

1. Company details

Name of entity:	BirdDog Technology Limited and controlled entities
ABN:	18 653 360 448
Reporting period:	For the half-year ended 31 December 2023
Previous period:	For the half-year ended 31 December 2022

2. Results for announcement to the market

			Consolidated 31 December 2023
			\$'000
Revenues from ordinary activities	down	30.5% to	10,654
Loss before income tax expense	increase	214.7% to	(5,290)
Loss from ordinary activities after tax attributable to the owners of BirdDog Technology Limited and controlled entities	increase	575.4% to	(5,822)
Loss for the half-year attributable to the owners of BirdDog Technology Limited and controlled entities	increase	575.4% to	(5,822)

Dividends

There were no dividends paid, recommended or declared during the current financial period.

Comments

For the half-year period ended 31 December 2023, the Group reported a loss after providing for income tax of \$5.822 million (PCP: loss of \$0.862 million), as well as a decline in revenue of 30.5% to \$10.65 million (PCP: \$15.33 million). Specifically, the following circumstances were factors of significance contributing to the loss after tax and revenue decline during the half-year:

- Supply chain disruptions were experienced as a result of the Group's principal camera contract manufacturer, resulting in an adverse impact on revenues, as announced to the market on 31 October, 8 and 13 November 2023 and 31 January 2024;
- Revenues from the United Kingdom and Europe region remains depressed, with this region historically bordering on dollar for dollar with North America in revenue, Europe's average for the half-year has been less than 50% compared to North America's revenue, with the Company's Europe region adversely impacted by the two major conflicts ongoing nearby coupled with the challenging macro-economic environment including interest rates and the cost of living crisis;
- Operating within these market conditions has been challenging globally for the Group, with supply chain disruptions adversely impacting marketing and sales efforts in moving the existing inventory, manifest in lower gross margins than historically achieved;
- The Group continues to invest in research and development (R&D), to which the spend for the half-year was \$2.35 million (PCP: \$1.73 million);
- The total investment in the Remedi integrated hardware and software solution ("Remedi"), including research & development activities as disclosed immediately above, was \$0.46 million (PCP: \$0.11 million);
- Redundancies for 13 employees in December 2023 amounted to an expense of \$0.32 million (PCP: \$0.00 million); and
- The loss after tax for the reporting period included the de-recognition of deferred tax assets through income tax expense of \$0.544 million.

The Group's cash position remains strong at \$20.57 million compared to \$22.59 million at 30 June 2023 and \$19.75 million as at 31 December 2022 (PCP). The Company bought-back its shares as part of its on-market buy-back program, buying back 5,431,014 shares (PCP of 151,297 shares) for the half-year period ended 31 December 2023 totalling \$0.694 million (PCP: \$0.023 million).

The Board and management's focus areas for the Group include:

- Continued and significant investment in R&D, to accelerate the next-generation portfolio of products to market;
- Substantial investment in Remedi, to accelerate the commercialisation of BirdDog's integrated hardware and software solution with immediate and proven medical applications;
- Geographic diversification of its contract manufacturing, stabilising supply chain disruptions, accelerating next-generation products to market and elevating historical margins; and
- A focus on overhead optimisation, which included a reduction in employee benefits expenses through the above-mentioned redundancies representing an annualised saving of \$1.79 million, coupled with other cost improvement initiatives implemented in December 2023. The total estimated annualised overhead saving for the Group as a result of these measures is more than \$2.00 million.

Of the \$5.757 million of deposits on inventory paid in cash to contract manufacturers for future inventory orders as disclosed within Note 6, \$4.219 million is the subject of proceedings issued by the Company in the Federal District Court in the State of California against the Company's original camera contract manufacturer, as announced to the market on 8 November 2023. The Group has initiated legal proceedings for the return of these outstanding deposits on inventory plus damages for the disruption to the supply chain. Further, in an updated announcement on 29 January 2024, the counter-party has issued counter proceedings against the Group in the Federal Court of Australia in the State of Victoria.

3. Net tangible assets

	Consolidated	
	31 December 2023	31 December 2022
	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	19.29	20.89

The net tangible assets per ordinary share amount is calculated based on 193,041,087 ordinary shares on issue as at 31 December 2023 (31 December 2022: 204,464,088 ordinary shares).

