AssetOwl

ACN 122 727 342

CONSOLIDATED ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED 30 JUNE 2019

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CORPORATE DIRECTORY

DIRECTORS	Simon Trevisan (Non-Executive Chairman) Andrew Lane (Non-Executive Director) Geoff Baldwin (Non-Executive Director)
COMPANY SECRETARY	Sean Meakin
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SOLICITORS	Jackson McDonald Level 17, 225 St Georges Terrace PERTH WA 6000
BANKERS	St George Bank Level 3, Brookfield Place Tower 2 123 St Georges Terrace PERTH WA 6000

LETTER TO SHAREHOLDERS

Dear fellow shareholders,

Welcome to the 2019 Annual Report for AssetOwl Limited (ASX: AO1). AssetOwl provides cloud-based software services for real estate asset management to the residential, retail and government property sectors, and the past year has seen our Company complete development of its new inspection tool, Inspector360.

FY20 marks the launch of Inspector360 with the roll out of this new product. Our engineering team built the product for half the initial projected development cost and in a much shorter than planned timeframe. This is an achievement of which we can all be proud.

The Inspector360 platform is intended to positively disrupt the way residential property management operates. It will greatly reduce the disputes that are all too common by creating a quick, easy and trustworthy record of the state of premises that all parties can rely upon. It will greatly improve the efficiency and accuracy of their inspection workflow and, more importantly, provide far better qualitive outcomes. Inspector360 can reduce the risks, conflict and resultant stress and cost that property managers face whilst also providing real estate owners with a trusted platform to manage assets remotely. It changes the process from an archaic, subjective form or paper-based approach to a photo-centric platform accessible from the cloud. We expect Inspector360 to empower property managers to efficiently capture inspections of properties and collaborate on our cloud-based platform with other stakeholders including property owners and tenants.

Ahead of launching Inspector360, we assembled a solid group of partners and customers including The Agency Group Australia Ltd (ASX:AU1), PCR Inspection Services, Attree Real Estate and RE/MAX WA's Property Management division. Attracting these partners, who we expect to become long-term clients, followed our earlier agreements with Colliers (WA) and the Australian Centre for Advanced Computing and Communication Pty Ltd (AC3) for its client NSW Housing. These new partners came on board with the first version of the platform, InspectorAsset, and provided critical feedback to help shape development of Inspector360. These clients have validated the strength and uniqueness of our product and we are looking forward to extending these relationships and creating new ones in the year ahead.

The past year has seen us focus on efficiency and minimising cash burn while we undertook the development of Inspector360 and now begin to roll it out. This has been a challenging undertaking and we thank our shareholders for their continued support throughout the year, particularly to those who participated in our capital raising activities to ensure our operations could continue and that we could deliver on our goals.

The challenge and goal for this year is to achieve commercial roll out and industry acceptance of Inspector360 as the platform of choice for property inspections.

I would like to thank my fellow Board members for their support and contributions during the year, including those who retired during the year – Ian Murchison, Bruce McCracken and Jack Stone (my alternate director). We wish these former directors well in their future endeavours.

I also thank AssetOwl's management and staff for their continued hard work and dedication to developing Inspector360 in the impressive way that they have.

LETTER TO SHAREHOLDERS

The year ahead holds a promising future for our Company, and I am confident that we can execute on our opportunity. I look forward to sharing our success with you.

Simon Trevisan
Non-Executive Chairman

OPERATIONAL REPORT

OPERATIONS REVIEW

Highlights

- AssetOwl's development of next-generation property management platform, Inspector360 completed (release version).
- Inspector360 development completed under budget and ahead of schedule
- Commercial release of Inspector360 achieved in September 2019.
- Customers secured to trial and roll out the platform including The Agency Group Australia Ltd (ASX: AU1), PCR Inspection Services, Attree Real Estate and RE/MAX WA

Overview

AssetOwl provides cloud-based software services for real estate asset management to the residential, retail and government property sectors.

The property inspection process typically involves the preparation of written reports to the landlord during the term of tenancy, including reports prepared at the commencement and completion of the lease term. Conducting inspections and manually documenting items for attention is a labour intensive, time-consuming and expensive process, a cost borne by landlords, property managers and tenants.

At the end of a tenancy period, the nature of the current inspection process, and the resulting deliverables, often results in dispute between landlords, property managers and tenants concerning the condition of the property at the start and end of the lease.

