
HyTerra Ltd

ACN 116 829 675

INTERIM FINANCIAL REPORT 30 SEPTEMBER 2022

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DIRECTORS' REPORT

Your directors submit the financial report of HyTerra Ltd ('HyTerra', 'HYT' or Company) for the half-year ended 30 September 2022. In order to comply with the provisions of the Corporations Act 2001, the directors report as follows:

Directors

The names of directors who held office during or since the end of the interim period and until the date of this report are noted below. Directors were in office for this entire period unless otherwise stated.

Current Directors

Mr Russell Brimage	Non-Executive Chairman (appointed 21 November 2022)
Mr Po Siu Chan	Non-Executive Director
Mr Paul Garner	Independent Non-Executive Director
Mr Avon McIntyre	Executive Director

Former Directors

Murray d'Almeida	Chairman and Independent Non-Executive Director (resigned 21 November 2022)
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Operating results

The loss of the Company from continuing operations for the half-year after income tax was \$780,685 (30 September 2021 loss: \$169,796).

Review of Operations

Corporate & Financial

Activity during the period was focused on the identification and review of potential financing and investment possibilities for the Company.

HyTerra Transaction

On 8 April 2022, the Company announced a transformative transaction to acquire a natural hydrogen project through the proposed acquisition of Neutralysis Industries Pty Ltd (Neutralysis).

As announced on 8 April 2022, HyTerra signed a binding agreement (conditional upon Shareholder and regulatory approvals) to make recommended offers to acquire 100% of the share capital of Neutralysis. In consideration for the acquisition, the Company agreed to issue to the shareholders of Neutralysis the following consideration:

- (a) 183,000,000 ordinary fully paid shares in the capital of the Company (Shares) at a deemed issue price of \$0.02 per Share (on a post-Consolidation basis after a proposed 1 for 3.33 share consolidation) (Consideration Shares) and;
- (b) attaching 183,000,000 Options (on a post-Consolidation basis) with a 2.5 cents exercise price, expiring on 30 June 2025 (Consideration Options).

As part of the proposed transaction, the Company was renamed HyTerra Ltd following a general meeting on 30 June 2022. At the same general meeting, shareholders also approved a consolidation of capital on a 3 for 10 basis.

Public Offer and Reinstatement to Official List

On 14 September 2022, the Company issued a prospectus (Prospectus) to raise between \$5,000,000 and \$7,000,000 via an issue of ordinary shares at \$0.02 per share through a Public Offer. The Prospectus was also issued to support the Company's application to have its securities reinstated to trading on the ASX.

Key features of the offer were:

- Issue of between 250,000,000 and 350,000,000 ordinary shares at \$0.02 per share to raise between \$5million-7million (Public Offer)

- Issue of 1,250,000 ordinary shares on conversion of Convertible Notes;
- Issue of 183,000,000 shares and 183,000,000 options to Neutralysis Industries shareholders (Consideration Issues)
- Issue of 9,000,000 shares and up to 9,000,000 options to the lead broker of the offer;
- Issue of 1,604,2000 shares in lieu of unpaid director fees;
- Issue of 15,000,000 shares as settlement for pre-raising loans;
- Issue of 2,500,000 options to directors as a performance incentive; and
- Issue of 49,000,000 performance rights to directors;

Options are all exercisable at \$0.025 on or before 30 June 2025.

Three classes of Performance Rights were issued as follows:

22,000,000 Class A Performance Rights

- Tranche 1:
11,000,000 Performance Rights with an expiry date of 30 June 2027, vest on the completion of 30 days of well testing and recovery to surface of a gas sample with a concentration of at least 20% by volume of hydrogen + helium from any well within the JDA.
- Tranche 2:
11,000,000 Performance Rights with an expiry date of 30 June 2027, vest following a well test being completed by a suitably qualified independent expert exceeding 10000 standard cubic feet per day for any well within the JDA.

22,000,000 Class B Performance Rights will:

- Vest and each be convertible into one ordinary share of the Company upon the Company's share price equalling or becoming greater than a 30 day VWAP of \$0.05 per share, at any time subsequent to the grant of that Class B Performance Right; and
- Expire on 30 June 2027

5,000,000 Class c Performance Rights will

- Vest and each be convertible into one ordinary share of the Company upon the holder serving 12 months of continuous service with the Company; and
- Expire on 30 June 2027

At the date of this report, the Public Offer had closed to raise \$5.8 million before costs and the Company's securities have been reinstated to trading on the ASX.