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period

There were no dividends paid, recommended or declared during the current financial period.

Previous period

There were no dividends paid, recommended or declared during the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Not applicable.

9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Not applicable.

10. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements were subject to a review by the independent auditor resulting in an unqualified conclusion. The review report is attached as part of the half-year financial report.

11. Attachments

Details of attachments (if any):

The half-year financial report of BirdDog Technology Limited and controlled entities for the half-year ended 31 December 2023 is attached.

12. Signed

A handwritten signature in black ink, appearing to be "John Dixon", with a long horizontal stroke extending to the right.

Signed

Date: 27 February 2024

John Dixon
Non-executive Chair



BirdDog Technology Limited and controlled entities

ABN 18 653 360 448

Half-year financial report - 31 December 2023



Directors	John Dixon (Non-executive Chair) Dan Miall (Managing Director and Chief Executive Officer) Andrew Baxter (Non-executive Director) Joanne Moss (Non-executive Director) Alan Sparks, appointed 29 January 2024 (Non-executive Director) Peter Cooke, appointed 29 January 2024 (Non-executive Director)
Company secretary	Justin Mouchacca
Chief Financial Officer	Barry Calnon
Registered office	Level 21, 459 Collins Street Melbourne VIC 3000
Principal place of business	Level 4 1-9 Sackville Street Collingwood VIC 3066
Share register	Automic Pty Ltd
Auditor	Pitcher Partners Level 13, 664 Collins Street Docklands VIC 3008
Stock exchange listing	BirdDog Technology Limited and controlled entities shares are listed on the Australian Securities Exchange (ASX code: BDT)
Website	https://birddog.tv/

BirdDog Technology Limited and controlled entities
Contents
31 December 2023



Directors' report	3
Auditor's independence declaration	5
Condensed consolidated statement of profit or loss and other comprehensive income	6
Condensed consolidated statement of financial position	7
Condensed consolidated statement of changes in equity	8
Condensed consolidated statement of cash flows	9
Notes to the condensed consolidated financial statements	10
Directors' declaration	15
Independent auditor's review report to the members of BirdDog Technology Limited and controlled entities	16

The directors present their report, together with the condensed consolidated financial statements of BirdDog Technology Limited (the “company” or “parent entity”) and controlled entities (“BirdDog” or the “Group”) for the half-year ended 31 December 2023.

Directors

The following persons were directors of BirdDog Technology Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Mr John Dixon - Non-executive Chair
Mr Dan Miall - Managing Director and Chief Executive Officer
Mr Andrew Baxter - Non-executive Director
Ms Joanne Moss - Non-executive Director
Mr Alan Sparks, appointed 29 January 2024 - Non-executive Director
Mr Peter Cooke, appointed 29 January 2024 - Non-executive Director

Principal activities

During the financial half-year the principal continuing activities of the consolidated entity consisted of developing and manufacturing global video technology that enhances the quality, speed and flexibility of video through a range of solutions, augmented with NDI®. These solutions are then sold through a network of distributors and resellers and direct, to individuals and organisations within professional video, corporate AV and digital signage markets who demand broadcast quality video content.

Review of operations

For the half-year period ended 31 December 2023, the Group reported a loss after providing for income tax of \$5.822 million (PCP: loss of \$0.862 million), as well as a decline in revenue of 30.5% to \$10.65 million (PCP: \$15.33 million). Specifically, the following circumstances were factors of significance contributing to the loss after tax and revenue decline during the half-year:

- Supply chain disruptions were experienced as a result of the Group’s principal camera contract manufacturer, resulting in an adverse impact on revenues, as announced to the market on 31 October, 8 and 13 November 2023 and 31 January 2024;
- Revenues from the United Kingdom and Europe region remains depressed, with this region historically bordering on dollar for dollar with North America in revenue, Europe’s average for the half-year has been less than 50% compared to North America’s revenue, with the Company’s Europe region adversely impacted by the two major conflicts ongoing nearby coupled with the challenging macro-economic environment including interest rates and the cost of living crisis;
- Operating within these market conditions has been challenging globally for the Group, with supply chain disruptions adversely impacting marketing and sales efforts in moving the existing inventory, manifest in lower gross margins than historically achieved;
- The Group continues to invest in research and development (R&D), to which the spend for the half-year was \$2.35 million (PCP: \$1.73 million);
- The total investment in the Remedi integrated hardware and software solution (“Remedi”), including research & development activities as disclosed immediately above, was \$0.46 million (PCP: \$0.11 million);
- Redundancies for 13 employees in December 2023 amounted to an expense of \$0.32 million (PCP: \$0.00 million); and
- The loss after tax for the reporting period included the de-recognition of deferred tax assets through income tax expense of \$0.544 million.