According to the Australian Bureau of Statistics, there are approximately 2.6 million privately owned, rented properties in Australia. This market sees about 750,000 ingoing/outgoing inspections and 5 to 6 million routine inspections each year.

During the year, the Company completed development of the first version of its residential inspection tool, and then the second version – Inspector360. It also secured key cornerstone relationships in the property management sectors with The Agency Group Australia Ltd (ASX:AU1), PCR Inspection Services, Attree Real Estate and RE/MAX WA's Property Management division.

AssetOwl brought its visual inspection technology to the residential market with the successful implementation for Colliers International (WA), after the two companies signed a software service agreement in June 2018. Following that, AssetOwl trained Colliers' personnel to use the platform as it became active within Colliers' organisation. This enabled AssetOwl to receive valuable feedback on the inspection tool through Colliers' testing, to aid development of the tool's next generation, InspectorAsset.

Colliers initially used the platform to assist with residential entry and exit inspections. The parties identified scope to expand the use to several new touchpoints in the residential rental process.

Colliers rolled out InspectorAsset through its residential property management business in the December quarter, ahead of implementing the software from the start of CY19.

OPERATIONAL REPORT

InspectorAsset delivered tenants and owners a more exact record of the condition of residential properties during a tenancy and when tenants move in and out, using virtual reality technology to create an internal view of a property.

AssetOwl continued the development process across its web and mobile apps and achieved commercial release of the second version of the residential inspection tool, inspector360 in September 2019. Inspector360 incorporates 360-degree imagery, video, voice-to-text and hot-spot mapping of floor plans to accurately document property condition reports.

The Company secured property inspection service provider PCR Inspection Services to help bring Inspector360 to market. PCR Inspection Services provides support to 160 Western Australian real estate agencies, with an estimated 7,000 properties under management, to deliver 65 property condition reports and 35 routine inspections per week. Collaborating with PCR, AssetOwl continued to develop advanced features for Inspector360.

In addition, it signed leading real estate group The Agency Group (ASX: AU1) to trial Inspector360 along with Perth group Attree Real Estate.

Perth-headquartered The Agency has strongly grown its market position to now run an Australian mortgage book worth more than $1.2 billion, with more than 4,200 properties under management and nearly 1,400 properties listed for sale. With approximately 300 sales representatives across its nine offices in Perth, Sydney, Melbourne and the Gold Coast, The Agency now plans to expand to Canberra as well as regional WA.

After having been involved in early development of Inspector360, in the June quarter, RE/MAX WA confirmed its intention to implement the product for all inspections, subject to a successful trial period, which has recently concluded. Once the platform is working in the RE/MAX WA Property Management division, RE/MAX WA intends to promote it to RE/MAX offices nationally.

AssetOwl's team has successfully developed version 1.0 of the mobile and tablet apps for both Android and iOS devices using a new open source technology from Google, Flutter. The Company understands that its Inspector360 tool is one of the first major commercial applications of Flutter in Australia.

Corporate

Rights Issue

In mid-June AssetOwl completed an equity capital raising of $1,376,091 (before costs) via a pro-rata renounceable rights issue (Rights Offer) and Shortfall offer.

The Rights Offer was made on a 2-for-1 basis, being 1 new fully paid ordinary share in AssetOwl (New Share) for every 1 existing share held, at an issue price of 0.7c per New Share. The Rights Issue was fully underwritten by Patersons Securities.

Directors Andrew Lane, Simon Trevisan and their associated entities agreed to subscribe for approximately $430,000 by way of entitlement under the Rights Offer.

OPERATIONAL REPORT

AssetOwl used proceeds from the Rights Offer to support the development and rollout of AssetOwl's Management Platform and the Company's expansion into the property management sector, the repayment of debts, the cost of the Rights Offer and for general working capital purposes.

Board Changes

Mr Ian Murchison and Mr Bruce McCracken retired as AssetOwl Directors in April 2019.

Mr Murchison was a Non-Executive Director of AssetOwl (formerly Regalpoint Resources) since prior to its IPO in 2011, and Mr McCracken joined as Executive Director in 2013.

In July, Mr Jack Stone resigned from his role as Alternate Director for AssetOwl's Chairman Mr Simon Trevisan. Mr Stone served as alternative director of Mr Trevisan since 19 March 2018.

