

## 1. Company details

Name of entity:	Applyflow Limited
ABN:	29 107 371 497
Reporting period:	For the half-year ended 31 December 2021
Previous period:	For the half-year ended 31 December 2020

## 2. Results for announcement to the market

			\$
Revenues from ordinary activities	down	21% to	1,094,481
Loss from ordinary activities after tax attributable to the owners of Applyflow Limited	down	8% to	(1,315,552)
Loss for the half-year attributable to the owners of Applyflow Limited	down	8% to	(1,315,552)

### Dividends

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

### Comments

The loss for the consolidated entity after providing for income tax amounted to \$1,315,552 (31 December 2020: \$1,424,289).

## 3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	<u>0.18</u>	<u>0.07</u>

## 4. Control gained over entities

Name of entities (or group of entities)	Applypayments Pty Ltd Applypay Pty Ltd	
Date control gained	Applypayments Pty Ltd - registered 4 August 2021 Applypay Pty Ltd - registered 8 September 2021	
Contribution of such entities to the reporting entity's profit/(loss) from ordinary activities before income tax during the period (where material)		\$ (62,105)
Profit/(loss) from ordinary activities before income tax of the controlled entity (or group of entities) for the whole of the previous period (where material)		-

## 5. Loss of control over entities

Name of entities (or group of entities)	Nvoi Asiapac Pty Ltd
Date control lost	Nvoi Asiapac Pty Ltd - deregistered 11 August 2021

\$

Contribution of such entities to the reporting entity's profit/(loss) from ordinary activities before income tax during the period (where material)

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Profit/(loss) from ordinary activities before income tax of the controlled entity (or group of entities) whilst controlled during the whole of the previous period (where material)

(36,288)

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## 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.

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## 7. Dividend reinvestment plans

Not applicable.

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## 8. Details of associates and joint venture entities

Not applicable.

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## 9. Foreign entities

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

All foreign entities are presented in compliance with International Financial Reporting Standards ('IFRS').

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## 10. Audit qualification or review

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

The financial statements were subject to a review by the auditors and the review report is attached as part of the Interim Report.

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## 11. Attachments

### *Details of attachments (if any):*

The Interim Report of Applyflow Limited for the half-year ended 31 December 2021 is attached.

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## 12. Signed



Signed \_\_\_\_\_

Date: 25 February 2022

John Winters  
Non-Executive Director

# **Applyflow Limited**

**ABN 29 107 371 497**

## **Interim Report - 31 December 2021**

Directors	John Winters Steven Papadopoulos Philip Crutchfield
Company secretary	David Franks
Registered office	Level 5, 126 Phillip Street Sydney NSW 2000
Principal place of business	Level 4, 82-88 Elizabeth Street Sydney NSW 2000
Share register	Automic Pty Ltd Level 5, 126 Phillip Street Sydney NSW 2000
Auditor	Stantons International Level 36, Gateway, 1 Macquarie Place Sydney NSW 2000
Solicitors	Milcor Legal Level 1, 6 Thelma Street West Perth WA 6005
Bankers	National Australia Bank 105 Miller Street North Sydney NSW 2060
Stock exchange listing	Applyflow Limited shares are listed on the Australian Securities Exchange (ASX code: AFW)
Website	<a href="http://www.applyflow.com">www.applyflow.com</a>
Corporate Governance Statement	The company's Corporate Governance Statement can be found on the company's website: <a href="https://investors.applyflow.com/investor/corporate-governance/">https://investors.applyflow.com/investor/corporate-governance/</a>

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Applyflow Limited (referred to hereafter as the 'company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 31 December 2021.

### **Directors**

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

John Winters	Non-Executive Director
Steven Papadopoulos	Non-Executive Director
Philip Crutchfield	Non-Executive Director and Chairman

### **Principal activities**

During the financial half-year the principal activities of the consolidated entity consisted of the continued development of a single cloud-based software-as-a-service solution platform focusing on broader human resource management with an enhanced single offering to the recruitment market.

### **Dividends**

There were no dividends paid, recommended or declared during the current or previous financial half-year.

### **Review of operations**

The loss for the consolidated entity after providing for income tax amounted to \$1,315,552 (31 December 2020: \$1,424,289).

### *Capital Raising*

A fully underwritten pro rata entitlement offer raised \$5,662,042 before costs. The issue price under the offer was \$0.005 with 1,132,408,400 ordinary shares issued on 30 July 2021.

### *New subsidiaries Applypayments Pty Ltd and Applypay Pty Ltd*

Applypayments Pty Ltd was incorporated on 4 August 2021 and is a 100% owned subsidiary of the company. Applypay Pty Ltd was incorporated on 8 September 2021 and is a 100% owned subsidiary of the company. These new subsidiaries support the launch of the Applypay instalment-based recruitment fee payment product.

