

APPENDIX 4D

Interim Financial Report Half-year Ended 31 December 2022

Name of entity

Advanced Share Registry Limited

ABN or equivalent company reference

14 127 175 946

Half-year (current period)

31 December 2022
(Previous corresponding period:
31 December 2021)

Results for announcement to the market

Extract from this report for announcement to the market

| | | | | | \$AUD |
|---|------|---------------------|----|-----------------------------|-------|
| Revenues from ordinary activities | Down | 9.77% | to | 3,028,792 | |
| Profit from ordinary activities after tax attributable to members | Down | 20.77% | to | 901,487 | |
| Net profit for the period attributable to members | Down | 20.77% | to | 901,487 | |
| Dividends (distributions) | | Amount per security | | Franked amount per security | |
| Interim dividend paid | | 0.50¢ | | 0.50¢ | |
| Previous corresponding period | | 0.50¢ | | 0.50¢ | |
| Record date for determining entitlements to the dividend | | 6 February 2023 | | | |

APPENDIX 4D

Interim Financial Report Half-year Ended 31 December 2022

Dividends

Date the dividend (distribution) paid

8 February 2023

⁺Record date to determine entitlements to the dividend (distribution) (i.e., on the basis of proper instruments of transfer received by 5.00 pm if ⁺securities are not ⁺CHESS approved, or security holding balances established by 5.00 pm or such later time permitted by SCH Business Rules if ⁺securities are ⁺CHESS approved)

6 February 2023

Amount per security

| | Amount per security | Franked amount per security at | Amount per security of foreign source dividend |
|--------------------------|---------------------|--------------------------------|--|
| Final dividend: | | | |
| Current year | 0.50c | 0.50c (25% tax) | Nil |
| Previous year | 0.67c | 0.67c (26% tax) | Nil |
| Interim dividend: | | | |
| Current year | 0.50c | 0.50c (25% tax) | Nil |
| Previous year | 0.50c | 0.50c (25% tax) | Nil |

Total dividend (distribution) per security (interim *plus* final)

| | Current year | Previous year |
|----------------------------------|--------------|---------------|
| ⁺ Ordinary securities | 1.00c | 1.17c |

Net tangible asset

| | 31 December 2022 | 31 December 2021 |
|---|------------------|--------------------------|
| ⁺ Net tangible asset value per ordinary securities | 3.58c | Restated 3.80c |

Audit

The accounts have been subject to audit review.

Stuart Third

Director/Company Secretary
Perth, Western Australia

ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES
ABN 14 127 175 946

CONDENSED
INTERIM FINANCIAL REPORT
31 DECEMBER 2022

This report should be read conjunction with the Annual Report of the Company for the year ended 30 June 2022

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES**
ABN 14 127 175 946

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**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES**

ABN 14 127 175 946

CORPORATE DIRECTORY

Board of Directors

| | |
|---------------|---|
| Simon Cato | Non-Executive Chairman |
| Kim Chong | Managing Director and Chief Executive Officer |
| Stuart Third | Non-Executive Director |
| Jeffrey Broun | Non-Executive Director |

Registered Office

Suite 51
11 Tanunda Drive
Rivervale WA 6103
Telephone: +61 8 9368 0336
Email: s.third@advancedshare.com.au

Company Secretary

Stuart Third

Stock Exchange Listing

ASX Code ASW

Advanced Share Registry Limited is a company limited by shares, incorporated in Australia.

Corporate Office

110 Stirling Highway
Nedlands WA 6009
Telephone: +61 8 9389 8033
Facsimile: +61 8 9262 3723
Website: www.advancedshare.com.au
Email: admin@advancedshare.com.au

Sydney Office

8H/325 Pitt Street
Sydney NSW 2000
Telephone: +61 2 8096 3502
Website: www.advancedshare.com.au
Email: admin@advancedshare.com.au

Share Registry

Advanced Share Registry Services
110 Stirling Highway
Nedlands WA 6009
Telephone: +61 8 9389 8033
Facsimile: +61 8 6370 4203
Website: www.advancedshare.com.au
Email: admin@advancedshare.com.au

Solicitors

Cullen Macleod
2/95 Stirling Hwy, Nedlands
WA 6009

Auditors

Pitcher Partners BA&A Pty Ltd
Level 11, 12-14 The Esplanade
Perth WA 6000

ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES
ABN 14 127 175 946

DIRECTORS' REPORT

Your directors submit the condensed interim financial report of Advanced Share Registry Limited (the "Company") and its controlled entities (the "Group") for the half-year ended 31 December 2022.