Cost saving measures

The Company exercise tight financial controls across the business while it focuses on the development of Inspector360. All costs were reviewed, and the operating structure was rationalised to reflect the current development focus in the business to significantly reduce fixed operating costs.

In the December quarter, AssetOwl finalised closure of its Melbourne office and consolidation of operations in Perth.

It also relinquished its Queensland (Paroo Range) tenement, EPM16923. It now retains no mineral exploration tenements.

DIRECTORS' REPORT

The Directors present their report together with the financial report of AssetOwl Limited (**Company**) and consolidated subsidiaries ('**the Group**') for the financial year ended 30 June 2019 and the Auditor's Report thereon.

DIRECTORS

The names and details of the Directors in office during the financial year and until the date of this report are set out below.

- Simon Trevisan (Non-Executive Chairman)
- Andrew Lane (Non-Executive Director)
- Geoff Baldwin (Non-Executive Director)
- Bruce McCracken (Executive Director, retired 23 April 2019)
- Ian Murchison (Non-Executive Director, retired 23 April 2019)
- Jack Stone (Alternative Director of Simon Trevisan, resigned 17 July 2019)

Directors have been in office the entire period unless otherwise stated.

PRINCIPAL ACTIVITIES

The Group's principal activity is technology and software development.

DIVIDENDS PAID OR RECOMMENDED

The Directors of the Group do not recommend the payment of a dividend in respect of the current financial year ended 30 June 2019.

OPERATING RESULTS

The Group's net loss after providing for income tax for the year ended 30 June 2019 amounted to $2,010,860 (2018: loss of $3,415,961). At 30 June 2019, the Group had $717,948 of cash and cash equivalents (2018: $310,651).

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

All significant changes in the state of affairs of the Group during the year are discussed in detail in the Review of Operations set out from page 6.

MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

On 24 September 2019, the Group received the 2019 financial year Income Tax Refund for Subsidiary Company, AssetOwl Technologies Pty Ltd, the amount received, $398,267 represents the Research and Development Tax Incentive in relation to applicable expenditure incurred in the 2019 financial year.

No other matters or circumstances have arisen since 30 June 2019 that have significantly affected the Group's operations, results, or state of affairs, or may do so in future years.

DIRECTORS' REPORT

BOARD OF DIRECTORS

Simon Trevisan B Econ, LLB (Hons), MBT – Non-Executive Chairman	
Experience and Expertise	Simon Trevisan is the managing director of Tribis Pty Ltd, and its property arm, Iris Residential Pty Ltd. He has significant experience in public and private investments, corporate finance, and management of large public and private businesses. Mr Trevisan has been responsible for the funding and management of a number of public companies, and substantial private and public real estate and infrastructure investments. His experience includes the establishment and listing of Mediterranean Oil & Gas plc, an AIM-listed oil and gas company with production and a substantial oil discovery in Italy, the successful listing of Ausgold Ltd and Regalpoint Resources Ltd, and the relisting of Brazilian Metals Group Ltd amongst other ASX-traded companies. He holds a Bachelor of Economics and a Bachelor of Laws from the University of Western Australia, and a Masters Degree in Business and Technology from the University of New South Wales. Before becoming a full-time executive with Tribis, Mr Trevisan practiced as a solicitor with Allens Arthur Robinson Legal Group firm, Parker and Parker, in the corporate and natural resources divisions. He is currently a Director of ASX-listed public companies Zeta Petroleum plc and BMG Resources Limited, and is also on the board of St George's College Foundation. Mr Trevisan is the Chairman of the Board, Chairman of the Nomination and remuneration Committee and a member of the Audit and Risk Committee.
Other Current Directorships	Managing Director of Tribis Pty Ltd Managing Director of Iris Residential Pty Ltd Non-Executive Director of BMG Resources Limited Non-Executive Director of Zeta Petroleum Plc Director of Port Coogee No 790 Pty Ltd
Former Directorships in last 3 years	Non-Executive Director of Neurotech International Limited (retired 16 April 2019)
Special Responsibilities	Chairman of the Board of Directors Chairman of the Nomination and Remuneration Committee Member of the Audit and Risk Committee
Interests in AssetOwl Limited	48,146,520 ordinary shares

