

AEERIS LIMITED and its controlled entities
Appendix 4D Half Year Report

Results for announcement to the market

	31 Dec 2022 \$	31 Dec 2021 \$	%
Revenue from Ordinary activities	1,181,687	894,873	32.05%
Profit/(Loss) from ordinary activities after tax attributable to members	(254,782)	4,981	(5,218.08%)
Net Profit/(Loss) attributable to members	(254,782)	4,981	(5,218.08%)

The Company does not propose to pay a dividend.

Net tangible assets	31 Dec 2022 \$	31 Dec 2021 \$
Net tangible assets per ordinary shares	0.03	0.04

The further information required by the Listing Rule 4.2A.3 is included in the accompanying Financial Report.

Please refer to the Directors' Report for an explanation of the operational and financial results for the Group.

Bryce Reynolds
Chairman

23 February 2023



Aeeris Limited

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

Consolidated Interim Financial Report For the period ended 31 December 2022

Aeris Limited
ABN 18 166 705 595
and Controlled Entities

Contents

Financial Report

Directors' Report	3
Auditor's Independence Declaration	4
Consolidated Statement of Profit or Loss	5
Consolidated Statement of Financial Position	6
Consolidated Statement of Changes in Equity	7
Consolidated Statement of Cash Flows	8
Notes to the Financial Statements	9
Directors' Declaration	14
Independent Audit Review Report	15

Aeris Limited
ABN 18 166 705 595
and Controlled Entities

Directors' Report for the Half Year Ended 31 December 2022

Your Directors present their report together with the Consolidated Financial Statements of Aeris Limited ("the Group") for the half year ended 31 December 2022.

Directors

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

Mr Bryce Reynolds, Chairman
Mr Kerry Plowright, Chief Executive Officer
Mr Nathan Young, Non-executive Director
Ms. Elissa Hansen, Non-executive Director

Review and results of operations and financial position

The Group recorded a consolidated loss of \$254,782 for the period ended 31 December 2022 (2021 profit: \$4,981).

Other revenue for the half was down on the prior corresponding period due to non-receipt of the research and development tax incentive during the period. The Company expects to receive a research and development incentive in the second half of 2023, albeit at a significantly lower amount to that received in H1 FY22. Subscription revenue was up compared to the prior corresponding period by 32%.

COVID-19 Impact Assessment

As noted in previous reports, business appears to have emerged from the current crisis with an increased awareness of risk. As a consequence, we enter the calendar year with a strong level of inquiry.

Subsequent Events


There have been no subsequent events since the end of the interim period and there has been no material impact from COVID-19 after balance date.

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the period ended 31 December 2022 has been received and can be found on page 4.

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

Director:



Bryce Reynolds, Chairman

Dated this 23rd day of February 2023



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

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

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2022 there have been no contraventions of:

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

MNSA PTY LTD

MNSA Pty Ltd

Mark Schiliro
Director

Sydney

Dated: 23rd February 2023

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Notes	Consolidated Half Year Ended 31 Dec 2022 \$	Consolidated Half Year Ended 31 Dec 2021 \$
Revenue and Other Income			
Revenue	2	1,181,687	894,873
Other income	2	20,569	470,219
Total Revenue and Other Income		1,202,256	1,365,092
Expenses			
SMS communication		(120,262)	(73,902)
Weather reports		(135,719)	(102,656)
Depreciation and amortisation		(4,429)	(5,534)
Licence fees		(5,960)	(8,408)
Subcontractors		(165,885)	(118,709)
Consulting fees		(85,806)	(115,850)
Employee benefits expense		(665,452)	(557,920)
IT costs		(65,160)	(62,492)
Share based payments		-	(125,591)
Other expenses from ordinary activities	3	(208,365)	(189,049)
Total Expenses		(1,457,038)	(1,360,111)
(Loss)/Profit Before Income Tax		(254,782)	4,981
Income tax expense		-	-
(Loss)/Profit for the Period		(254,782)	4,981
Earnings per Share			
From continuing and discontinued operations:			
- Basic (loss)/ profit per share (cents)	10	(0.36)	0.01
- Diluted (loss)/profit per share (cents)	10	(0.36)	0.01