### *New contracts*

In October 2021, a strategic partnership agreement was signed with Hudson Global Resources (Aust) Pty Ltd for the roll-out of the Applypay instalment-based finance solution for Hudson's recruiter invoices.

### **Significant changes in the state of affairs**

There were no 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**

No matter or circumstance has arisen since 31 December 2021 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.

### **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



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John Winters  
Non-Executive Director

25 February 2022



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25 February 2022

Board of Directors  
Applyflow Limited  
Level 5, 126 Phillip Street  
Sydney NSW 2000

Dear Sirs

**RE: APPLYFLOW LIMITED**

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Applyflow Limited.

As Audit Director for the review of the financial statements of Applyflow Limited for the half-year ended 31 December 2021, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours faithfully

**STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD**  
**(An Authorised Audit Company)**

**Samir Tirodkar**  
**Director**



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## **General information**

The financial statements cover Applyflow Limited as a consolidated entity consisting of Applyflow Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is Applyflow Limited's functional and presentation currency. The functional currencies of the company's foreign subsidiaries are Pound Sterling ('GBP') and United States Dollar ('USD').

Applyflow 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**

Level 5  
126 Phillip Street  
Sydney NSW 2000

### **Principal place of business**

Level 4  
82-88 Elizabeth Street  
Sydney NSW 2000

A description of the nature of the consolidated entity'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 25 February 2022. The directors have the power to amend and reissue the financial statements.

**Applyflow Limited**  
**Consolidated statement of profit or loss and other comprehensive income**  
**For the half-year ended 31 December 2021**



		<b>Consolidated</b>	
	<b>Note</b>	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
		<b>\$</b>	<b>\$</b>
<b>Revenue</b>	4	1,094,481	1,379,378
Other income	5	677	60,433
<b>Expenses</b>			
Finance and administration costs	6	(675,784)	(1,110,539)
Employee benefits expense		(1,313,402)	(1,705,751)
Amortisation expense		(226,426)	(145,051)
Depreciation expense		(73,210)	(756)
Share-based payment (expense) / write-back	16	(68,200)	313,357
Sales and marketing expense		(7,380)	(125,826)
Occupancy costs		(16,427)	(44,794)
Travel costs		(301)	(7,463)
Research and development costs		(20,772)	-
Finance costs		(6,075)	-
<b>Loss before income tax expense</b>		(1,312,819)	(1,387,012)
Income tax expense		(2,733)	(37,277)
<b>Loss after income tax expense for the half-year attributable to the owners of Applyflow Limited</b>		(1,315,552)	(1,424,289)
<b>Other comprehensive income/(loss)</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		(4,894)	4,774
Other comprehensive income/(loss) for the half-year, net of tax		(4,894)	4,774
<b>Total comprehensive loss for the half-year attributable to the owners of Applyflow Limited</b>		(1,320,446)	(1,419,515)
		<b>Cents</b>	<b>Cents</b>
Basic loss per share	22	(0.05)	(0.08)
Diluted loss per share	22	(0.05)	(0.08)

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

**Applyflow Limited**  
**Consolidated statement of financial position**  
**As at 31 December 2021**



	Note	Consolidated 31 Dec 2021 \$	30 Jun 2021 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	7	6,291,450	2,207,157
Trade and other receivables	8	31,225	48,878
Other	9	157,410	206,893
<b>Total current assets</b>		<u>6,480,085</u>	<u>2,462,928</u>
<b>Non-current assets</b>			
Property, plant and equipment		24,170	3,399
Right-of-use assets		178,799	250,318
Intangibles	10	768,283	894,709
Other	9	43,106	43,106
<b>Total non-current assets</b>		<u>1,014,358</u>	<u>1,191,532</u>
<b>Total assets</b>		<u>7,494,443</u>	<u>3,654,460</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	11	216,083	409,430
Contract liabilities	12	329,972	271,078
Income tax		5,513	2,660
Employee benefits		314,106	286,622
Lease liabilities		157,680	150,664
<b>Total current liabilities</b>		<u>1,023,354</u>	<u>1,120,454</u>
<b>Non-current liabilities</b>			
Contract liabilities	12	54,765	42,376
Employee benefits		28,015	36,158
Lease liabilities		42,034	122,395
<b>Total non-current liabilities</b>		<u>124,814</u>	<u>200,929</u>
<b>Total liabilities</b>		<u>1,148,168</u>	<u>1,321,383</u>
<b>Net assets</b>		<u>6,346,275</u>	<u>2,333,077</u>
<b>Equity</b>			
Issued capital	13	29,321,601	24,051,837
Reserves	14	893,805	834,819
Accumulated losses		<u>(23,869,131)</u>	<u>(22,553,579)</u>
<b>Total equity</b>		<u>6,346,275</u>	<u>2,333,077</u>