Andrew Lane B Bus, FCPA, CTA, MAICD – **Non-Executive Director**	
Experience and Expertise	Mr Lane is a Certified Practising Accountant and Chartered Tax Advisor. He is currently the managing director of Matrix Partners, Tax and Business Advisors, having been made a director in 1991. Mr Lane specialises in the area of taxation and has professional expertise in strategic planning and business consultancy. Over the last 30 years, he has had considerable experience in public practice, including as a company secretary of an ASX-listed company. During this time he has offered consultancy advice to a wide range of corporate businesses including IT, mining services, property,

	building, wholesale, sporting, financial services, transport and high net worth individuals. Mr Lane has held, and continues to hold, non-executive director and advisory board positions. Other than AssetOwl, he has been involved with Access Group Australia Pty Ltd since 2002 and was subsequently appointed chairman in March 2009. Mr Lane holds a Bachelor of Business degree from Edith Cowan University. He has also completed the Certified Practising Accountants Programme at Deakin University and is a holder of a Public Practice Certificate. Mr Lane is a member of the Australian Institute of Company Directors, the Australian Society of Certified Practising Accountants and is a Fellow Member of the Taxation Institute of Australia. Mr Lane is a Chairman of the Audit and Risk Committee.
Other Current Directorships	Managing Director Matrix Partners Pty Ltd
Former Directorships in last 3 years	None
Special Responsibilities	Chairman of the Audit and Risk Committee
Interests in AssetOwl Limited	21,410,460 ordinary shares 561,903 Class C Performance Rights

Geoff Baldwin MAICD **- Non-Executive Director**	
Experience and Expertise	Mr Baldwin has over 30 years' experience in the real estate sector and is currently the Managing Director and Owner of RE/MAX Western Australia (since 2009), and Managing Director and Co-Owner of Phoenix CPD, a Real Estate training company, providing compulsory professional development and elective training and coaching for real estate industry professionals. Mr Baldwin is a former director and owner of Greatnet, a real estate technologies company, Mr Baldwin's firm developed the first real estate property inspection software in Australia, introduced Virtual Tour technology to the real estate industry in WA and developed websites and client management software for the industry. Mr Baldwin's other property experience has included being CEO of the Roy Weston Group from 2001 to 2006, and subsequent to this; being the co-owner of Consolidated Property Management and the Geoff Baldwin Realty Group. As well as having an extensive property background, Mr Baldwin's professional memberships include: WA Chamber of Commerce & Industry, the Real Estate Institute of WA and the Australian Institute of Company Directors. He has made multiple contributions to the Real Estate Industry, including being past Councillor and Treasurer of the Real Estate Institute of WA and Chairman of the Certified Practising Real Estate Agents from 2015 to 2017. Mr Baldwin is a member of the Nomination and Remuneration Committee.
Other Current Directorships	Geoff Baldwin.com Realty Group Pty Ltd (T/A RE/MAX Western Australia)
Former Directorships in last 3 years	None
Special Responsibilities	Member of the Nomination and Remuneration Committee
Interests in AssetOwl Limited	1,428,570 ordinary shares

DIRECTORS' REPORT

Bruce McCracken B Com, LLB, MBA, GAICD - **Executive Director** – retired 23 April 2019	
Experience and Expertise	Mr McCracken is an experienced business executive having spent over 20 years working across a broad range of industries based in Perth, Melbourne and Sydney, and is currently the Managing Director of mineral resource explorer BMG Resources Limited. Mr McCracken holds Bachelor of Commerce and Bachelor of Laws degrees from the University of Western Australia, an MBA from Melbourne Business School and is a graduate of the Australian Institute of Company Directors.
Former Directorships in last 3 years	None
Special Responsibilities	None

Ian Murchison B Com, FCA, Dipl Naut Sc – **Non-Executive Director** – retired 23 April 2019	
Experience and Expertise	Mr Murchison is an Investment Director and a founding shareholder of Perth-based private equity fund manager Foundation Management Pty Ltd. Foundation Management was established in 1994 and has invested institutional funds of over $125 million, primarily in Western Australia. Mr Murchison is a Fellow of the Institute of Chartered Accountants and was a founding Partner of Sothertons Chartered Accountants.
Former Directorships in last 3 years	None
Special Responsibilities	None

Jack Stone GAICD– **Alternative Director to Mr Simon Trevisan –** resigned 17 July 2019	
Experience and Expertise	Mr Jack Stone is a Commerce graduate of the University of Queensland and a Graduate of the Australian Institute of Company Directors.
Former Directorships in last 3 years	APAC Group
Special Responsibilities	None

