

Appendix 4D

Half-Year Report

1. Company Details

Name of entity

Aeeris Limited

ABN or equivalent company reference

18 166 705 595

Financial half year ended ('current period')

31 December 2015

Financial half year ended ('previous quarter')

31 December 2014

2. Results for announcement to the market.

The information in this report should be read in conjunction with the 30 June 2015 Annual Financial Report.

| ASX Listing Rules Ref | | 2015 A\$ | 2014 A\$ | % Change |
|-----------------------|--|---------------------|-------------------------------|-------------|
| 2.1 | Revenue from ordinary activities | 682,931 | 481,487 | Up 41.84% |
| 2.2 | Profit/(Loss) from ordinary activities after tax attributable to members | (320,265) | (372,459) | Down 14.01% |
| 2.3 | Net Profit/(Loss) for the period attributable to members | (8,447) | (425,001) | Down 98.01% |
| 2.4 | Dividends (distributions) | Amount per security | Unfranked amount per security | |
| | Unfranked dividend amount per security | | | |
| | Final Dividend | Nil | Nil | |
| | Previous corresponding period | Nil | Nil | |
| | Interim Dividend | Nil | Nil | |
| | Previous corresponding period | Nil | Nil | |

| | | |
|-----|--|----------------------------------|
| 2.5 | Record date for Interim dividend Interim dividend payment dates | Not Applicable Not Applicable |
| 2.6 | A brief explanation of any of the figures in 2.1 to 2.4 necessary to enable the figures to be understood. Subsequent to 31 December 2014, directors amended the accounting policies in respect to development costs and how it is capitalised. | |

| | | | |
|----|---|-------------|-------------|
| 3. | Net Tangible Assets per security Net Tangible Assets per security \$0.05 \$0.01 | | |
| 4. | Details of entities over which control has been gained or lost during the period There are no entities over which control has been gained or lost during the period. | | |
| 5. | Details of Dividends | | |
| | | 2015 A\$ | 2014 A\$ |
| | Interim Dividend | Nil | Nil |
| 6. | Dividend or Distribution reinvestment plans There are no dividend or distribution reinvestment plans in operation. | | |
| 7. | Associates and joint venture entities There are no associates or relevant joint ventures. | | |
| 8. | Foreign Entity accounting standards Not applicable | | |
| 9. | Audit Statement This report is based on accounts to which one of the following applies. (Tick one) <ul style="list-style-type: none"> <input type="checkbox"/> The accounts have been audited. <input checked="" type="checkbox"/> The accounts have been subject to review. <input type="checkbox"/> The accounts are in the process of being audited or subject to review. <input type="checkbox"/> The accounts have <i>not</i> yet been audited or reviewed. | | |



Sign here: Date: 19 February 2016
(Director)

Print name: Kerry Plowright

Aeris Limited

**ABN 18 166 705 595
and Controlled Entities**

Consolidated Financial Report

For the period ended 31 December 2015

Aeris Limited

ABN 18 166 705 595
and Controlled Entities

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Aeris Limited

ABN 18 166 705 595
and Controlled Entities

Directors Report for the Half Year Ended 31 December 2015

Your Directors present their report together with the Consolidated Financial Statements of Aeris Limited ('the Company') for the half year ended 31 December 2015.

Directors

The names of the directors in office during and since the end of the financial period, unless otherwise stated, are as follows:

Mr Kerry Maurice Plowright

Mr Ben Loiterton

Mr Bryce Reynolds

Review and results of operations and financial position

The Company recorded a consolidated loss of \$8,447 for the period ended 31 December 2015 (2014 Loss: \$425,001).

Subsequent Events

The directors are not aware of any significant events since the end of the interim period.

Auditors' independence declaration

The lead auditors' independence declaration in accordance with section 307C of the Corporations Act 2001, for the period ended 31 December 2015 has been received and can be found on page 4.

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



Director:

Mr Kerry Maurice Plowright

Dated this 19th day of February 2016



**AEERIS LIMITED ABN 18 166 705 595
AND CONTROLLED ENTITIES**

**AUDITOR'S INDEPENDENCE DECLARATION UNDER S 307C
OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF AEERIS LIMITED**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2015 there have been no contraventions of:

- a. the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- b. any applicable code of professional conduct in relation to the review.