The Group's cash position remains strong at \$20.57 million compared to \$22.59 million at 30 June 2023 and \$19.75 million as at 31 December 2022 (PCP). The Company bought-back its shares as part of its on-market buy-back program, buying back 5,431,014 shares (PCP of 151,297 shares) for the half-year period ended 31 December 2023 totalling \$0.694 million (PCP: \$0.023 million).

The Board and management's focus areas for the Group include:

- Continued and significant investment in R&D, to accelerate the next-generation portfolio of products to market;
- Substantial investment in Remedi, to accelerate the commercialisation of BirdDog's integrated hardware and software solution with immediate and proven medical applications;
- Geographic diversification of its contract manufacturing, stabilising supply chain disruptions, accelerating next-generation products to market and elevating historical margins; and
- A focus on overhead optimisation, which included a reduction in employee benefits expenses through the above-mentioned redundancies representing an annualised saving of \$1.79 million, coupled with other cost improvement initiatives implemented in December 2023. The total estimated annualised overhead saving for the Group as a result of these measures is more than \$2.00 million.

Of the \$5.757 million of deposits on inventory paid in cash to contract manufacturers for future inventory orders as disclosed within Note 6, \$4.219 million is the subject of proceedings issued by the Company in the Federal District Court in the State of California against the Company's original camera contract manufacturer, as announced to the market on 8 November 2023. The Group has initiated legal proceedings for the return of these outstanding deposits on inventory plus damages for the disruption to the supply chain. Further, in an updated announcement on 29 January 2024, the counterparty has issued counter proceedings against the Group in the Federal Court of Australia in the State of Victoria.

Significant changes in the state of affairs

There were no other significant changes in the state of affairs of the consolidated entity during the financial half-year.

Matters subsequent to the end of the financial half-year

Aside from the matters disclosed under review of operations, no other matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

Rounding of amounts

The company is of a kind referred to in *Corporations Instrument 2016/191*, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this directors' report.

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

On behalf of the directors



John Dixon
Non-executive Chair

27 February 2024

**BIRDDOG TECHNOLOGY LIMITED
AND CONTROLLED ENTITIES
ABN 18 653 360 448**

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF BIRDDOG TECHNOLOGY LIMITED**

In relation to the independent auditor's review for the half-year ended 31 December 2023, to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act 2001*; and
- (ii) no contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.

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



T LAPHORNE
Partner



PITCHER PARTNERS
Melbourne

27 February 2024

BirdDog Technology Limited and controlled entities
Condensed consolidated statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2023



		Consolidated	
	Note	31 December 2023	31 December 2022
		\$'000	\$'000
Revenue from contracts with customers	5	10,654	15,332
Other income		336	144
Total revenue		<u>10,990</u>	<u>15,476</u>
Cost of sales		(7,999)	(11,095)
Depreciation and amortisation expense		(219)	(199)
Employee benefits expense		(2,658)	(2,161)
Finance costs		(97)	(64)
Professional fees		(1,027)	(492)
Research and development costs		(2,348)	(1,734)
Software licensing fees		(719)	(684)
Marketing and travel expenses		(691)	(1,439)
Other expenses		(215)	(305)
Foreign currency translation gains/(losses)		(307)	1,016
Total expenses		<u>(16,280)</u>	<u>(17,157)</u>
Loss before income tax expense		(5,290)	(1,681)
Income tax (expense) / benefit		(532)	819
Loss after income tax (expense) / benefit for the half-year attributable to the owners of BirdDog Technology Limited and controlled entities		<u>(5,822)</u>	<u>(862)</u>
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operations		4	7
Other comprehensive income for the half-year, net of tax		4	7
Total comprehensive loss for the half-year attributable to the owners of BirdDog Technology Limited and controlled entities		<u>(5,818)</u>	<u>(855)</u>
		Cents	Cents
Basic loss per share	9	(2.99)	(0.42)
Diluted loss per share	9	(2.99)	(0.42)