Auditor's Independence Declaration

Section 307C of the Corporations Act 2001 requires our auditors, HLB Mann Judd, to provide the directors of the Company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on page 5 and forms part of this directors' report for the half-year ended 30 September 2022.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306(3) of the Corporations Act 2001.



Paul Garner

Director

Dated this 14th day of December 2022



AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the consolidated financial report of Hyterra Ltd for the half-year ended 30 September 2022, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Perth, Western Australia
14 December 2022

A handwritten signature in blue ink, appearing to read 'Norman Neill', written over a light blue horizontal line.

N G Neill
Partner

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HLB Mann Judd (WA Partnership) is a member of HLB International, the global advisory and accounting network.

**CONDENSED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022**

	Notes	30 Sept 2022 \$	30 Sept 2021 \$
Continuing operations			
Corporate and administrative expenses	2	(799,642)	(168,796)
Loss before income tax expense from continuing operations		(799,642)	(168,796)
Income tax expense		-	-
Net loss for the half-year		(799,642)	(168,796)
 Other comprehensive income		 -	 -
Total comprehensive loss for the half-year		(799,642)	(168,796)
Basic and diluted loss per share (cents per share)	11	(2.06)	(0.78)

The accompanying notes form part of these financial statements.

CONDENSED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2022

	Note	30 Sep 2022 \$	31 Mar 2022 \$
ASSETS			
Current Assets			
Cash and cash equivalents		112,153	327,441
Other current assets		48,091	40,219
Total Current Assets		160,244	367,660
Non-current Assets			
Right-of-use assets	3	40,648	-
Total Non-current Assets		40,648	-
Total Assets		200,892	367,660
LIABILITIES			
Current Liabilities			
Trade and other payables	4	(691,603)	(400,633)
Current lease liability	5	(27,835)	-
Borrowings	6	(329,305)	(667,703)
Total Current Liabilities		(1,048,743)	(1,068,336)
Non-Current Liabilities			
Trade and other payables	4	-	(48,125)
Non-current lease liability	5	(13,900)	-
Total Non-Current Liabilities		(13,900)	(48,125)
Total Liabilities		(1,062,643)	(1,116,461)
Net Liabilities		(861,751)	(748,801)
Equity			
Issued capital	7	37,917,495	37,232,495
Reserves		908,459	906,767
Accumulated losses		(39,687,705)	(38,888,063)
Total Deficiency		(861,751)	(748,801)

The accompanying notes form part of these financial statements.

**CONDENSED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022**

	Issued Capital	Reserves	Accumulated Losses	Total
	\$	\$	\$	\$
As at 1 April 2021	37,232,495	859,970	(38,239,057)	(146,592)
Loss for the period	-	-	(168,796)	(168,796)
Total comprehensive loss for the period	-	-	(168,796)	(168,796)
Equity component of convertible borrowings		7,234	-	7,234
As at 30 September 2021	37,232,495	867,204	(38,407,853)	(308,154)
As at 1 April 2022	37,232,495	906,767	(38,888,063)	(748,801)
Loss for the period	-	-	(799,642)	(799,642)
Total comprehensive loss for the period	-	-	(799,642)	(799,642)
Issued on conversion of convertible notes	685,000	-	-	685,000
Equity component of convertible borrowings	-	1,692	-	1,692
As at 30 September 2022	37,917,495	908,459	(39,687,705)	(861,751)

The accompanying notes form part of these financial statements.

CONDENSED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

	30 Sep 2022 \$	30 Sep 2021 \$
	Inflows/(Outflows)	
Cash flows from operating activities		
Payments to suppliers and employees	(460,923)	(34,219)
Interest and other costs of finance paid	(32,461)	-
Net cash used in operating activities	(493,384)	(34,219)
Cash flows from financing activities		
Proceeds from borrowings	300,000	65,000
Repayment of borrowings	(12,118)	(3,600)
Net cash from financing activities	287,882	61,400
Cash flows from investing activities		
Payments for Right-of-Use assets	(9,786)	-
Net cash used in investing activities	(9,786)	-
Net increase / (decrease) in cash held	(215,288)	27,181
Cash and cash equivalents at the beginning of the period	327,441	2,789
Effect of foreign exchange translation	-	49
Cash and cash equivalents at the end of the period	112,153	30,019

The accompanying notes form part of these financial statements.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

Statement of compliance

The interim financial statements are general purpose financial statements prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134 'Interim Financial Reporting', Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

The interim financial statements comprise the condensed interim financial statements for the Company. For the purposes of preparing the interim financial statements, the Company is a for-profit entity.

This condensed half-year report does not include full disclosures of the type normally included in an annual financial statements. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Company as in the full annual report.