MNSA Pty Ltd

MNSA Pty Ltd

Mark Schiliro
Director

Sydney

Dated this 19th day of February 2016

AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | Notes | Consolidated Half Year Ended 31 Dec 2015 \$ | Consolidated Half Year Ended 31 Dec 2014 \$ |
|--|-------|---|---|
| Revenue | 2 | 682,931 | 481,487 |
| Other income | 2 | 30,990 | 5,690 |
| R & D refund | | 413,842 | - |
| Total income | | <u>1,127,763</u> | <u>487,177</u> |
| SMS Communication | | (103,270) | (67,441) |
| Weather Reports | | (34,977) | (36,113) |
| Licence Fees | | (61,265) | (5,627) |
| Subcontractors | | (110,557) | (113,698) |
| Consulting Fees | | (315,749) | (91,438) |
| Employee Benefits Expense | | (190,935) | (236,235) |
| IT Costs | | (37,228) | (104,675) |
| Other expenses from ordinary activities | 3 | (282,229) | (256,951) |
| Profit/(Loss) Before Income Tax | | <u>(8,447)</u> | <u>(425,001)</u> |
| Income tax expense | | - | - |
| Profit/(Loss) for the Period | | <u><u>(8,447)</u></u> | <u><u>(425,001)</u></u> |
| Earnings per Share | | | |
| From continuing and discontinued operations: | | | |
| - Basic loss per share (cents) | 11 | (0.02) | (1.10) |
| - Diluted loss per share (cents) | 11 | (0.02) | (1.10) |

The above consolidated statement of profit or loss should be read in conjunction with the accompanying notes.

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015

| | Notes | Consolidated As at 31-Dec-2015 \$ | Consolidated As at 30-Jun-2015 \$ |
|----------------------------------|-------|--|--|
| Current Assets | | | |
| Cash & cash equivalents | | 2,575,604 | 3,073,819 |
| Trade & other receivables | | 226,135 | 135,706 |
| Total Current Assets | | <u>2,801,739</u> | <u>3,209,525</u> |
| Non Current Assets | | | |
| Property, plant & equipment | | 58,059 | 59,554 |
| Intangibles | 4 | 1,511,660 | 1,133,222 |
| Other Assets | | 15,000 | 15,000 |
| Total Non Current Assets | | <u>1,584,719</u> | <u>1,207,776</u> |
| Total Assets | | <u>4,386,458</u> | <u>4,417,301</u> |
| Current Liabilities | | | |
| Trade & other payables | | 195,387 | 215,887 |
| Provisions | | 24,502 | 28,334 |
| Total Current Liabilities | | <u>219,889</u> | <u>244,221</u> |
| Total Liabilities | | <u>219,889</u> | <u>244,221</u> |
| Net Assets | | <u>4,166,569</u> | <u>4,173,080</u> |
| Equity | | | |
| Issued capital | 5 | 4,904,442 | 4,904,442 |
| Options Reserve | | 96,903 | 94,967 |
| Accumulated Losses | | (834,776) | (826,329) |
| Total Equity | | <u>4,166,569</u> | <u>4,173,080</u> |

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

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| Consolidated Group | Notes | Accumulated losses \$ | Options Reserve \$ | Issued Capital \$ | Total \$ |
|---------------------------------------|--------------|--------------------------------------|-----------------------------------|----------------------------------|---------------------|
| Balance as at 1 July 2014 | | (104,113) | - | 1,255,664 | 1,151,551 |
| Loss for the financial period | | (425,001) | - | - | (425,001) |
| Issue of shares | 5 | - | - | 500,000 | 500,000 |
| Costs of Issuing Shares | | - | - | (45,000) | (45,000) |
| Balance as at 31 December 2014 | | (529,114) | - | 1,710,664 | 1,181,550 |
| Balance as at 1 January 2015 | | (529,114) | - | 1,710,664 | 1,181,550 |
| Loss for the financial period | | (297,215) | - | - | (297,215) |
| Issue of shares | 5 | - | - | 3,625,000 | 3,625,000 |
| Issue of options | | - | 94,967 | - | 94,967 |
| Costs of Issuing Shares | | - | - | (431,222) | (431,222) |
| Balance as at 30 June 2015 | | (826,329) | 94,967 | 4,904,442 | 4,173,080 |
| Balance as at 1 July 2015 | | (826,329) | 94,967 | 4,904,442 | 4,173,080 |
| Loss for the financial period | | (8,447) | - | - | (8,447) |
| Issue of options | | - | 1,936 | - | 1,936 |
| Balance as at 31 December 2015 | | (834,776) | 96,903 | 4,904,442 | 4,166,569 |