The above condensed consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

BirdDog Technology Limited and controlled entities
Condensed consolidated statement of financial position
As at 31 December 2023



		Consolidated	
	Note	31 December 2023 \$'000	30 June 2023 \$'000
Assets			
Current assets			
Cash and cash equivalents		20,566	22,586
Receivables		1,785	1,880
Inventories	6	11,765	15,000
Other assets		870	415
Total current assets		34,986	39,881
Non-current assets			
Property, plant and equipment		558	576
Lease assets		1,533	1,601
Intangibles		400	400
Other assets		166	188
Deferred tax assets		-	544
Total non-current assets		2,657	3,309
Total assets		37,643	43,190
Liabilities			
Current liabilities			
Payables		1,838	775
Contract liabilities		42	44
Lease liabilities		222	211
Current tax liabilities		(25)	38
Provisions		743	833
Total current liabilities		2,820	1,901
Non-current liabilities			
Lease liabilities		1,366	1,481
Provisions		119	58
Total non-current liabilities		1,485	1,539
Total liabilities		4,305	3,440
Net assets		33,338	39,750
Equity			
Issued capital	7	45,439	46,133
Reserves		1,026	1,127
Accumulated losses		(13,127)	(7,510)
Total equity		33,338	39,750

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

BirdDog Technology Limited and controlled entities
Condensed consolidated statement of changes in equity
For the half-year ended 31 December 2023



Consolidated	Issued capital \$'000	Reserves \$'000	Accumulated losses \$'000	Total equity \$'000
Balance at 1 July 2022	46,956	996	(2,123)	45,829
Loss after income tax expense for the half-year	-	-	(862)	(862)
Other comprehensive income for the half-year, net of tax	-	7	-	7
Total comprehensive loss for the half-year	-	7	(862)	(855)
<i>Transactions with owners in their capacity as owners:</i>				
On-market share buy-back (note 7)	(23)	-	-	(23)
Share-based payments	-	184	-	184
Balance at 31 December 2022	46,933	1,187	(2,985)	45,135

Consolidated	Issued capital \$'000	Reserves \$'000	Accumulated losses \$'000	Total equity \$'000
Balance at 1 July 2023	46,133	1,127	(7,510)	39,750
Loss after income tax expense for the half-year	-	-	(5,822)	(5,822)
Other comprehensive income for the half-year, net of tax	-	4	-	4
Total comprehensive loss for the half-year	-	4	(5,822)	(5,818)
<i>Transactions with owners in their capacity as owners:</i>				
On-market share buy-back (note 7)	(694)	-	-	(694)
Transfer of expired share rights	-	(205)	205	-
Share-based payments	-	100	-	100
Balance at 31 December 2023	45,439	1,026	(13,127)	33,338

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

BirdDog Technology Limited and controlled entities
Condensed consolidated statement of cash flows
For the half-year ended 31 December 2023



Note	Consolidated	
	31 December 2023 \$'000	31 December 2022 \$'000
Cash flows from operating activities		
Receipts from customers	10,661	15,341
Payments to suppliers and employees	(11,853)	(19,032)
Tax payments	(43)	(268)
Finance costs	(58)	(64)
Interest received	336	144
	<u> </u>	<u> </u>
Net cash used in operating activities	(957)	(3,879)
Cash flows from investing activities		
Payments for property, plant and equipment	(71)	(349)
	<u> </u>	<u> </u>
Net cash used in investing activities	(71)	(349)
Cash flows from financing activities		
Principle portion of lease payments	(103)	(88)
On-market share buy-back	(694)	(23)
	<u> </u>	<u> </u>
Net cash used in financing activities	(797)	(111)
Net decrease in cash and cash equivalents	(1,825)	(4,339)
Cash and cash equivalents at the beginning of the financial half-year	22,586	23,168
Effects of exchange rate changes on cash and cash equivalents	(195)	920
	<u> </u>	<u> </u>
Cash and cash equivalents at the end of the financial half-year	<u>20,566</u>	<u>19,749</u>

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

Note 1. General information

The financial statements cover BirdDog Technology Limited and controlled entities as a Group. The financial statements are presented in Australian dollars, which is the Group's functional and presentation currency.