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

**Applyflow Limited**  
**Consolidated statement of changes in equity**  
**For the half-year ended 31 December 2021**



<b>Consolidated</b>	<b>Issued capital</b> \$	<b>Reserves</b> \$	<b>Accumulated losses</b> \$	<b>Total equity</b> \$
Balance at 1 July 2020	23,975,761	1,119,056	(19,752,447)	5,342,370
Loss after income tax expense for the half-year	-	-	(1,424,289)	(1,424,289)
Other comprehensive income for the half-year, net of tax	-	4,774	-	4,774
Total comprehensive income/(loss) for the half-year	-	4,774	(1,424,289)	(1,419,515)
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs	27,998	-	-	27,998
Share-based payments (note 23)	50,000	(363,357)	-	(313,357)
Balance at 31 December 2020	<u>24,053,759</u>	<u>760,473</u>	<u>(21,176,736)</u>	<u>3,637,496</u>

<b>Consolidated</b>	<b>Issued capital</b> \$	<b>Reserves</b> \$	<b>Accumulated losses</b> \$	<b>Total equity</b> \$
Balance at 1 July 2021	24,051,837	834,819	(22,553,579)	2,333,077
Loss after income tax expense for the half-year	-	-	(1,315,552)	(1,315,552)
Other comprehensive loss for the half-year, net of tax	-	(4,894)	-	(4,894)
Total comprehensive loss for the half-year	-	(4,894)	(1,315,552)	(1,320,446)
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs (note 13)	5,269,764	-	-	5,269,764
Share-based payments (note 23)	-	63,880	-	63,880
Balance at 31 December 2021	<u>29,321,601</u>	<u>893,805</u>	<u>(23,869,131)</u>	<u>6,346,275</u>

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

**Applyflow Limited**  
**Consolidated statement of cash flows**  
**For the half-year ended 31 December 2021**



		<b>Consolidated</b>	
	<b>Note</b>	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
		<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>			
Receipts from customers (inclusive of GST and VAT)		1,282,724	1,759,206
Payments to suppliers and employees (inclusive of GST and VAT)		(2,226,660)	(3,191,028)
		(943,936)	(1,431,822)
Interest and other finance costs paid		(6,075)	-
Interest received		792	7,925
COVID-19 cash flow boost		-	53,869
Applypay deposit paid		(50,000)	-
Net cash (used in) operating activities	21	(999,219)	(1,370,028)
<b>Cash flows from investing activities</b>			
Payment for purchase of subsidiary, net of cash acquired		-	(25,000)
Payments for property, plant and equipment		(22,452)	(2,937)
Payments for intangibles	10	(100,000)	(575,000)
Payments for security deposits		18,769	(18,769)
Proceeds from release of security deposits		-	15,306
Net cash used in investing activities		(103,683)	(606,400)
<b>Cash flows from financing activities</b>			
Proceeds from issue of shares	13	5,687,542	29,920
Share issue transaction costs	13	(422,098)	(1,922)
Repayment of lease liabilities		(73,345)	-
Net cash from financing activities		5,192,099	27,998
Net increase/(decrease) in cash and cash equivalents		4,089,197	(1,948,430)
Cash and cash equivalents at the beginning of the financial half-year		2,207,157	5,240,999
Effects of exchange rate changes on cash and cash equivalents		(4,904)	4,785
Cash and cash equivalents at the end of the financial half-year		<u>6,291,450</u>	<u>3,297,354</u>

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

## **Note 1. Significant accounting policies**

These general purpose financial statements for the interim half-year reporting period ended 31 December 2021 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 general purpose 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 report for the year ended 30 June 2021 and any public announcements made by the company during the interim reporting period in accordance with the 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, unless otherwise stated.

### **New or amended Accounting Standards and Interpretations adopted**

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.

### **Going concern**

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

The consolidated entity has incurred net losses after tax of \$1,315,552 (31 December 2020: \$1,424,289) and net cash outflows from operations of \$999,219 (31 December 2020: \$1,370,028) for the half-year ended 31 December 2021. Cash and cash equivalents as at 31 December 2021 is \$6,291,450 (30 June 2021 \$2,207,157).

These conditions indicate a material uncertainty that may cast a significant doubt about the consolidated entity's ability to continue as a going concern and, therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business.

Based on the consolidated entity's cash-flow forecasts, the directors are confident that the consolidated entity will be able to continue as a going concern.