Directors of the Group in office at any time during the half-year and up to the date of this report are:

| | |
|---------------|---|
| Simon Cato | Non-Executive Chairman |
| Kim Chong | Managing Director and Chief Executive Officer |
| Stuart Third | Non-Executive Director & Company Secretary |
| Jeffrey Broun | Non-Executive Director |

Review of Results & Operations

As disclosed in the financial statements, the Group recorded an after-tax profit of \$897,195 (2021 \$1,137,706) for the half-year to 31 December 2022.

This profit was recorded on revenue of \$3,028,792 (2021 \$3,356,664).

The Group has seen market conditions slowing when compared to the prior two years. Conditions have returned to a more normal level of activity after the increased level of market activity and corporate actions during the COVID-19 pandemic period, and then have slowed further as economic and cost of living pressures have impacted on market activity. As evidence of the slowing of market conditions, new listings during the calendar year 2022 were 89 compared to 202 in the same period in 2021. Only 39 of the 89 new listings in the 2022 year were conducted in the period from 1 July 2022 to 31 December 2022.

The Group's operations have also experienced a shift in the way its clients are communicating and dealing with their members as a result of the recent legislative changes allowing companies to release more information electronically. More shareholders are electing to receive communications electronically and more companies are electing to provide information via electronic means where permitted reducing requirements for printing and postage over the period. The impact of this has positive returns for community and environment as less resources are required to provide the communications electronically.

The Group continues to expand its ability to host virtual and hybrid meetings for clients and non-clients alike, and has managed to contain and minimise operating costs despite the inflationary environment currently impacting supplies. Investment in new technology and equipment assists to reduce operating expenditure, although it does increase the depreciation charge to profit.

The Group is considering options available for and undertaking further investment in new strategies to open new pathways for revenue as well as continuing measures to reduce or remove costs were possible.

The Group expects market conditions to continue at similar reduced levels for the immediate future as economic conditions continue to decline through the impact of inflation and rising interest rates in the short to medium term.

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES**
ABN 14 127 175 946

DIRECTORS' REPORT

Dividends

On 27 January 2023, the Company declared an interim dividend of 0.50c per share fully franked at 25%. The interim dividend was paid on 8 February 2023.

| Dividends Paid or Recommended | Cents | Total |
|---|--------------|--------------|
| Final dividend paid - 20 August 2022 | 0.50c | \$967,039 |
| Interim dividend paid - 8 February 2023 | 0.50c | \$967,038 |

Auditor's Independence Declaration

The auditor's independence declaration for the half-year ended 31 December 2022 has been given and can be found on page 5 of this report.

Rounding amount

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in the directors' report and in the financial report have been rounded to the nearest dollar.

Signed in accordance with a resolution of the Board of Directors



Simon Cato
Chairman of Directors

Signed at Perth on 23 February 2023

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF ADVANCED SHARE REGISTRY LIMITED AND ITS
CONTROLLED ENTITIES**

In relation to the independent auditor's review for the half-year ended 31 December 2022, 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 Advanced Share Registry Limited and the entities it controlled during the period.

Pitcher Partners BA&A Pty Ltd

PITCHER PARTNERS BA&A PTY LTD

Michael Fay

MICHAEL FAY
Executive Director
23 February 2023

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES**
ABN 14 127 175 946

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME FOR
THE HALF-YEAR ENDED 31 DECEMBER 2022**

