transactions were based on normal commercial terms and conditions.

No services were provided to the Group by Matrix Partners in the 2018 financial year.

NOTES TO THE FINANCIAL STATEMENTS

NCKH Pty Ltd, as trustee for the AML Trust

NCKH Pty Ltd, as trustee for the AML trust is an entity of which non-executive director Mr Andrew Lane is a beneficiary. The entity was one of the vendors of the transaction when AssetOwl Limited acquired AssetOwl Technologies Pty Ltd (at the time named AssetOwl Pty Ltd) in the 2017 financial year, on 23 December 2016.

Interest Expense

The interest amount disclosed in the table on page 69 above, relates to a loan which was acquired in the on the acquisition of AssetOwl Technologies Pty Ltd, the loan was repaid on 3 April 2017 and as such the interest above is for the period 23 December 2016 to 3 April 2017, consequentially, there is no equivalent interest expense for the year to 30 June 2018.

Issue of shares

AssetOwl issued 892,102 shares to the entity on 9 March 2018, these shares were issued to the entity solely in its capacity as a vendor to the AssetOwl Technologies Pty Ltd acquisition. These shares were issued in satisfaction of the Class A performance rights which vested at 31 December 2017, being 5,000,000 rights in total. This transaction is recognised in the financial statements as a reduction in current liabilities and an increase in contributed equity.

Imprint Investments Pty Ltd

Issue of shares

Imprint Investments Pty Ltd is an entity of which AssetOwl's CEO Giuseppe Di Franco is the sole director and shareholder of. AssetOwl issued 892,103 shares to the entity on 9 March 2018, these shares were issued to the entity solely in its capacity as a vendor to the AssetOwl Technologies Pty Ltd acquisition. These shares were issued in satisfaction of the Class A performance rights which vested at 31 December 2017, being 5,000,000 rights in total. This transaction is recognised in the financial statements as a reduction in current liabilities and an increase in contributed equity.

25. LOANS TO KEY MANAGEMENT PERSONNEL

A related party loan receivable was acquired with the acquisition of AssetOwl Technologies Pty Ltd; this amount is owed by the Group's CEO.

	2018 ($)	2017 ($)
Related party loan receivable	37,461	52,461
TOTAL	**37,461**	**52,461**

The related party loan receivable is interest free and is being recovered via a fortnightly deduction from the CEO's wages.

During the year, Tribis Pty Ltd provided a loan to the Group to a total of $330,000; these funds were lent to the Group on an interest free basis. In May 2018 the Group completed a 1:1 rights issue and Tribis Pty Ltd, holding 8,212,515 shares at the record date for the rights issue applied for its full entitlement of shares, at a price of $0.045 per share, totaling $369,563.

The value of these shares acquired in the rights issue was offset against the value of the loan payable to Tribis Pty Ltd being $330,000 at the time when the rights issue was completed.

Tribis Pty Ltd then paid the Group the balance owing in relation to the shares, being $39,563.

There are no other loans to individual or Directors of the Group during the year or outstanding as at 30 June 2018.

Disclosures relating to Key Management Personnel are set out in the Remuneration Report in the Directors' Report.

26. PARENT ENTITY INFORMATION

The following details information related to the Parent Entity, AssetOwl Limited. The information presented here has been prepared using consistent accounting policies as presented in Note 1.

	2018 ($)	2017 ($)
Current assets	1,177,187	2,556,109
Non-current assets	1,802,053	5,747,923
Total Assets	**2,979,240**	**8,304,032**
Current liabilities	117,885	859,194
Non-current liabilities	29,477	1,022,335
Total Liabilities	**147,362**	**1,881,529**
Net Assets	**2,831,878**	**6,422,503**
Contributed equity	16,828,594	17,045,391
Reserve	1,558,435	1,518,435
(Accumulated losses)	(15,555,151)	(12,141,323)
Total Equity	**2,831,878**	**6,422,503**
Profit/(loss) for the year	(3,411,244)	(1,407,896)
Other comprehensive (loss) for the year	-	-
Total Comprehensive (loss) for the Year	**(3,411,244)**	**(1,407,896)**

There are no other separate commitments and contingencies for the parent entity as at 30 June 2018.