It is recommended that these financial statements be read in conjunction with the annual financial statements for the year ended 31 March 2022 and any public announcements made by HyTerra Limited during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding interim reporting period, except as set out below.

Basis of preparation

The interim report has been prepared on a historical cost basis, except for the revaluation of certain financial instruments to fair value. Cost is based on the fair value of the consideration given in exchange for assets. The Company is domiciled in Australia and all amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the interim report, the half-year has been treated as a discrete reporting period.

Going concern

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

For the period ended 30 September 2022, the Company recorded a net loss after tax from continuing operations of \$799,642, net cash outflows of \$215,288 and had a cash balance as at 30 September 2022 of \$112,153. Subsequent to period end, the Company has raised approximately \$5.8million through a Public Offer and was reinstated to the ASX official list on 2nd December 2022.

The Directors have reviewed the Company's overall position in respect of the matters identified above and are of the opinion that the use of the going concern basis is appropriate in the circumstances given the successful capital raising after the end of the reporting period.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Significant accounting judgments and key estimates

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

Except as described below, in preparing this interim report, the significant judgments made by management in applying the Company's accounting policies and the key estimates of uncertainty were the same as those applied for the year ended 31 March 2022.

Right-of-use assets

A right-of-use asset is recognised at the commencement date of a lease. The right-of-use asset is measured at cost, which comprises the initial amount of the lease liability, adjusted for, as applicable, any lease payments made at or before commencement date net of any lease incentives received, any initial direct costs incurred, and, except where included in the cost of inventories, an estimate of costs expected to be incurred for dismantling and removing the underlying asset, and restoring the site or asset.

Right-of-use assets are depreciated on a straight-line basis over the unexpired period of the lease or the estimated useful life of the asset, whichever is shorter. Where the Company expects to obtain ownership of the leased asset at the end of the lease term, the depreciation is over its estimated useful life. Right-of-use assets are subject to impairment or adjusted for any remeasurement of lease liabilities.

Lease liabilities

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of-use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

Borrowings

Loans and borrowings are initially recognised at the fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

The component of the convertible note that exhibits characteristics of a liability is recognised as a liability in the statement of financial position, net of transaction costs.

On the issue of the convertible notes the fair value of the liability component is determined using the market rate for an equivalent non-convertible bond and this amount is carried as a non-current liability on the amortised cost basis until extinguished on conversion or redemption. The increase in the liability due to the passage of time is recognised as a finance cost. The remainder of the proceeds are allocated to the conversion option that is recognised in shareholders equity, net of transaction costs. The carrying amount of the conversion option is not remeasured in subsequent years. The corresponding interest on convertible notes is expensed to profit or loss.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Adoption of new and revised Accounting Standards

The consolidated entity 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.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted. The adoption of these new or amended standards is not expected to have a material impact on the Company

NOTE 2: LOSS BEFORE INCOME TAX EXPENSE

	30 September 2022	30 September 2021
	\$	\$

The following revenue and expense items are relevant in explaining the financial performance for the half-year:

Expenses

Corporate and Administrative Expenses

Directors Fees	263,188	84,270
Consulting Fees	82,531	26,780
Accounting and Auditing	40,803	12,500
Occupancy costs	10,972	4,065
Listing and Compliance	144,226	35,817
Legal fees	160,420	-
Depreciation	13,205	-
Finance costs	80,755	-
Other Administrative expenses	3,543	5,364
Total Corporate and Administrative Expenses	799,642	168,796

NOTE 3: RIGHT-OF-USE ASSETS

	30 September 2022	31 March 2022
	\$	\$
Office space -right-of-use	53,853	-
Accumulated depreciation	(13,205)	-
Total	40,648	-

Additions to right-of-use assets during the period were \$53,853. The Company leases its office space under a 2 year lease.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

NOTE 4: TRADE AND OTHER PAYABLES

	30 September 2022 \$	31 March 2022 \$
Current	691,603	400,633
Non-current	-	48,125
Total trade and other payables	691,603	448,758

The following director fees are outstanding to related parties and are included in Trade and Other Payables (current and non-current):

Related party	Director	Amount outstanding	
		30 September 2022 \$	31 March 2022 \$
MC Consultancy	Murray d'Almeida	3,333	9,999
Ohio Holdings Ltd	Paul Garner	45,000	43,750
Mercurius	Po Chan	112,362	96,250
McIntyre Geological Services	Avon McIntyre	125,750	18,975