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

## **Note 2. 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 resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

### *Coronavirus (COVID-19) pandemic*

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the consolidated entity based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the consolidated entity operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the consolidated entity unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

## **Note 2. Critical accounting judgements, estimates and assumptions (continued)**

### *Share-based payment transactions*

The consolidated entity measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using either the Binomial or Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

### *Allowance for expected credit losses*

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

### *Estimation of useful lives of assets*

The consolidated entity determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

### *Impairment of non-financial assets other than goodwill and other indefinite life intangible assets*

The consolidated entity assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the consolidated entity and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

### *Recovery of deferred tax assets*

Deferred tax assets are recognised for deductible temporary differences only if the consolidated entity considers it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

### *Employee benefits provision*

As discussed in note 1, the liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

## **Note 3. Operating segments**

### *Identification of reportable operating segments*

The consolidated entity is organised into three geographical operating segments: Asia-Pacific (APAC); Europe, the Middle East and Africa (EMEA); and Americas. These operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources. There is no aggregation of operating segments.

The CODM reviews EBITDA (earnings before interest, tax, depreciation and amortisation). The accounting policies adopted for internal reporting to the CODM are consistent with those adopted in the financial statements.

The information reported to the CODM is on a monthly basis.

**Note 3. Operating segments (continued)**

*Operating segment information*

	APAC \$	EMEA \$	AMERICAS \$	Total \$
<b>Consolidated - 31 Dec 2021</b>				
<b>Revenue</b>				
Sales to external customers	809,534	203,503	81,444	1,094,481
<b>Total revenue</b>	<b>809,534</b>	<b>203,503</b>	<b>81,444</b>	<b>1,094,481</b>
<b>EBITDA</b>				
Depreciation and amortisation	(1,029,032)	17,884	3,363	(1,007,785)
Interest revenue	(299,504)	(132)	-	(299,636)
Finance costs	677	-	-	677
	(6,075)	-	-	(6,075)
<b>Profit/(loss) before income tax expense</b>	<b>(1,333,934)</b>	<b>17,752</b>	<b>3,363</b>	<b>(1,312,819)</b>
Income tax expense				(2,733)
<b>Loss after income tax expense</b>				<b>(1,315,552)</b>
<b>Consolidated - 31 Dec 2020</b>				
<b>Revenue</b>				
Sales to external customers	977,601	228,746	173,031	1,379,378
<b>Total revenue</b>	<b>977,601</b>	<b>228,746</b>	<b>173,031</b>	<b>1,379,378</b>
<b>EBITDA</b>				
Depreciation and amortisation	(1,396,668)	9,305	139,594	(1,247,769)
Interest revenue	(145,616)	(191)	-	(145,807)
	6,564	-	-	6,564
<b>Profit/(loss) before income tax expense</b>	<b>(1,535,720)</b>	<b>9,114</b>	<b>139,594</b>	<b>(1,387,012)</b>
Income tax expense				(37,277)
<b>Loss after income tax expense</b>				<b>(1,424,289)</b>

**Note 4. Revenue**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
	<b>\$</b>	<b>\$</b>
<i>Revenue from contracts with customers</i>		
SaaS revenue	973,546	1,208,601
Other revenue	120,935	170,777
<b>Revenue</b>	<b>1,094,481</b>	<b>1,379,378</b>

**Note 4. Revenue (continued)**

*Disaggregation of revenue*

The disaggregation of revenue from contracts with customers is as follows:

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
	\$	\$
<i>Geographical regions</i>		
APAC	809,534	978,098
EMEA	203,503	228,249
AMERICAS	81,444	173,031
	<u>1,094,481</u>	<u>1,379,378</u>
<i>Timing of revenue recognition</i>		
Services transferred over time	<u>1,094,481</u>	<u>1,379,378</u>

**Note 5. Other income**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
	\$	\$
COVID-19 cash flow boost	-	53,869
Interest income	677	6,564
Other income	<u>677</u>	<u>60,433</u>

**Note 6. Finance and administration costs**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
	\$	\$
Legal and due diligence expenses	4,027	39,062
Subscriptions	146,805	151,037
IT infrastructure	109,686	259,871
Administration expenses	415,266	660,569
Finance and administration costs	<u>675,784</u>	<u>1,110,539</u>

**Note 7. Cash and cash equivalents**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	\$	\$
<i>Current assets</i>		
Cash at bank	2,780,313	1,196,812
Cash on deposit	3,511,137	1,010,345
	<u>6,291,450</u>	<u>2,207,157</u>

**Note 8. Trade and other receivables**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	\$	\$
<i>Current assets</i>		
Trade receivables	74,236	106,167
Less: Allowance for expected credit losses	<u>(43,021)</u>	<u>(57,829)</u>
	<u>31,215</u>	<u>48,338</u>
Customer deposits receivable from online payment systems	-	270
Other receivables	-	145
Interest receivable	<u>10</u>	<u>125</u>
	<u><u>31,225</u></u>	<u><u>48,878</u></u>

*Allowance for expected credit losses*

The ageing of the receivables and allowance for expected credit losses provided for above are as follows:

<b>Consolidated</b>	<b>Carrying amount</b>		<b>Allowance for expected credit losses</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	\$	\$	\$	\$
0 to 1 months overdue	29,802	48,310	-	-
1 to 2 months overdue	3,326	2,716	-	-
2 to 3 months overdue	1,966	1,549	-	-
Over 3 months overdue	39,142	53,592	-	-
Allowance for expected credit losses	<u>-</u>	<u>-</u>	<u>(43,021)</u>	<u>(57,829)</u>
	<u><u>74,236</u></u>	<u><u>106,167</u></u>	<u><u>(43,021)</u></u>	<u><u>(57,829)</u></u>

Movements in the allowance for expected credit losses are as follows:

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	\$	\$
Opening balance	57,829	157,728
Additional provisions recognised	6,884	21,491
Receivables written off during the year as uncollectable	<u>(21,692)</u>	<u>(121,390)</u>
Closing balance	<u><u>43,021</u></u>	<u><u>57,829</u></u>

**Note 9. Other**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	<b>\$</b>	<b>\$</b>
<i>Current assets</i>		
Prepayments	107,410	188,124
Security deposits	-	18,769
Other deposits	50,000	-
	<u>157,410</u>	<u>206,893</u>
<i>Non-current assets</i>		
Security deposits	43,106	43,106
	<u>200,516</u>	<u>249,999</u>

**Note 10. Intangibles**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	<b>\$</b>	<b>\$</b>
<i>Non-current assets</i>		
Workconex Platform - at cost	-	321,858
Less: Accumulated amortisation	-	(53,643)
Less: Impairment	-	(268,215)
	<u>-</u>	<u>-</u>
JXT Platform - at cost	802,306	802,306
Less: Accumulated amortisation	(423,434)	(289,718)
Less: Impairment	(200,000)	(200,000)
	<u>178,872</u>	<u>312,588</u>
Applyflow Platform - at cost	775,000	675,000
Less: Accumulated amortisation	(185,589)	(92,879)
	<u>589,411</u>	<u>582,121</u>
	<u>768,283</u>	<u>894,709</u>

*Reconciliations*

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

<b>Consolidated</b>	JXT Platform \$	Applyflow Platform \$	Total \$
Balance at 1 July 2021	312,588	582,121	894,709
Additions	-	100,000	100,000
Amortisation expense	(133,716)	(92,710)	(226,426)
Balance at 31 December 2021	<u>178,872</u>	<u>589,411</u>	<u>768,283</u>

**Note 11. Trade and other payables**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	\$	\$
<i>Current liabilities</i>		
Trade payables	(4,906)	65,159
Accrued expenses	95,484	210,886
GST payable	1,664	7,950
VAT payable	67,157	75,623
Employee taxes payable	56,684	49,812
	<u>216,083</u>	<u>409,430</u>

**Note 12. Contract liabilities**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	\$	\$
<i>Current liabilities</i>		
Contract liabilities	<u>329,972</u>	<u>271,078</u>
<i>Non-current liabilities</i>		
Contract liabilities	<u>54,765</u>	<u>42,376</u>
	<u>384,737</u>	<u>313,454</u>

This liability represents the portion of unearned revenue comprised of payments received from customers for which the performance obligation has not yet been met. Revenue from these payments will be recognised over the course of the contract once performance obligations are satisfied.

*Unsatisfied performance obligations*

The aggregate amount of the transaction price allocated to the performance obligations that are unsatisfied at the end of the reporting period was \$384,737 as at 31 December 2021 (\$313,454 as at 30 June 2021) and is expected to be recognised as revenue in future periods as follows:

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	\$	\$
Within 6 months	148,233	108,979
6 to 12 months	61,003	40,972
12 to 18 months	24,785	16,607
18 to 24 months	18,133	13,357
24 - 36 months	11,847	12,412
Unallocated until Website build complete (classified as current)	120,736	121,127
	<u>384,737</u>	<u>313,454</u>

**Note 13. Issued capital**

	<b>Consolidated</b>			
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	Shares	Shares	\$	\$
Ordinary shares - fully paid	<u>2,957,608,034</u>	<u>1,811,853,739</u>	<u>29,321,601</u>	<u>24,051,837</u>

**Note 13. Issued capital (continued)**

*Movements in ordinary share capital*

Details	Date	Shares	Issue price	\$
Balance	1 July 2021	1,811,853,739		24,051,837
Ordinary - fully paid shares issued	30 July 2021	1,132,408,400	\$0.0050	5,662,042
Equity share based payment to employee as part of performance remuneration	7 September 2021	5,845,895	\$0.0085	50,000
Options exercised and converted to Ordinary - fully paid shares	16 September 2021	7,500,000	\$0.0034	25,500
Share issue costs paid as 10 million Advisor Options issued	11 August 2021	-	-	(45,680)
Share issue costs paid	Jul 2021 to Sep 2021	-	-	(422,098)
Balance	31 December 2021	<u>2,957,608,034</u>		<u>29,321,601</u>