27. INTERESTS IN OTHER ENTITIES

Name of Entity	Place of business/country of incorporation	Ownership Interest held by the Group		Principal Activities
		2018	2017	
AssetOwl Technologies Pty Ltd	Australia	100%	100%	Technology and Software Development
Regalpoint Resources Pty Ltd	Australia	100%	100%	Holds the Group's Exploration tenement in in Queensland.

28. MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

On 26 September 2018 the Group received the Income Tax Return refund for subsidiary Company AssetOwl Technologies Pty Ltd, for the 2018 financial year. The amount received was $983,418.42 which represents the Company's Research and Development Rebate for the 2018 financial year.

No other matters or circumstances have arisen since 30 June 2018 that have significantly affected the Group's operations, results, or state of affairs, or may do so in future years.

29. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Due to their short-term nature, the carrying amounts of the current receivables and current payables, with the exception of the current portion the liability designated as fair value through profit or loss (as disclosed at note 14), are assumed to approximate their fair value.

The Group's financial liability designated at fair value through profit of loss (as disclosed at note 14), being contingent consideration for the acquisition of AssetOwl Technologies Pty Ltd, is re-measured to fair value at each reporting date.

DIRECTORS' DECLARATION

In the opinion of the Directors of AssetOwl Limited:

(a) the Financial Statements and Notes set out on pages 30 to 74 are in accordance with the *Corporations Act 2001*, including:

(i) giving a true and fair view of the Group's financial position as at 30 June 2018 and of their performance, for the financial year ended on that date; and

(ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and *Corporations Regulations 2001*; and other mandatory professional reporting requirements.

(b) the Financial Report also complies with International Financial Reporting Standards as disclosed in Note 1.

(c) there are reasonable grounds to believe that AssetOwl Limited will be able to pay its debts as and when they become due and payable; and

(d) the Directors have been given the declarations required by Section 295A of the *Corporations Act 2001* by the Financial Officer for the financial year ended 30 June 2018.

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

Bruce McCracken
Executive Director
Dated at Perth, Western Australia, this 28th September 2018

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INDEPENDENT AUDITOR'S AUDIT REPORT

To the members of AssetOwl Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of AssetOwl Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2018, 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 year then ended, and notes to the financial report, including a summary of significant accounting policies and the directors' declaration.

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

(i) Giving a true and fair view of the Group's financial position as at 30 June 2018 and of its financial performance for the year ended on that date; and

(ii) Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We 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 report.

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

Material uncertainty related to going concern

We draw attention to Note 1(c) 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 opinion is not modified in respect of this matter.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the *Material uncertainty related to going concern* section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Valuation and recoverability of Goodwill

Key audit matter	*How the matter was addressed in our audit*
At the 30 June 2018, AssetOwl Limited recognised goodwill as disclosed in note 11. An annual impairment test for goodwill is required under Australian Accounting Standard (AASB) 136 Impairment of Assets. The assessment of the carrying value of goodwill is considered to be a key audit matter due to the significance of the asset to the Group's consolidated statement of financial position, and the assessment requires management to make significant judgements and estimates in determining the recoverable amount of goodwill.	In addressing this matter our procedures included, but were not limited to the following: • Evaluating management's impairment assessment of the goodwill by challenging the key estimates and assumptions used by management; • Challenging the appropriateness of the Capitalised Market Approach (fair value less cost of disposal) valuation method used to determine the fair value in accordance with AASB 13 Fair Value; • Assessing the carrying value of AssetOwl Limited's net assets with regard to the Group's market capitalisation as at 30 June 2018; and • Assessing the adequacy of the Group's disclosures and impairment assessment methodology as disclosed in note 11 to the financial report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 30 June 2018, but does not include the financial report and the auditor's report thereon.