| | Note | 31.12.2022 \$ | 31.12.2021 \$ |
|---|------|------------------|------------------|
| Revenue from contracts with customers | 2 | 3,028,792 | 3,356,664 |
| Other income | | 103,318 | 19,327 |
| Occupancy expenses | | (63,340) | (77,446) |
| Administrative expenses | | (1,049,796) | (1,018,624) |
| Other operating expenses | | (665,653) | (609,944) |
| Finance costs | | (7,594) | (9,409) |
| Depreciation and amortisation | | (145,647) | (141,627) |
| Profit before income tax | | 1,200,080 | 1,518,941 |
| Income tax expense | | (302,885) | (381,235) |
| Profit after income tax | | 897,195 | 1,137,706 |
| Other Comprehensive Income for the half-year | | | |
| Other comprehensive income, net of tax | | - | - |
| Total Comprehensive Income for the half-year | | 897,195 | 1,137,706 |
| Profit attributable to: | | | |
| Owners of the Company | | 901,487 | 1,140,508 |
| Non-controlling interests | | (4,292) | (2,802) |
| | | 897,195 | 1,137,706 |
| Total Comprehensive income attributable to: | | | |
| Owners of the Company | | 901,487 | 1,140,508 |
| Non-controlling interests | | (4,292) | (2,802) |
| | | 897,195 | 1,137,706 |
| Earnings per share for profit attributable to the equity holders of the Company: | | | |
| Basic earnings per share | | 0.464c | 0.588c |
| Diluted earnings per share | | 0.464c | 0.588c |

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

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES**
ABN 14 127 175 946

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022**

| | 31.12.2022 | 30.06.2022 |
|---|-------------------------|-------------------------|
| | \$ | \$ |
| ASSETS | | |
| Current Assets | | |
| Cash and cash equivalents | 3,636,169 | 4,186,700 |
| Trade and other receivables | 1,117,461 | 653,216 |
| Other current assets | 122,787 | 78,884 |
| Total Current Assets | <u>4,876,417</u> | <u>4,918,800</u> |
| Non-current Assets | | |
| Property, plant and equipment | 1,105,753 | 1,027,565 |
| Investment property | 2,150,000 | 2,150,000 |
| Intangible assets | 1,067,509 | 1,072,003 |
| Leased assets | 286,408 | 382,749 |
| Deferred tax assets | 316,639 | 313,262 |
| Total Non-current Assets | <u>4,926,309</u> | <u>4,945,579</u> |
| TOTAL ASSETS | <u><u>9,802,726</u></u> | <u><u>9,864,379</u></u> |
| LIABILITIES | | |
| Current Liabilities | | |
| Trade and other payables | 376,385 | 229,992 |
| Current tax liabilities | 82,303 | 151,183 |
| Lease liabilities | 196,769 | 190,205 |
| Provisions | 571,381 | 515,090 |
| Total Current liabilities | <u>1,226,838</u> | <u>1,086,470</u> |
| Non-current liabilities | | |
| Provisions | 11,082 | 15,043 |
| Lease liabilities | 102,628 | 203,692 |
| Deferred tax liabilities | 458,504 | 485,029 |
| Total Non-current liabilities | <u>572,214</u> | <u>703,764</u> |
| TOTAL LIABILITIES | <u>1,799,052</u> | <u>1,790,234</u> |
| NET ASSETS | <u><u>8,003,674</u></u> | <u><u>8,074,145</u></u> |
| EQUITY | | |
| Issued Capital | 6,201,464 | 6,201,464 |
| Retained earnings | 1,283,677 | 1,349,741 |
| Reserves | 526,420 | 526,420 |
| Total equity attributable to owners of the Company | <u>8,011,561</u> | <u>8,077,625</u> |
| Total non-controlling interest | <u>(7,887)</u> | <u>(3,480)</u> |
| TOTAL EQUITY | <u><u>8,003,674</u></u> | <u><u>8,074,145</u></u> |

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

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES**
ABN 14 127 175 946

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

| | Issued Capital | Retained Earnings | Employee Rights Reserve | Asset Revaluation Reserve | Total | Non-Controlling Interest | Total Equity |
|--|-------------------|----------------------|----------------------------|---------------------------------|-----------|-----------------------------|--------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance at 1 July 2022 | 6,201,464 | 1,349,741 | - | 526,420 | 8,077,625 | (3,480) | 8,074,145 |
| Acquisition of non- controlling interest without change in control | | (512) | | | (512) | (115) | (627) |
| Profit after income tax | - | 901,487 | - | - | 901,487 | (4,292) | 897,195 |
| Other comprehensive income | - | - | - | - | - | - | - |
| Total comprehensive income | - | 901,487 | - | - | 901,487 | (4,292) | 897,195 |
| Transactions with Owners | | | | | | | |
| Dividends paid | - | (967,039) | - | - | (967,039) | - | (967,039) |
| Total transactions with Owners | - | (967,039) | - | - | (967,039) | - | (967,039) |
| Balance at 31 December 2022 | 6,201,464 | 1,283,677 | - | 526,420 | 8,011,561 | (7,887) | 8,003,674 |