*Movements in options*

Details	Date	Options
Balance	1 July 2020	241,604,320
Unlisted Options issued to Advisors	11 August 201	10,000,000
Unlisted Options exercised	16 September 2021	(7,500,000)
Unlisted Remuneration Options issued to CEO	19 October 2021	20,000,000
Unlisted Remuneration Options issued to employee	19 October 2021	27,500,000
Unlisted Incentive Options issued to Hudson Global Resources	28 October 2021	21,435,000
Unlisted tranche 2 Performance Options issued to CareerOne Pty Limited cancelled	31 December 2021	<u>(33,333,333)</u>
Balance	31 December 2021	<u>279,705,987</u>

*Ordinary shares*

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

*Share buy-back*

There is no current on-market share buy-back.

**Note 14. Reserves**

	Consolidated	
	31 Dec 2021	30 Jun 2021
	\$	\$
Foreign currency reserve	(3,228)	1,666
Share-based payments reserve	<u>897,033</u>	<u>833,153</u>
	<u>893,805</u>	<u>834,819</u>

**Note 14. Reserves (continued)**

*Foreign currency reserve*

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars and exchange differences in intercompany loans. It is also used to recognise gains and losses on hedges of the net investments in foreign operations.

*Share-based payments reserve*

The reserve is used to recognise the value of equity benefits provided to certain key management personnel, employees, advisors and business partners of the consolidated entity as part of their incentive or compensation for services.

*Movements in reserves*

Movements in each class of reserve during the current financial half-year are set out below:

<b>Consolidated</b>	Foreign currency reserve \$	Share-based payments reserve \$
Balance at 1 July 2021	1,666	833,153
Foreign currency translation	(4,894)	-
Share-based payment options amortised during the period	-	60,392
Share issue transaction costs	-	45,680
Share based payments for employee equity incentive shares amortised during the period	-	7,808
Share based payments for employee equity incentive shares issued	-	(50,000)
	<hr/>	<hr/>
Balance at 31 December 2021	<u>(3,228)</u>	<u>897,033</u>

**Note 15. Dividends**

There were no dividends paid, recommended or declared during the current or previous financial half-year.

**Note 16. Share-based payments**

Option	Class	Exercise price	Number under option
Unlisted Director Options, issued as part of share-based compensation for remuneration	Vested on 18 June 2019 Expiring on 30 November 2022	\$0.0300	10,000,000
Unlisted Performance Options, issued to CareerOne Pty Limited	Vesting on 31 December 2022 Expiring on 31 December 2023	\$0.0100	33,333,334
Unlisted Director Options, issued as part of share-based compensation for remuneration	Vested on 29 November 2019 Expiring on 30 November 2024	\$0.0206	45,000,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 22 January 2021 Expiring on 30 November 2024	\$0.0206	2,500,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 15 February 2021 Expiring on 28 February 2023	\$0.0200	3,000,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 27 August 2021 Expiring on 30 November 2024	\$0.0206	10,000,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 17 November 2021 Expiring on 17 November 2023	\$0.0200	9,500,000
Advisor Options	Vesting on 11 February 2022 Expiring on 11 August 2024	\$0.0100	10,000,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 4 October 2022 Expiring on 17 November 2023	\$0.0200	4,000,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 17 August 2022 Expiring on 17 November 2023	\$0.0200	3,500,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 30 September 2022 Expiring on 30 September 2024	\$0.0100	40,000,000
Unlisted Incentive Options, issued as part of Hudson agreement	Vesting in three tranches with vesting conditions set out in ASX announcement on 28 October 2021: 7,145,000 vesting on 30 June 2022 14,290,000 vesting on 31 December 2022 Expiring on 30 June 2023	\$0.0700	<u>21,435,000</u>
Balance, see also - Options granted under incentive plans			<u>192,268,334</u>

**Note 16. Share-based payments (continued)**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
<b>Share based payment expense (write-back)</b>		
Amortisation of share based payment options based on vesting conditions above	46,776	45,635
Cancelled and non-vested Employee share based options	-	(59,963)
Cancelled and non-vested CareerOne Pty Limited Tranche 1 performance share options	-	(183,497)
Reversal of previously amortised and non-vested CareerOne Pty Limited Tranche 2 and Tranche 3 performance share options <sup>(1)</sup>	-	(182,929)
Amortisation of share based payments for employee equity incentive shares, non-vested	7,808	17,397
Share based payment for employee equity incentive shares issued during the period	-	50,000
Incentive share based payment to Hudson <sup>(2)</sup>	13,616	-
	<u>68,200</u>	<u>(313,357)</u>

<sup>(1)</sup> Management assessed the probability of the CareerOne Pty Limited performance options to be 0% as at 31 December 2020 and 31 December 2021. The 31 December 2020 reversal reflects the Tranche 2 and Tranche 3 amounts previously amortised.