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

AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2015

| | Consolidated Half Year Ended 31-Dec- 2015 | Consolidated Half Year Ended 31-Dec- 2014 |
|---|--|--|
| Cash flow from operating activities | | |
| Receipts from customers | 616,266 | 422,610 |
| R & D refund received | 413,842 | - |
| Payments to suppliers & employees | <u>(1,105,406)</u> | <u>(904,961)</u> |
| Net cash used in operating activities | (75,298) | (482,351) |
| Cash flow from investing activities | | |
| Purchases of property, plant & equipment | (11,011) | (45,536) |
| Payments for intangibles | (411,906) | - |
| Payments for Other Assets | <u>-</u> | <u>(15,000)</u> |
| Net cash used in investing activities | (422,917) | (60,536) |
| Cash flow from financing activities | | |
| Proceeds from the issue of shares | - | 500,000 |
| Fund Raising Expenses | <u>-</u> | <u>(45,000)</u> |
| Net cash provided by financing activities | - | 455,000 |
| Net decrease in cash held | (498,215) | (87,887) |
| Cash & cash equivalents at the beginning of the period | <u>3,073,819</u> | <u>450,339</u> |
| Cash & cash equivalents at the end of the period | <u>2,575,604</u> | <u>362,452</u> |

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 2015

NOTE 1. Statement of Significant Accounting Policies

Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2015 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The interim financial report is intended to provide users with an update on the latest annual financial statements of Aeeris Limited and its controlled entities (referred to as the “consolidated group” or “group”). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2015, together with any public announcements made during the following half-year.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

The company has considered the implications of new or Amended Standards, but determined that their application to the financial statements is either not relevant or not material.

Critical Accounting Estimates and Judgments

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

Key Estimates

Impairment

The company assesses impairment at the end of each reporting period by evaluation of conditions and events specific to the company that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Key Judgements`

Employee Benefits

For the purpose of measurement, AASB 119: Employee Benefits (September 2011) defines obligations for short-term employee benefits as obligations expected to be settled wholly before 12 months after the end of the annual reporting period in which the employees render the related services. As the company expects that all of its employees would use all of their annual leave entitlements earned during a reporting period before 12 months after the end of the reporting period, the directors consider that obligations for annual leave entitlements satisfy the definition of short-term employee benefits and, therefore, can be measured at the amounts expected to be paid to employees when the obligations are settled.

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 2015

| | Consolidated Half Year Ended 31-Dec-2015 \$ | Consolidated Half Year Ended 31-Dec-2014 \$ |
|--|--|--|
| NOTE 2. Revenue and Other Income | | |
| Revenue from ordinary activities | | |
| Sales Revenue: | | |
| Subscription Income | 682,931 | 480,949 |
| Rendering of services | - | 538 |
| | 682,931 | 481,487 |
| Other revenue: | | |
| Interest received | 30,990 | 3,279 |
| Sundry Revenue | - | 2,411 |
| | 30,990 | 5,690 |
| NOTE 3. Other Expenses | | |
| Expenses | | |
| Conferences | 6,490 | 13,234 |
| Secretarial Fee | 19,800 | 12,941 |
| Legal Fees | 9,031 | 40,171 |
| Rent | 36,887 | 24,962 |
| Travelling & Accommodation | 43,055 | 43,666 |
| Advertising & Marketing | 36,609 | 20,393 |
| Other operating expenses | 130,357 | 101,584 |
| | 282,229 | 256,951 |
| | Consolidated As at 31-Dec-2015 \$ | Consolidated As at 30-Jun-2015 \$ |
| NOTE 4. Intangible Assets | | |
| Goodwill | | |
| Opening Balance | 530,825 | 530,825 |
| Movements during the year | - | - |
| Accumulated Impairment Losses | - | - |
| Closing Balance | 530,825 | 530,825 |
| Directors test goodwill annually for impairment. | | |
| EWN Development Expenditure | | |
| Opening Balance | 602,397 | 208,918 |
| Movements during the year | 411,906 | 460,412 |
| Amortisation | (33,468) | (66,933) |
| Closing Balance | 980,835 | 602,397 |
| Total Intangibles | 1,511,660 | 1,133,222 |

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 2015

| | Consolidated As at 31-Dec-2015 \$ | Consolidated As at 30-Jun-2015 \$ |
|--|--|--|
| NOTE 5. Issued Capital | | |
| Fully Paid Ordinary Shares | 5,544,799 | 5,544,799 |
| Capital Raising Costs | (640,357) | (640,357) |
| Closing balance | 4,904,442 | 4,904,442 |
| Ordinary Shares | | |
| | No. | No. |
| Opening Issued Capital | 54,775,070 | 3,777,507 |
| Share Spilt (1:10) adjustment – 29 August 2014 | - | 33,997,563 |
| Shares Issued – 10 October 2014 | - | 2,500,000 |
| Shares Issued – 21 March 2015 | - | 14,500,000 |
| At the end of the reporting period | 54,775,070 | 54,775,070 |

NOTE 6. Dividends

No dividends were paid during the period.

NOTE 7. Events after the End of the Interim Period

The directors are not aware of any significant events since the end of the interim period.