BirdDog Technology Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office	Principal place of business
Level 21, 459 Collins Street Melbourne VIC 3000	Level 4, 1-9 Sackville Street Collingwood VIC 3066

A description of the nature of the Group's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 27 February 2024.

Note 2. Significant accounting policies

(a) Basis of preparation of the half-year financial report

The financial statements for the half-year reporting period ended 31 December 2023 have been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

These condensed consolidated financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual financial report for the Group for the year ended 30 June 2023 and any public announcements during the interim reporting period in accordance with continuous disclosure requirements of the *Corporations Act 2001*.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the policies stated below.

Historical Cost Convention

The financial report has been prepared under the historical cost convention, as modified by revaluations to fair value for certain classes of assets and liabilities as described in the accounting policies.

(b) Going concern

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

The Group recorded a loss before income tax of \$5.29 million for the half year ended 31 December 2023 (2022: loss before income tax: \$1.68 million). The Group recorded a loss after income tax of \$5.82 million for the half year ended 31 December 2023 (31 December 2022: loss before income tax: \$0.86 million). At 31 December 2023 the Group has net assets of \$33.34 million (30 June 2023: \$39.75 million). At 31 December 2023 the Group has cash and cash equivalents of \$20.57 million (30 June 2023: \$22.59 million).

The Group generated a deficiency in cash flows from operating activities of \$0.96 million. When deposits for future orders (that secure the Group's supply chain and subsequent delivery of finished goods) are excluded, the deficiency in cash flows generated from operating activities is \$0.18 million.

The directors have concluded that the going concern basis is appropriate based on analysis of the Group's recent performance and financial forecasts for the next 12 months from the signing of the Director's report. Forecasts indicate that the Group will have sufficient cash to pay its debts as and when they fall due.

(c) Comparatives

Where necessary, comparative information has been reclassified and repositioned for consistency with current half-year disclosures.

Note 2. Significant accounting policies (continued)

(d) Rounding of amounts

The Group is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

(e) New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. None of these accounting standards mandatorily adopted for the first time materially affected any of the amounts recognised in the current period.

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

Note 3. Critical accounting judgements, estimates and assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The consolidated half-year financial report has been prepared using the same accounting policies as used in the annual financial statements of the consolidated entity for the year ended 30 June 2023. Significant accounting policies that summarise the measurement basis used and are relevant to an understanding of the financial statements are provided in the annual financial report.

Note 4. Operating segments

The Group operated predominantly in the developing and manufacturing hardware and software video technology solutions industry. Under AASB 8 *Operating segments*, an operating segment is a component of an entity:

- (a) that engages in business activities from which it may earn revenues and expenses (including revenues and expenses relating to transactions with other components of the same entity),
- (b) whose operating results are regularly reviewed by the Group's chief operating decision maker to make decisions about resources to be allocated to the segment and to assess its performance, and
- (c) for which discrete financial information is available.

The board reviews the Group's results as a whole within the business segment of developing and manufacturing hardware and software video technology solutions. As such, the Group is only considered to have one operating segment at the Group level.

Note 5. Revenue from contracts with customers

	Consolidated	
	31 December 2023 \$'000	31 December 2022 \$'000
Core product sales	10,494	15,181
Software licensing fees	160	151
	<u>10,654</u>	<u>15,332</u>

The Group commonly reviews sales by territory, or geographical region, to better understand the market demand levels within the territories the business operates in. Tabulated below are the core product sales by geographical region:

Core product sales

North America region	6,220	7,386
Europe and the United Kingdom	2,046	4,106
Asia Pacific region	1,903	3,196
Latin America ("LATAM") region	325	493
	<u>10,494</u>	<u>15,181</u>

Note 6. Inventories

	Consolidated	
	31 December 2023 \$'000	30 June 2023 \$'000
Raw materials	1,290	814
Finished goods	4,718	7,312
Deposits on inventory	5,757	6,874
	<u>11,765</u>	<u>15,000</u>

Deposits on inventory represent a 30% deposit placed with suppliers for inventory that has not been received prior to the end of the reporting period. Of the \$5.757m paid in cash representing deposits made on inventory orders, \$4.219m is the subject of proceedings issued by the Company in the Federal District Court in the State of California against the Company's original camera contract manufacturer.