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

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

	Notes	Consolidated As at 31 Dec 2022 \$	Consolidated As at 30 Jun 2022 \$
Current Assets			
Cash & cash equivalents		2,546,657	2,739,215
Trade & other receivables		437,288	337,988
Other assets		31,263	14,791
Total Current Assets		3,015,208	3,091,994
Non-Current Assets			
Property, plant & equipment		13,252	11,968
Total Non-Current Assets		13,252	11,968
Total Assets		3,028,460	3,103,962
Current Liabilities			
Trade & other payables		781,559	586,018
Provisions		58,246	66,279
Total Current Liabilities		839,805	652,297
Non-Current Liabilities			
Provisions		52,565	60,793
Total Non-Current Liabilities		52,565	60,793
Total Liabilities		892,370	713,090
Net Assets		2,136,090	2,390,872
Equity			
Issued capital	4	6,516,861	6,516,861
Options reserve		206,809	206,809
Accumulated losses		(4,587,580)	(4,332,798)
Total Equity		2,136,090	2,390,872

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

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

Consolidated Group	Issued Capital \$	Options Reserve \$	Accumulated Losses \$	Total \$
Balance as at 1 July 2021	5,100,568	81,218	(4,121,503)	1,060,283
Profit for the financial period	-	-	4,981	4,981
Issue of shares	1,509,300	-	-	1,509,300
Share issue costs	(93,007)	-	-	(93,007)
Issue of options	-	125,591	-	125,591
Balance as at 31 December 2021	6,516,861	206,809	(4,116,522)	2,607,148
Balance as at 1 July 2022	6,516,861	206,809	(4,332,798)	2,390,872
(Loss)/Profit for the financial period	-	-	(254,782)	(254,782)
Balance as at 31 December 2022	6,516,861	206,809	(4,587,580)	2,136,090

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

AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Consolidated Half Year Ended 31 Dec 2022 \$	Consolidated Half Year Ended 31 Dec 2021 \$
Cash flow from operating activities		
Receipts from customers	1,372,620	1,052,517
R&D tax incentive received	-	469,965
Interest received	20,569	254
Payments to suppliers & employees	<u>(1,579,463)</u>	<u>(1,268,215)</u>
Net cash (used in)/provided by operating activities	<u>(186,274)</u>	<u>254,521</u>
Cash flow from investing activities		
Purchases of property, plant & equipment	<u>(6,284)</u>	<u>(3,760)</u>
Net cash (used in) investing activities	<u>(6,284)</u>	<u>(3,760)</u>
Cash flow from financing activities		
Proceeds from issue of shares	-	1,509,300
Payments for issue of shares	<u>-</u>	<u>(93,007)</u>
Net cash provided by financing activities	<u>-</u>	<u>1,416,293</u>
Net (decrease)/increase in cash held	(192,558)	1,667,054
Cash & cash equivalents at the beginning of the period	<u>2,739,215</u>	<u>1,426,958</u>
Cash & cash equivalents at the end of the period	<u>2,546,657</u>	<u>3,094,012</u>

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

AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

NOTE 1. Statement of Significant Accounting Policies

Basis of Preparation

These general purpose interim financial statements for the half year reporting period ended 31 December 2022 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

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

Accounting Policies

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

The Group has considered the implications of new or amended accounting standards but determined that their application to the financial statements is either not relevant or not material.

Critical Accounting Estimates and Judgments

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

Key Estimates

Capitalisation of development costs

Development costs associated with intangible assets are only capitalised by the Group when it can demonstrate the technical feasibility of completing the asset so that the asset will be available for use or sale, how the asset will generate future economic benefits and the ability to measure reliably the expenditure attributable to the intangible asset during its development.

AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

Key Judgements

Share-based payment transactions

The Directors measure the cost of equity-settled share-based payment transactions with employees by reference to the fair value of the equity instruments at grant date. The fair value is determined by an external valuer using the Black Scholes Model simulation. 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 annual reporting period but may impact expenses and equity.

Revenue

The Directors have assessed the impact of AASB 15: *Revenue from Contracts with Customers* on the financial statements and have determined that other than unearned revenue, the Group has recognised revenue to depict the transfer of services to customers in an amount that reflects the consideration to which the Group expects to be entitled in exchange for the services.

Unearned revenue

The Directors have assessed the impact of AASB 15: *Revenue from Contracts with Customers* on the financial statements and have determined that unearned revenue reflects the value of consideration that has or will be received before the transfer of services is made to customers.

AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

	Consolidated Half Year Ended 31 Dec 2022 \$	Consolidated Half Year Ended 31 Dec 2021 \$
NOTE 2. Revenue and Other Income		
Revenue from ordinary activities		
Sales revenue:		
Subscription income	1,181,687	894,873
	<u>1,181,687</u>	<u>894,873</u>
Other revenue:		
R&D tax incentive received	-	469,965
Interest received	20,569	254
	<u>20,569</u>	<u>470,219</u>

NOTE 3. Other Expenses
Other expenses from ordinary activities

Secretarial fee	17,381	17,238
Insurance	61,819	42,833
Travelling & accommodation	6,438	1,819
Registry services	4,593	10,173
Other operating expenses	118,134	116,986
	<u>208,365</u>	<u>189,049</u>

	Consolidated As at 31 Dec 2022 \$	Consolidated As at 30 June 2022 \$
NOTE 4. Issued Capital		
Fully Paid Ordinary Shares	7,250,225	7,250,225
Capital Raising Costs	(733,364)	(733,364)
Closing balance	<u>6,516,861</u>	<u>6,516,861</u>

	No.	No.
Ordinary Shares		
Opening Issued Capital	71,583,858	59,973,858
Issue of shares – 11 October 2021	-	10,840,000
Issue of shares – 6 December 2021	-	770,000
At the end of the reporting period	<u>71,583,858</u>	<u>71,583,858</u>

NOTE 5. Dividends

No dividends were paid during the period.

AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

NOTE 6. Events after the End of the Interim Period

There have been no subsequent events since the end of the interim period and there have been no material impacts from COVID-19 after balance date.

NOTE 7. Interest in Subsidiaries

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

Company	Place of Incorporation	Principal Activities	% of issued shares owned
Early Warning Network Pty Ltd	Australia	Early Warning Notifications	100%

NOTE 8. Operating Segments

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

NOTE 9. Contingent Liabilities

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

NOTE 10. Earnings Per Share

	No. of Shares As at 31 Dec 2022	No. of Shares As at 31 Dec 2021
Weighted average number of ordinary shares used in calculating basic and diluted earnings per share.	71,583,858	64,877,082
	Consolidated Half Year Ended 31 Dec 2022	Consolidated Half Year Ended 31 Dec 2021
	\$	\$
Net (Loss)/Profit after income tax attributable to shareholders	(254,782)	4,981
	Cents	Cents
Basic (loss)/profit earnings per share	(0.36)	0.01
Diluted (loss)/profit earnings per share	(0.36)	0.01

AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2022

NOTE 11. Fair Value Measurements

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

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

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

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

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

	Level	As at 31 December 2022		As at 30 June 2022	
		Carrying amount	Fair value	Carrying amount	Fair value
		\$	\$	\$	\$
Financial assets					
Cash & cash equivalents	1	2,546,657	2,546,657	2,739,215	2,739,215
Trade & other receivables	1	437,288	437,288	337,988	337,988
Other assets	1	31,263	31,263	14,791	14,791
Financial liabilities					
Trade & other payables	1	781,559	781,559	586,018	586,018

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

	Level	As at 31 December 2022		As at 30 June 2022	
		Carrying amount	Fair value	Carrying amount	Fair value
		\$	\$	\$	\$
Non-financial assets					
Property, plant and equipment	2	13,252	13,252	11,968	11,968
Non-financial liabilities					
Provisions	2	110,811	110,811	127,072	127,072

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

Directors' Declaration

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

1. The financial statements and notes, as set out on pages 5 to 13, are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standard AASB 134: *Interim Financial Reporting*; and
 - (b) giving a true and fair view of the consolidated group's financial position as at 31 December 2022 and 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 as and when they become due and payable.

Director: 
Bryce Reynolds, Chairman

Dated this 23rd day of February 2023



**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES**

Report on the Half-year Financial Report

Conclusion

We have reviewed the half-year financial report of Aeeris Limited and controlled entities, which comprises the consolidated statement of financial position as at 31 December 2022, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and consolidated statement of cash flows for the half-year then ended, 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 Aeeris Limited does not comply with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Aeeris Limited 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*. 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 Aeeris Limited in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Responsibility of the Directors for the Financial Report

The directors of the group 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

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*.

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.

MNSA PTY LTD

MNSA Pty Ltd

Mark Schiliro

Director

Sydney

Dated: 23rd February 2023

MNSA