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES**
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**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

| | Issued Capital | Retained Earnings | Employee Rights Reserve | Asset Revaluation Reserve | Total | Non-Controlling Interest | Total Equity |
|---------------------------------------|-------------------|----------------------|----------------------------|---------------------------------|-------------|-----------------------------|--------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance at 1 July 2021 | 6,201,464 | 1,847,567 | - | 526,420 | 8,575,451 | 1,587 | 8,577,038 |
| Profit after income tax | - | 1,140,508 | - | - | 1,140,508 | (2,802) | 1,137,706 |
| Other comprehensive income | - | - | - | - | - | - | - |
| Total comprehensive income | - | 1,140,508 | - | - | 1,140,508 | (2,802) | 1,137,706 |
| Transactions with Owners | | | | | | | |
| Dividends paid in cash | - | (1,289,385) | - | - | (1,289,385) | - | (1,289,385) |
| Total transactions with Owners | - | (1,289,385) | - | - | (1,289,385) | - | (1,289,385) |
| Balance at 31 December 2021 | 6,201,464 | 1,698,690 | - | 526,420 | 8,426,574 | (1,215) | 8,425,359 |

The above Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES**
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**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2022**

| | 31.12.2022 | 31.12.2021 |
|--|--------------------|--------------------|
| | \$ | \$ |
| Cash flows from operating activities | | |
| Receipts from customers | 2,958,902 | 3,374,254 |
| Payments to suppliers and employees | (1,951,035) | (1,946,276) |
| Interest received | 23,907 | 7,159 |
| Income Tax Paid | (401,667) | (361,444) |
| Finance costs - lease liabilities | (7,594) | (9,409) |
| Net cash flows provided by operating activities | <u>622,513</u> | <u>1,064,284</u> |
| Cash flows from investing activities | | |
| Payment for purchase of property, plant and equipment | (123,000) | (157,903) |
| Payments for purchase of other financial assets | - | (5,000) |
| Net Cash flows used in investing activities | <u>(123,000)</u> | <u>(162,903)</u> |
| Cash flows from financing activities | | |
| Dividends paid | (955,544) | (1,284,193) |
| Principle portion of lease payments | (94,500) | (89,791) |
| Net cash flows used in financing activities | <u>(1,050,044)</u> | <u>(1,373,984)</u> |
| Net decrease in cash and cash equivalents | (550,531) | (472,603) |
| Cash and cash equivalents at the beginning of the half-year | 4,186,700 | 5,161,865 |
| Cash and cash equivalents at the end of the half-year | <u>3,636,169</u> | <u>4,689,262</u> |

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES
ABN 14 127 175 946**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR PERIOD ENDED 31 DECEMBER 2022**

Note 1: Basis of Preparation

These financial statements for the interim half-year reporting period ended 31 December 2022 are consolidated general purpose financial statements and have been prepared in accordance with requirements from the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting* ("AASB 134"). The Group is a for-profit entity for financial reporting purposes under AASB 134. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with IAS 34 *Interim Financial Reporting*.

This condensed interim financial report is intended to provide users with an update on the latest annual financial statements of Advanced Share Registry Limited and controlled entities (referred to as the "Group"). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year. It is therefore recommended that this condensed interim financial report be read in conjunction with the annual financial statements for the year ended 30 June 2022, together with any public announcements made during the half-year.

The same accounting policies and methods of computation have been followed in this condensed interim financial report as were applied in the most recent annual financial statements except for the adoption of the new and revised Accounting Standards discussed in subsequent paragraphs.

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in the directors' report and in the condensed consolidated financial report have been rounded to the nearest dollar.