NOTE 5: LEASE LIABILITIES

	30 September 2022 \$	31 March 2022 \$
Current lease liability	27,835	-
Non-current lease liability	13,900	-
Total lease liability	41,735	-
Opening balance	-	-
Additions to lease liability	53,853	-
Finance costs	710	-
Principal and interest payments	(12,828)	-
Closing balance	41,735	-

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

NOTE 6: BORROWINGS

	30 September 2022 \$	31 March 2022 \$
Convertible borrowings (i)	29,305	667,703
Pre-raising loan (ii)	300,000	-
Total	329,305	667,703

- (i) The Company has issued convertible notes that are convertible to ordinary shares of the Company at the option of the issuer, subject to shareholder approval. A reconciliation of movements during the period is as below:

	\$
As at 31 March 2022	667,703
Amortised interest	48,294
Converted to ordinary shares	(685,000)
Equity portion	(1,692)
As at 30 September 2022	29,305

- (ii) The Company has entered into Pre-Raising Loan Agreements to raise an aggregate of \$300,000 for working capital purposes. The loans are unsecured and mature at the date the Company's securities are reinstated to official quotation on the ASX (being 2 December 2022). The loans attract a flat 6% interest charge over a 3 month period payable upfront to the lenders. A reconciliation of movements during the period is as below:

	\$
As at 31 March 2022	-
Borrowings received (gross of brokerage costs)	313,750
Brokerage costs	(13,750)
Amortised interest	17,700
Interest repaid	(17,700)
As at 30 September 2022	300,000

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

NOTE 7: ISSUED CAPITAL

	30 September 2022 \$	31 March 2022 \$
Ordinary shares - Issued and fully paid	37,117,495	36,432,495
Performance Shares (no longer on issue)	800,000	800,000
Total	37,917,495	37,232,495

	Number	\$
<i>Movements in issued capital during the period</i>		
Balance at 1 April 2022	71,966,054	37,917,495
Issued on conversion of convertible notes (a)	114,116,682	685,000
Consolidation of capital (b)	(130,314,054)	-
Balance at 30 September 2022	55,848,682	37,917,495

Notes:

- (a) On 30 June 2022, the Company issued 114,116,682 in settlement of convertible notes with a face value of \$685,000 on a pre-consolidation basis.
- (b) On 30 June 2022, following the issue of ordinary shares on conversion of convertible notes, the Company completed a 3 for 10 consolidation of share capital.

NOTE 8: OPERATING SEGMENTS

AASB 8 "Operating Segments" requires operating segments to be identified on the basis of internal reports about components of the Company that are reviewed by the Chief Operating Decision Maker (considered to be Board of Directors) in order to allocate resources to the segment and assess its performance. The chief operating decision maker of the Company reviews internal reports prepared as financial statements and strategic decisions of the Company are determined upon analysis of these internal reports. During the current and prior reporting period, the Company operated predominantly in one segment, being the resources investment sector in Australia. The revenue and results of this segment are those of the Company and are set out in the statement of comprehensive income, and the assets and liabilities of the Company are set out in the statement of financial position.

NOTE 9: DIVIDENDS

The Directors of the Company have not declared an interim dividend.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

NOTE 10: FINANCIAL INSTRUMENTS

The directors consider that the carrying value of financial assets and financial liabilities recognised in the financial statements approximate their fair values.

	30 September 2022 \$	31 March 2022 \$
Financial assets		
Cash and cash equivalents	112,153	327,441
Financial liabilities		
Trade and other payables	688,690	448,758
Lease liabilities	41,735	-
Borrowings	329,305	667,703
Total	1,059,730	1,116,461

The fair value of financial assets and liabilities approximates their carrying value at balance date.

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities. These are based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay. The table includes both interest and principal cash flows.

	Weighted average effective interest rate	Less than 1 month	1 – 3 Months	3 months – 1 year	1 – 5 years	5+ years
	%	\$	\$	\$	\$	\$
30 September 2022						
Non-interest bearing	-	-	1,017,995	-	-	-
Lease liabilities	3%	-	6,608	20,153	42,640	-
Fixed interest rate instruments		-	-	-	-	-
		-	1,024,675	20,153	42,640	-
31 March 2022						
Non-interest bearing	-	-	400,633	715,828	-	-
Variable interest rate instruments	-	-	-	-	-	-
Fixed interest rate instruments	-	-	-	-	-	-
		-	400,633	715,828	-	-

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

NOTE 11: LOSS PER SHARE

	Consolidated	
	30 September 2022 \$	30 September 2021 \$
Basic and dilutive loss per share (cents per share)		
As reported at 30 September 2022	(2.06)	(0.78)
As originally reported at 30 September 2021 (a)	n/a	(0.23)
(a) Earnings used in calculating earnings per share		
For basic loss per share:		
Loss from Continuing Operations	(799,642)	(168,796)
(b) Weighted average number of shares		
Weighted average number of ordinary shares for basic earnings per share	38,817,259	21,598,677
Weighted average number of ordinary shares for basic earnings per share (as originally reported at 30 September 2021) (a)	n/a	71,966,054
There are no potential ordinary shares that are considered dilutive, as a result no dilutive earnings per share has been disclosed.		