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

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

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

Responsibilities of the directors for the Financial Report

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

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

Auditor's responsibilities for the audit of the Financial Report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

http://www.auasb.gov.au/auditors_responsibilities/ar1.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 15 to 25 of the directors' report for the year ended 30 June 2018.

In our opinion, the Remuneration Report of AssetOwl Limited, for the year ended 30 June 2018, complies with section 300A of the *Corporations Act 2001*.

Responsibilities

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

BDO Audit (WA) Pty Ltd

BDO

J Prue

Jarrad Prue

Director

Perth, 28 September 2018

ASX ADDITIONAL INFORMATION

Additional information required by the Australian Securities Exchange Ltd and not shown elsewhere in this report is as follows. The information is current as at 3 September 2018.

(a) Distribution of equity securities

	Ordinary Shares			
	Shares	Options	Vendor Options	Performance Rights
Holding		Number of Holders		
1 - 1,000	67	2	1	1
1,001 - 5,000	103	64	1	1
5,001 - 10,000	55	24	0	0
10,001 - 100,000	187	88	0	3
100,001 - and over	106	82	9	6
Total	**518**	**260**	**11**	**11**

There were 251 holders of less than a marketable parcel of ordinary shares.

(b) Top twenty shareholders

The names of the twenty largest holders of quoted equity securities are listed below:

Listed Fully Paid Ordinary Shares		Number of Shares	Percentage of Shares
1	TRIBIS PTY LTD	16,425,030	18.38%
2	OGEE AUSTRALIA PTY LTD	7,136,822	7.98%
3	NCKH PTY LTD	7,136,820	7.98%
4	MR CHRISTOPHER CHARLES INDERMAUR & MS RENA ELIIZABETH INDERMAUR	4,014,740	4.49%
5	IMPRINT INVESTMENTS PTY LTD	3,568,411	3.99%
6	CHESAPEAKE CAPITAL LTD	2,701,425	3.02%
7	M & K KORKIDAS PTY LTD	2,649,860	2.96%
8	MR DAVID JOHN BRADY & KATHLEEN ELLEN BRADY AND ROBERT FRANCIS BRADY	2,234,084	2.50%
9	MELSHARE NOMINEES PTY LTD	2,103,777	2.35%
10	MS CATHERINE ELLEN ARGALL	2,081,624	2.33%
11	RETZOS EXECUTIVE PTY LTD	1,450,000	1.62%
12	JASPER HILL RESOURCES PTY LTD	1,432,907	1.60%
13	TENALGA PTY LTD	1,310,804	1.47%
14	DECKET PTY LIMITED	1,200,000	1.34%
15	T T NICHOLLS PTY LTD	1,200,000	1.34%
16	ALLORA EQUITIES PTY LTD	794,979	0.89%
17	HANCOCK CORPORATE INVESTMENTS	750,000	0.84%
18	TALEX INVESTMENTS PTY LTD	660,000	0.74%

Listed Fully Paid Ordinary Shares		Number of Shares	Percentage of Shares
19	CHEETAH HOLDINGS PTY LTD	639,979	0.72%
20	MR MURRAY JAMES MCGILL & MRS SUZABBE APPEL MCGILL	606,703	0.68%
Total		**60,097,965**	**67.22%**

(c) Top twenty Option holders (exercisable @ 17.5c, expiring 30 September 2018)