New and Revised Accounting Standards that are effective for these financial statements

A number of new and amended accounting standards are effective for the current reporting period, however, the change to the Group's accounting policies arising from these standards has not required the Group to make retrospective adjustments as a result of adopting these standards. The adoption of the new and amended accounting standards has therefore had no material impact on the Group for the half-year ended 31 December 2022.

Other amendments and interpretations relevant to the Group in a future period

A number of new and amended Accounting Standards and Interpretations have been issued that have mandatory application dates for future reporting periods, some of which are relevant to the Group. The Group has decided not to early adopt any of these new and amended pronouncements. The Group is currently in the process of assessing the following new and amended pronouncements:

AASB 2021-2: Amendments to Australian Accounting Standards – Disclosure of Accounting Policies and Definition of Accounting Estimates (applicable for annual reporting periods beginning on or after 1 January 2023) ("AASB 2021-2")

AASB 2021-2 amends AASB 7 *Financial Instruments: Disclosures* ("AASB 7"), AASB 101 *Presentation of Financial Statements* ("AASB 101"), AASB 108 *Accounting Policies, Changes in Accounting Estimates and Errors* ("AASB 108"), AASB 134 *Interim Financial Reporting* ("AASB 134") and AASB Practice Statement 2 *Making Materiality Judgements* ("AASB Practice Statement 2"). The main amendments relate to:

AASB 7 – clarifies that information about measurement bases for financial instruments is expected to be material to an entity's financial statements; AASB 101 – requires entities to disclose their material accounting policy

**ADVANCED SHARE REGISTRY LIMITED
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR PERIOD ENDED 31 DECEMBER 2022**

information rather than their significant accounting policies; AASB 108 – clarifies how entities should distinguish changes in accounting policies and changes in accounting estimates; AASB 134 – to identify material accounting policy information as a component of a complete set of financial statements; and AASB Practice Statement 2 – to provide guidance on how to apply the concept of materiality to accounting policy disclosures.

AASB 2021-2 mandatorily applies to annual reporting periods commencing on or after 1 January 2023 and will be first applied by the Group in the financial year commencing 1 July 2023, and is not expected to have a material impact on the financial statements of the Group.

AASB 2020-1: Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current (“AASB 2020-1”)

AASB 2020-1 amends AASB 101 *Presentation of Financial Statements* to clarify requirements for the presentation of liabilities in the statement of financial position as current or non-current. A liability will be classified as non-current if an entity has the right at the end of the reporting period to defer settlement of the liability for at least 12 months after the reporting period. Meaning of settlement of a liability is also clarified.

AASB 2020-1 mandatorily applies to annual reporting periods beginning on or after 1 January 2024 (as amended by AASB 2022-6 and AASB 2020-6). The amendment will first be applied by the Group in the financial year commencing 1 July 2024.

| Note 2: Revenue from contracts with customers and other income | 31.12.2022 | 31.12.2021 |
|---|-------------------|-------------------|
| | \$ | \$ |
| Revenue | | |
| Registry fees | 2,300,033 | 2,531,168 |
| Client disbursements recovered | 728,759 | 825,496 |
| Total Revenue | 3,028,792 | 3,356,664 |

Revenue from contracts with customers is generated wholly within the geographical region of Australia and is recognised over the period of time the service is provided to the customer.

| Note 3: Dividends | 31.12.2022 | 31.12.2021 |
|---|-------------------|-------------------|
| | \$ | \$ |
| Final dividend paid on 20 August 2022 being a 0.05c per share fully franked at 25% based on 193,407,726 shares on issue at record date (Final dividend paid on 20 August 2021 being a 3c per share fully franked at 26% based on 42,979,500 shares on issue at record date) | 967,039 | 1,298,385 |
| Total | 967,039 | 1,298,385 |

Note 4: Operating Segments

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The Group is managed on the basis that it provides share registrar services and manages investment property in the geographical region of Australia. The provision of share registry services and investment in property are considered to be two business segments.