<sup>(2)</sup> Management have assessed the probability of the Hudson incentive options to be 100% as at 31 December 2021.

10,000,000 Advisor options issued in August 2021, with a fair value of \$45,680, has been recorded to Share Issue cost note 13 and so do not appear in share based payments expense here.

Refer to note 23 for details on valuation model inputs to determine fair value.

**Note 17. Contingent liabilities**

The consolidated entity had no contingent liabilities as at 31 December 2021 and 30 June 2021.

**Note 18. Commitments**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	<b>\$</b>	<b>\$</b>
<i>Lease commitments - operating</i>		
Committed at the reporting date but not recognised as liabilities, payable:		
Within one year	164,107	5,688
One to five years	42,385	-
	<u>206,492</u>	<u>5,688</u>

**Note 19. Related party transactions**

*Parent entity*

Applyflow Limited is the parent entity.

**Note 19. Related party transactions (continued)**

*Transactions with related parties*

The following transactions occurred with related parties:

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
	\$	\$
Sale of goods and services:		
Applypay funding income (as part of a trial transaction and R&D development in relation to the Applypay product) received from Superhero Markets Pty Ltd, a company associated with John Winters	915	-
Payment for goods and services:		
Legal fees (including legal services in relation to capital raising), paid to Milcor Legal Pty Ltd, to a company associated with Steven Papadopoulos*	43,800	129,989
Purchase of second hand office equipment, paid to Superhero Super Pty Ltd, a company associated with John Winters	-	2,937

*Receivable from and payable to related parties*

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	\$	\$
Current payables:		
Legal fees, payable to Milcor Legal Pty Ltd, to a company associated with Steven Papadopoulos	-	25,000
Consultant fee, payable to Diamond Capital Partners Pty Ltd, a company associated with John Winters	15,000	-

\* Current period \$43,800 is made up of the following: \$18,800 relates to legal expenses incurred in the 6 months to 31 December 2021 and \$25,000 relates to legal expenses incurred in the prior year ended 30 June 2021 which was recorded as a related party payable as at 30 June 2021.

Prior period \$129,989 is made up of the following: \$29,485 relates to legal expenses incurred in the 6 months to 31 December 2020 and \$100,504 relates to legal expenses incurred in the prior year ended 30 June 2020 which was recorded as a related party payable as at 30 June 2020.

*Loans to/from related parties*

There were no loans to or from related parties at the current and previous reporting date.

*Terms and conditions*

All transactions were made on normal commercial terms and conditions and at market rates.

**Note 20. Events after the reporting period**

No matter or circumstance has arisen since 31 December 2021 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 21. Reconciliation of loss after income tax to net cash (used in) operating activities**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
	<b>\$</b>	<b>\$</b>
Loss after income tax expense for the half-year	(1,315,552)	(1,424,289)
Adjustments for:		
Depreciation and amortisation	299,636	145,807
Net loss on disposal of non-current assets	-	5,426
Share-based payments	68,200	(313,357)
Change in operating assets and liabilities:		
Decrease in trade and other receivables	17,653	238,981
Decrease in prepayments	80,714	76,311
Increase in other operating assets	(50,000)	-
Decrease in trade and other payables	(193,347)	(206,727)
Increase in provision for income tax	2,853	35,053
Increase/(decrease) in employee benefits	19,341	(2,621)
Increase in other operating liabilities	71,283	75,388
Net cash (used in) operating activities	<u>(999,219)</u>	<u>(1,370,028)</u>

**Note 22. Earnings per share**

	<b>Consolidated</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
	<b>\$</b>	<b>\$</b>
Loss after income tax attributable to the owners of Applyflow Limited	<u>(1,315,552)</u>	<u>(1,424,289)</u>
	<b>Cents</b>	<b>Cents</b>
Basic loss per share	(0.05)	(0.08)
Diluted loss per share	(0.05)	(0.08)
	<b>Number</b>	<b>Number</b>
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>2,773,831,597</u>	<u>1,800,911,934</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>2,773,831,597</u>	<u>1,800,911,934</u>

**Note 23. Options**

Options granted under incentive plans

A share option plan has been established by the consolidated entity and approved by shareholders at a general meeting, whereby the consolidated entity may, at the discretion of the Nomination and Remuneration Committee, grant options over ordinary shares in the company to certain key management personnel, employees, advisors and business partners of the consolidated entity. The options are issued for nil consideration and are granted in accordance with performance guidelines established by the Board.