Options over ordinary shares		Number of Options	Percentage of Options
1	RETZOS EXECUTIVE PTY LTD	1,668,542	8.45%
2	TRIBIS PTY LTD	1,625,000	8.23%
3	SAM GOULOPOULOS PTY LTD	531,250	2.69%
4	RETZOS FAMILY PTY LTD	520,000	2.63%
5	BRUCE MCCRACKEN	439,791	2.23%
6	HOWARD TRADING CO PTY LTD	426,667	2.16%
7	REDCLIFF PTY LTD	426,667	2.16%
8	GOLDFLEX CORPORATION PTY LTD	408,577	2.07%
9	ADVANCE PUBLICITY PTY LTD	401,250	2.03%
10	MR MICHAEL FRANK MANFORD	384,167	1.95%
11	MR CHRISTOPHER LESLIE LAWSON &	360,833	1.83%
12	YONDRO PTY LTD	330,000	1.67%
13	HARLIN PTY LTD	325,000	1.65%
14	MR ANTONY STEPHEN WHITE	325,000	1.65%
15	SHAYDEN NOMINEES PTY LTD	323,542	1.64%
16	MELSHARE NOMINEES PTY LTD	309,995	1.57%
17	MR RICHARD THOMAS HAYWARD DALY	308,125	1.56%
18	KIRZY PTY LTD	264,667	1.34%
19	OAKMOUNT NOMINEES PTY LTD	260,000	1.32%
20	SOMNUS PTY LTD	260,000	1.32%
		9,899,073	**50.15%**

ASX ADDITIONAL INFORMATION

(d) Top twenty Option holders (exercisable @ 37.5, expiring 30 June 2019)

	Options over ordinary shares	Number of Options	Percentage of Options
1	TRIBIS PTY LTD	2,581,197.00	25.45%
2	CHESAPEAKE CAPITAL LTD	1,341,510.00	13.23%
3	RIGI INVESTMENTS PTY LIMITED	683,352.00	6.74%
4	DECKET PTY LIMITED	570,869	5.63%
5	JASPER HILL RESOURCES PTY LTD	462,485	4.56%
6	M & K KORKIDAS PTY LTD	411,649	4.06%
7	TENALGA PTY LTD	287,500	2.84%
8	ALLORA EQUITIES PTY LTD	287,489	2.83%
9	CHEETAH HOLDINGS PTY LTD	287,489	2.83%
10	CORNELA PTY LTD	287,489	2.83%
11	T T NICHOLLS PTY LTD	287,489	2.83%
12	WALLCLIFFE COTTAGES PTY LTD	287,489	2.83%
13	KAHALA HOLDINGS PTY LTD	229,992	2.27%
14	GOLDSMITH GROUP PTY LTD	201,243	1.98%
15	ALDERHAUS PTY LTD	200,000	1.97%
16	ARREDO PTY LTD	200,000	1.97%
17	MR DAVID ARITI	150,000	1.48%
18	EST MR TREVOR NEIL HAY	147,718	1.46%
19	PENDAN PTY LTD	140,000	1.38%
20	S & J STONE PTY LIMITED	136,381	1.34%
		9,181,341	**90.51%**

(a) Unquoted Equity Securities

There are 5,000,000 options over ordinary shares ('Vendor Options') which were issued to the vendors of AssetOwl Technologies Pty Ltd, which was acquired on the 23rd of December 2016. These options are held by 11 parties, no party holds more than 20% of the total amount.

There are 10,649,319 Performance Rights held by the vendors of AssetOwl Technologies Pty Ltd, which was acquired on the 23rd of December 2016. These Performance Rights are held by 11 parties, no party holds more than 20% of the total amount.

ASX ADDITIONAL INFORMATION

(e) Substantial Shareholders

Substantial holders of shares in the in the Parent company are set out below

Ordinary Shares:

	Number	Percentage
TRIBIS PTY LTD	16,525,030	18.49%
OGEE AUSTRALIA PTY LTD	7,136,822	7.98%
NCKH PTY LTD	7,136,820	7.98%

Voting Rights

All ordinary shares (whether fully paid or not) carry one vote per share without restriction.

There are no voting rights attached to options or performance rights issued.

SCHEDULE OF MINERAL LICENCE INTERESTS

State	Lease	Lease Status	Grant Date	Project	Current Percentage of Interest
Queensland Tenements					
QLD	EPM16923	Granted	18/12/2009	Paroo Range	100%