**ADVANCED SHARE REGISTRY LIMITED
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR PERIOD ENDED 31 DECEMBER 2022**

| | Share Registry Services | | Property Investment | | Consolidated | |
|--|-------------------------|------------|---------------------|------------|--------------|------------|
| | 31.12.2022 | 31.12.2021 | 31.12.2022 | 31.12.2021 | 31.12.2022 | 31.12.2021 |
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Total Revenue from contracts with customers | 3,028,792 | 3,356,664 | - | - | 3,028,792 | 3,356,664 |
| Other revenue from customers outside the group | 29,667 | 1,228 | 49,744 | 12,282 | 79,411 | 13,510 |
| Interest revenue | 23,907 | 5,817 | - | - | 23,907 | 5,817 |
| Depreciation and amortisation | (145,647) | (141,627) | - | - | (145,647) | (141,627) |
| Segment net operating profit before tax | 1,152,499 | 1,518,389 | 47,581 | 552 | 1,200,080 | 1,518,941 |

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES**
ABN 14 127 175 946

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR PERIOD ENDED 31 DECEMBER 2022**

| | Share Registry Services | | Property Investment | | Consolidated | |
|--|-------------------------|------------|---------------------|------------|--------------|------------|
| | 31.12.2022 | 30.06.2022 | 31.12.2022 | 30.06.2022 | 31.12.2022 | 30.06.2022 |
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Segment Assets | 7,336,087 | 7,401,117 | 2,150,000 | 2,150,000 | 9,486,087 | 9,551,117 |
| Reconciliation of segments assets to total assets | | | | | | |
| Segment assets | | | | | 9,486,087 | 9,551,117 |
| Deferred tax assets | | | | | 316,639 | 313,262 |
| Total assets | | | | | 9,802,726 | 9,864,379 |
| Segment Liabilities | 1,340,548 | 1,305,205 | - | - | 1,340,548 | 1,305,205 |
| Reconciliation of segments liabilities to total liabilities | | | | | | |
| Segment liabilities | | | | | 1,340,548 | 1,305,205 |
| Deferred tax liabilities | | | | | 458,504 | 485,029 |
| Total liabilities | | | | | 1,799,052 | 1,790,234 |

**ADVANCED SHARE REGISTRY LIMITED
AND CONTROLLED ENTITIES
ABN 14 127 175 946**

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR PERIOD ENDED 31 DECEMBER 2022**

Note 5: Related Party Disclosures

Tenancy Agreements

Cherry Field Pty Ltd

On 6 July 2021, the Group entered into a lease agreement for its head office premises in Western Australia with Cherry Field Pty Ltd, a Company owned and controlled by an associate of Mr Chong. The lease is a non-cancellable lease with a 3-year term with rent payable in advance. The lease has been entered into on market terms and is to be renegotiated at the end of the term. The Group has incurred \$82,733 (31 December 2021: \$80,388) of rental expenses during the half-year period under this agreement.

Jacoville Pty Ltd

On 6 July 2021, the Group entered into a lease agreement for premises in Western Australia adjacent to its head office for additional operating space with Jacoville Pty Ltd, a Company owned and controlled by an entity associated with Mr Chong. The lease is a non-cancellable lease with a 3-year term with rent payable in advance. The lease has been entered into on market terms and is to be renegotiated at the end of the term. The Group has incurred \$19,361 (31 December 2021: \$18,812) of rental expenses during the half-year period under this agreement.

Note 6: Contingent Liabilities

The Group has no known or identifiable contingent liabilities as at 31 December 2022 or 31 December 2021.

Note 7: Events Subsequent to the End of the Interim Period

Interim Dividend Paid

On 27 January 2023, the Group declared an interim dividend of 0.50c per share fully franked at 25%. The interim dividend was paid on the 8 February 2023.

No other matters have occurred after the reporting date which give rise to a subsequent event.

Note 8: Fair Value

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date; and assumes that the transaction will take place either: in the principal market; or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interests. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data is available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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Financial assets and liabilities measured at fair value are classified, into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed at each reporting date and transfers between levels are determined based on a reassessment of the lowest level of input that is significant to the fair value measurement.