**Note 23. Options (continued)**

Set out below are summaries of option movements during the financial half-year:

	Number of options 31 Dec 2021	Weighted average exercise price 31 Dec 2021	Number of options 31 Dec 2020	Weighted average exercise price 31 Dec 2020
Outstanding at the beginning of the financial half-year	146,666,667	\$0.0145	180,500,000	\$0.0137
Granted	78,935,000	\$0.0101	20,000,000	\$0.0203
Forfeited	-	-	(53,333,333)	\$0.0140
Cancelled	<u>(33,333,333)</u>	\$0.0100	<u>-</u>	-
Outstanding at the end of the financial half-year	<u>192,268,334</u>	\$0.0135	<u>147,166,667</u>	\$0.0145
Exercisable at the end of the financial half-year	<u>78,500,000</u>	\$0.0183	<u>55,000,000</u>	\$0.0174

Total options

Options outstanding at the end of the financial period have the following expiry date and exercise prices:

**Note 23. Options (continued)**

Option	Class	Exercise price	Number of options
Unlisted Director Options, issued as part of share-based compensation for remuneration	Vested on 18 June 2019 Expiring on 30 November 2022	\$0.0030	10,000,000
Unlisted Options (these options were free attaching granted on 1:1 basis to shareholders of the placement complete on 8 March 2019)	Vested on 18 June 2019 Expiring on 30 November 2024	\$0.0034	87,437,653
Unlisted Performance Options, issued to CareerOne Pty Limited	Vesting on 31 December 2022 Expiring on 31 December 2023	\$0.0100	33,333,334
Unlisted Director Options, issued as part of share-based compensation for remuneration	Vested on 29 November 2019 Expiring on 30 November 2024	\$0.0206	45,000,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 22 January 2021 Expiring on 30 November 2024	\$0.0206	2,500,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 15 February 2021 Expiring on 28 February 2023	\$0.0200	3,000,000
Unlisted CEO Options, issued as part of share-based compensation for remuneration	Vesting on 27 August 2021 Expiring on 30 November 2024	\$0.0206	10,000,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 17 November 2021 Expiring on 17 November 2023	\$0.0200	9,500,000
Advisor Options	Vesting on 11 February 2022 Expiring on 11 August 2024	\$0.0100	10,000,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 4 October 2022 Expiring on 17 November 2023	\$0.0200	4,000,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 17 August 2022 Expiring on 17 November 2023	\$0.0200	3,500,000
Unlisted Employee Options, issued as part of share-based compensation for remuneration	Vesting on 30 September 2022 Expiring on 30 September 2024	\$0.0100	40,000,000
Unlisted Incentive Options, issued as part of Hudson agreement	Vesting in three tranches with vesting conditions set out in ASX announcement on 28 October 2021: 7,145,000 vesting on 30 June 2022 14,290,000 vesting on 31 December 2022 Expiring on 30 June 2023	\$0.0070	<u>21,435,000</u>
			<u><u>279,705,987</u></u>

**Note 23. Options (continued)**

For the options granted during the current financial half-year, the valuation model inputs used to determine the fair value at the grant date, are as follows:

Grant date	Expiry date	Share price at grant date	Exercise price	Expected volatility	Dividend yield	Risk-free interest rate	Fair value at grant date
11/08/2021	11/08/2024	\$0.0080	\$0.0100	100.0000%	-	0.1902%	\$0.0046
19/10/2021	17/11/2023	\$0.0060	\$0.0200	100.0000%	-	0.6672%	\$0.0015
19/10/2021	30/09/2022	\$0.0060	\$0.0100	100.0000%	-	0.6672%	\$0.0031
28/10/2021	30/06/2023	\$0.0070	\$0.0070	100.0000%	-	1.0454%	\$0.0034

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 31 December 2021 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company 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



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John Winters  
Non-Executive Director

25 February 2022

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

**Report on the Half-Year Financial Report**

**Conclusion**

We have reviewed the half-year financial report of Applyflow Limited, which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of profit or 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, condensed notes comprising 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 Applyflow Limited does not comply with the *Corporations Act 2001* including:

- (a) giving a true and fair view of Applyflow Limited's financial position as at 31 December 2021 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 consolidated entity 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* has been given to the directors of the consolidated entity on 25 February 2022.

**Responsibility of the Directors for the Financial Report**

The directors of Applyflow Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards 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 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 consolidated entity's financial position as at 31 December 2021 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.

**STANTONS INTERNATIONAL AUDIT AND CONSULTING PTY LTD**  
**(An Authorised Audit Company)**

*Stantons International Audit and Consulting Pty Ltd*  
*Samir*

**Samir Tirodkar**  
Director

West Perth, Western Australia  
25 February 2022