Note 7. Issued capital

	Consolidated			
	31 December 2023 Shares	30 June 2023 Shares	31 December 2023 \$'000	30 June 2023 \$'000
Ordinary shares - fully paid	<u>193,041,087</u>	<u>198,472,101</u>	<u>45,439</u>	<u>46,133</u>

Note 7. Issued capital (continued)

Movements in ordinary share capital

Details	Date	Shares	Issue price	\$'000
Balance	1 July 2022	204,615,385		49,956
Share buy-backs on-market	14-29 December 2022	<u>(151,297)</u>	-	<u>(23)</u>
Balance	31 December 2022	<u>204,464,088</u>		<u>46,933</u>

Details	Date	Shares	Issue price	\$'000
Balance	1 July 2023	198,472,101		46,133
Share buy-backs on-market	14 Sept. - 11 Oct. 2023	(2,787,675)	-	(359)
Share buy-backs on-market	12 Oct. - 6 Nov. 2023	(2,343,398)	-	(298)
Share buy-backs on-market	7 Nov. - 4 Dec. 2023	<u>(299,941)</u>	-	<u>(37)</u>
Balance	31 December 2023	<u>193,041,087</u>		<u>45,439</u>

Share buy-back

On 18 November 2022, the Company announced plans for an on-market share buy-back program for up to \$2 million of ordinary shares of the Company as part of its capital management strategy. 5,431,014 ordinary shares were acquired under the share buy-back program during the half year ended 31 December 2023 (PCP: 151,297). The 12-month buy-back formally ended on 13 December 2023 whereby the number of total shares bought back under the program was 12,574,298 for a total of \$1,641,841.

Issue of options, share rights and performance rights

There were no options, share rights or performance rights issued during the half year ended 31 December 2023.

Dividends paid or declared

There were no dividends paid, recommended or declared during the half year ended 31 December 2023.

Note 8. Events after the reporting period

Aside from the matters disclosed in the Directors' Report, no other matter or circumstance has arisen since 31 December 2023 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.



Note 9. Loss per share

	Consolidated	
	31 December 2023	31 December 2022
	\$'000	\$'000
Loss after income tax attributable to the owners of BirdDog Technology Limited and controlled entities	<u>(5,822)</u>	<u>(862)</u>
	Number	Number
Weighted average number of ordinary shares used in calculating basic loss per share	<u>195,015,692</u>	<u>204,604,728</u>
Weighted average number of ordinary shares used in calculating diluted loss per share	<u>195,015,692</u>	<u>204,604,728</u>
	Cents	Cents
Basic loss per share	(2.99)	(0.42)
Diluted loss per share	(2.99)	(0.42)

BirdDog Technology Limited and controlled entities
Directors' declaration
31 December 2023



The directors declare that:

1. In the directors' opinion, the financial statements and notes thereto, as set out on pages 6 to 14, are in accordance with the *Corporations Act 2001*, including:
 - a) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
 - b) giving a true and fair view of the financial position of the Group as at 31 December 2023 and of its performance for the half-year ended on that date.
2. In the directors' opinion, there are reasonable grounds, at the date of this declaration, to believe that BirdDog Technology Limited will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.

On behalf of the directors

A handwritten signature in black ink, appearing to be "John Dixon", written over a horizontal line.

John Dixon
Non-executive Chair

27 February 2024

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

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of BirdDog Technology Limited ("the Company") and its controlled entities ("the Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2023, the condensed consolidated statement of profit or loss and comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other explanatory information, and the Directors' declaration.

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

- a) giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

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

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

Responsibility of the Directors for the Financial Report

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

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF BIRDDOG TECHNOLOGY LIMITED

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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



T LAPHORNE
Partner



PITCHER PARTNERS
Melbourne

27 February 2024