The three levels are based on the observability of significant inputs into the measurement as follows:

Level 1 are quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 are inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly or indirectly

Level 3 are unobservable inputs for the asset or liability

There have been no transfers between Level 1 and Level 2 during the half-year ended 31 December 2021.

a. Non-Financial Instruments Measured at Fair Value

The following table shows the levels within the hierarchy of non-financial assets measured at fair value in the statement of financial position.

| | Level 1 | Level 2 | Level 3 | Total |
|--------------------------------------|---------|---------|-----------|-----------|
| | \$ | \$ | \$ | \$ |
| 31 December 2022 | | | | |
| Property, plant and equipment | | | | |
| - Owner occupied office | - | - | 620,898 | 620,898 |
| Investment property | | | | |
| - Office let to third party | - | - | 2,150,000 | 2,150,000 |
| 30 June 2022 | | | | |
| Property, plant and equipment | | | | |
| - Owner occupied office | - | - | 630,652 | 630,652 |
| Investment property | | | | |
| - Office let to third party | - | - | 2,150,000 | 2,150,000 |

The fair value of the Group's property assets as at 31 December 2022 outlined above is based on appraisals performed by independent, professionally qualified valuers on 14 July 2021, adjusted as required for the Board's assessment of any material changes in fair value based on the property market in the relevant location during the half-year.

The appraisals were carried out using a market approach, the direct comparison method, that reflects observed prices for recent market transactions for similar properties and incorporates adjustments for factors specific to the properties in question, including size, location, encumbrances, amenities and current use. The Board has considered other empirical evidence provided to it in relation to the market in which the properties are held as at 31 December 2022 and has determined that the independent valuer's assessment of the fair values of the properties remains valid at 31 December 2022. The empirical evidence suggests that the valuation of owner

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occupied property at 31 December 2022 would be \$9,882 to \$10,464 per square metre (2022: \$9,882 to \$10,484 per square metre) and the valuation of the investment property at 31 December 2022 would be \$13,333 to \$14,118 per square metre (2022: \$13,333 to \$14,145 per square metre).

The Board reviews the properties' market values at each reporting period and where it determines the current market value has departed from the property's recorded value, it will seek to engage an independent valuer to confirm the current market value as at the reporting date. For the half-year ended 31 December 2022, the Board concluded that based on evidence obtained, the properties' market value has not significantly departed from the property's recorded value and hence a further independent appraisal was not required.

Significant unobservable inputs in both the independent appraisals as at 14 July 2021 and the Board's appraisals as at 31 December 2022 include matters such as the property's physical condition and the impact of any regulation governing the ability to use or change the property. The extent and direction of any adjustment based on these inputs depends on the number and characteristics of observable transactions in the market for similar properties that are used as the starting point for valuation. Whilst the inputs require subjective judgement, it is considered that the overall valuation would not be materially affected by reasonably possible alternative assumptions.

The below table represents accumulated fair value movement in relation to Property, Plant and Equipment and Investment Property:

| | Property, Plant and Equipment | Investment Property |
|---|--|--------------------------------|
| | \$ | \$ |
| Opening balance at 30 June 2022 | 359,480 | 1,408,353 |
| Total gains or losses for the period in profit or loss | | |
| Gain on revaluation of investment property | - | - |
| Total gains or losses for the period in other comprehensive income | - | - |
| Revaluation of owner-occupied property | - | - |
| Balance at 31 December 2022 | 359,480 | 1,408,353 |

Total amount included in profit or loss for unrealised gain on Level 3 assets for Property, Plant and Equipment for half-year ended 31 December 2022: nil (31 December 2021: nil) and for Investment Property for half-year ended 31 December 2022: nil (31 December 2021: nil).

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DIRECTORS DECLARATION**

The directors of the Group declare that:

1. The financial statements and notes, as set out on pages 6 to 17:
 - a. Comply with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
 - b. Give a true and fair view of the Group's financial position as at 31 December 2022 of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Director
Simon Cato

Dated 23 February 2023

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INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF ADVANCED SHARE REGISTRY LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Advanced Share Registry Limited (the "Company") and its controlled entities (the "Group"), which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit and loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a summary of significant 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 Advanced Share Registry Limited 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 2022 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* ("ASRE 2410"). 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.

Responsibility of the Directors for the Half-Year 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.

Auditor's Responsibility for the Review of the Half-Year 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 2022 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*.

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INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF ADVANCED SHARE REGISTRY LIMITED

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.

Pitcher Partners BA&A Pty Ltd

PITCHER PARTNERS BA&A PTY LTD

Michael Fay

MICHAEL FAY
Executive Director
23 February 2023