NOTE 8. Interest in Subsidiaries

The consolidated financial statements include the financial statements of Aeeris Limited and its controlled entity.

| Company | Place of Incorporation | Principal Activities |
|-------------------------------|-------------------------------|-----------------------------|
| Early Warning Network Pty Ltd | Australia | Early Warning Notifications |

| Company | % of issued shares acquired |
|-------------------------------|------------------------------------|
| Early Warning Network Pty Ltd | 100% |

On 21 July 2015 Early Warning Network Pty Ltd changed its name from Look Here Pty Ltd.

NOTE 9. Operating Segments

There was only one operating segment during the period which was early warning notifications.

NOTE 10. Contingent Liabilities

There has been no change in contingent liabilities since the last annual reporting period.

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 2015

NOTE 11. Earnings Per Share

| | No. of Shares As at 31-Dec-2015 | No. of Shares As at 31-Dec-2014 |
|--|--|--|
| Weighted average number of ordinary shares used in calculating basic and diluted earnings per share. | 54,775,070 | 38,482,446 |
| | Consolidated As at 31-Dec-2015 | Consolidated As at 31-Dec-2014 |
| | \$ | \$ |
| Net Profit/(loss) after income tax attributable to shareholders | (8,447) | (425,001) |
| | Cents | Cents |
| Basic loss per share | (0.02) | (1.10) |
| Diluted loss per share | (0.02) | (1.10) |

NOTE 12. Fair Value Measurement

All financial instruments for which fair value is recognised or disclosed are categorised within the fair value hierarchy, described as follows, and based on the lowest level input that is significant to the fair value measurements as a whole:

Level 1 – Quoted market prices in an active market (that are unadjusted) for identical assets or liabilities.

Level 2 – Valuation techniques (for which the lowest level input that is significant to the fair value measurement is directly observable).

Level 3 – Valuation techniques (for which the lowest level input that is significant to the fair value measurement is unobservable).

The following table represents a comparison between the carrying amounts and fair values of financial assets and liabilities:

| | Level | As at 31 December 2015 | | As at 30 June 2015 | |
|------------------------------|-------|------------------------|------------|--------------------|------------|
| | | Carrying amount | Fair value | Carrying amount | Fair value |
| | | \$ | \$ | \$ | \$ |
| Financial assets | | | | | |
| Cash & cash equivalents | 1 | 2,575,604 | 2,575,604 | 3,073,819 | 3,073,819 |
| Other assets | 1 | 15,000 | 15,000 | 15,000 | 15,000 |
| Trade & other receivables | 1 | 226,135 | 226,135 | 135,706 | 135,706 |
| Financial liabilities | | | | | |
| Trade & other payables | 1 | (195,387) | (195,387) | (215,887) | (215,887) |

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED DECEMBER 2015

NOTE 12. Fair Value Measurement (Continued)

The following table represents a comparison between the carrying amounts and fair values of non-financial assets and liabilities:

| | Level | As at 31 December 2015 | | As at 30 June 2015 | |
|----------------------------------|-------|------------------------|------------|--------------------|------------|
| | | Carrying amount | Fair value | Carrying amount | Fair value |
| | | \$ | \$ | \$ | \$ |
| Non-financial assets | | | | | |
| Plant and equipment | 2 | 58,059 | 58,059 | 59,554 | 59,554 |
| Intangibles | 3 | 1,511,660 | 1,511,660 | 1,133,222 | 1,133,222 |
| Non-financial liabilities | | | | | |
| Provisions | 2 | (24,502) | (24,502) | (28,334) | (28,334) |

AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES

Directors' Declaration

In accordance with a resolution of the directors of Aeeris Limited, the directors declare that:

1. The financial statements and notes, as set out on pages 5 to 13, are in accordance with the Corporations Act 2001, including:
 - (a) complying with Accounting Standard AASB 134: *Interim Financial Reporting*; and
 - (b) giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 and of its performance for the half-year ended on that date.
2. In the director's opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.



Director: _____
Mr Kerry Maurice Plowright

Dated this 19th day of February 2016



**AEERIS LIMITED ABN 18 166 705 595
AND CONTROLLED ENTITIES**

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
AEERIS LIMITED**

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Aeeris Limited, which comprises the consolidated statement of financial position as at 31 December 2015, the consolidated statement of profit or loss, the consolidated statement of changes in equity, and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Directors' Responsibility for the Half-year Financial Report

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of Aeeris Limited's financial position as at 31 December 2015 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Aeeris Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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



Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

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

- (i) giving a true and fair view of Aeeris Limited's financial position as at 31 December 2015 and of its performance for the half-year ended on that date; and
- (ii) complying with AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

MNSA Pty Ltd

MNSA Pty Ltd

Mark Schiliro

Director

Sydney

Dated this 19th day of February 2016