- (a) The Company's loss per share as of 30 September 2021 has been restated to retrospectively apply the effects of the share consolidation on a 3 for 10 basis

NOTE 12: EVENTS SUBSEQUENT TO REPORTING DATE

The Company's Board of Directors has undergone various changes since half-year end with relevant appointment and resignations disclosed in the Directors Report.

Following the issue of a prospectus for a public offering and proposed acquisition of Neutralysis Industries on 14 September 2022, the Company issued a supplementary prospectus on 6 October 2022.

Following a general meeting of shareholders on 10 October 2022, the Company announced it had obtained shareholder approval for a change to the nature and scale of its activities through the acquisition of Neutralysis Industries and for the issue of various securities as outlined in the prospectus dated 14 September 2022.

NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 SEPTEMBER 2022

On 3 November 2022, the Company advised that the following securities were to be issued following the closure of the public offer:

- Up to 350,000,000 ordinary shares at \$0.02 per share under the Public Offer;
- 183,000,000 ordinary shares and 183,000,000 options as consideration for the acquisition of Neutralysis Industries;
- 9,000,000 ordinary shares and 9,000,000 options to the lead broker for the Public Offer;
- 1,250,000 ordinary shares and 1,250,000 options on conversion of Convertible Notes;
- 1,604,200 ordinary shares in settlement of outstanding director fees;
- 15,000,000 ordinary shares as settlement for a pre-raising loan;
- 2,500,000 options to directors as a performance incentive; and
- 49,000,000 performance rights.

The options are all exercisable at \$0.025 on or before 30 June 2025.

On 11 November 2022, the Company announced that the public offer had closed, raising \$5.8million.

on 21 November 2022, the Company further announced the following:

- completion of the Neutralysis Industries acquisition
- appointment of Russell Brimage as Chairman of the Board of Directors;
- resignation of Murray d'Almeida for the Board

on 30 November 2022, the Company lodged its pre-reinstatement disclosures with the ASX and was reinstated to trading on 2 December 2022.

Other than as noted elsewhere in this report, no matter or circumstance has arisen since 30 September 2022 that in the opinion of the Directors has significantly affect, or may significantly affect in future financial periods:

- the Company's operations;
- the results of those operations; or
- the Company's state of affairs.

NOTE 13: CONTINGENCIES

The Company had no contingencies as at 30 September 2022.

DIRECTORS' DECLARATION

In the opinion of the Directors of HyTerra Ltd ('the Company'):

1. The financial statements and notes thereto are in accordance with the Corporations Act 2001 including:
 - a. complying with Accounting Standards, the Corporations Regulations 2001 and other mandatory professional requirements; and
 - b. giving a true and fair view of the Company's financial position as at 30 September 2022 and of its performance for the half-year then ended.
 - c. the interim financial statements and notes thereto are in accordance with International Financial Reporting Standards issued by the International Accounting Standards Board.
2. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303 (5) of the Corporations Act 2001.



Paul Garner

Director

Dated this 14th day of December 2022



INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Hyterra Ltd

Report on the Condensed Interim Financial Report

Conclusion

We have reviewed the accompanying interim financial report of Hyterra Ltd ("the company") which comprises the condensed consolidated statement of financial position as at 30 September 2022, the condensed consolidated statement of comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows for the interim ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration, for the consolidated entity comprising the company and the entities it controlled at the interim end or from time to time during the interim.

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

- (a) giving a true and fair view of the consolidated entity's financial position as at 30 September 2022 and of its performance for the interim 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.

Responsibility of the directors for the financial report

The directors of the company are responsible for the preparation of the interim 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 interim financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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Auditor's responsibility for the review of the financial report

Our responsibility is to express a conclusion on the interim 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 interim financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the consolidated entity's financial position as at 30 September 2022 and its performance for the interim ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of an interim 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.

Independence

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

A handwritten signature in blue ink that reads 'HLB Mann Judd'.

HLB Mann Judd
Chartered Accountants

Perth, Western Australia
14 December 2022

A handwritten signature in blue ink that reads 'Norman G Neill'.

N G Neill
Partner