COMPANY SECRETARY

Sean Meakin B. Bus (Acc), B. IT (Info Sys), CA, AGIA	
Experience and Expertise	Mr Meakin has a Bachelor of Business degree majoring in Accounting, and a Bachelor of Information Technology degree majoring in Information Systems from Charles Darwin University. Mr Meakin is a Chartered Accountant and an associate of the Governance Institute of Australia. Mr Meakin was appointed as Company Secretary of the Company in September 2019, he is also the Company Secretary of BMG Resources Limited (ASX: BMG) and joint Company Secretary of Zeta Petroleum PLC (ASX: ZTA). Mr Meakin works closely with the Company's finance team for the preparation of Company's annual report and half yearly financial report. Mr Meakin is an employee of Tribis Pty Ltd and provides services to the Company pursuant to Administration Services Agreement in place with Tribis Pty Ltd.

DIRECTORS' REPORT

DIRECTORS' MEETINGS

During the financial year, there were 3 Board of Director's meetings and 2 Audit Committee meetings held. Attendances by each Director during the year were as follows:

	Directors' Meetings		Audit and Risk Committee Meetings*	
	Number eligible to attend	Number attended	Number eligible to attend	Number attended
Directors				
Simon Trevisan	3	3	2	2
Andrew Lane	3	2	2	1
Geoff Baldwin	3	2	-	-
Bruce McCracken (retired 23 April 2019)	3	2	-	-
Ian Murchison (retired 23 April 2019)	3	3	2	2

The chairman of the Nomination and Remuneration Committee did not consider it necessary to call a committee meeting during the year.

* Mr Murchison was Chairman of the Audit and Risk Committee until his retirement from the Board on 23 April 2019. Upon retirement of Mr Murchison, Mr Lane was appointed as Chairman of the committee.

DIRECTORS' REMUNERATION

Information about the remuneration of Directors is set out in the Remuneration Report below.

REMUNERATION REPORT (AUDITED)

This report details the nature and amount of remuneration for each Director of AssetOwl Limited and other Key Management Personnel. This Remuneration Report outlines the Director and Executive remuneration arrangements of the Group and has been audited in accordance with the requirements of section 308(3C) of the *Corporations Act 2001* and the Corporations Regulations 2001.

For the purposes of this report, Key Management Personnel of the Group are defined as those persons having authority and responsibility for planning, directing and controlling the major activities of the Group, directly or indirectly, including any Director (whether Executive or otherwise) of the Group. The Entity presently has two Non-Executive Directors and a Non-Executive Chairman.

DIRECTORS' REPORT

Key Management Personnel disclosed in the Report

Names and positions held of the Group's Directors and Key Management Personnel in office at any time during the financial year are:

Directors	
Simon Trevisan	(Non-Executive Chairman)
Andrew Lane	(Non-Executive Director)
Geoff Baldwin	(Non-Executive Director)
Ian Murchison	(Non-Executive Director, retired 23 April 2019)
Bruce McCracken	(Executive Director, retired 23 April 2019)
Jack Stone	(Alternate director to Simon Trevisan, resigned 17 July 2019)
Other Key Management Personnel	
Giuseppe Di Franco	(Chief Technology Officer)

Remuneration Governance

The Nomination and Remuneration Committee provides assistance to the Board with respect to the following:

(a) Remuneration policies and practices;

(b) Remuneration of the Executive Officer and Executive Directors;

(c) Composition of the Board; and

(d) Performance Management of the Board and of the Executive Officer.

Use of Remuneration Consultants

During the year, the Group has not required or used any remuneration consultants.

Membership and Composition

The minimum number of members required on the Committee is two Directors. At least one member of the Committee must be a Non-Executive Director of the Board.

The Chair of the Committee is to be a Non-Executive Director, nominated by the Board, who may be the Chairman of the Board.

The Secretary of the Committee shall be the Company Secretary, or such other person as nominated by the Board.

Executive Remuneration Policy and Framework

The Nomination and Remuneration Committee is to review and make recommendations regarding the following:

(a) strategies in relation to executive remuneration policies;

(b) compensation arrangements for the Executive Director, Non-Executive Directors and other senior executives as appropriate;

(c) performance related incentive policies;

(d) the Group's recruitment, retention and termination policies;

(e) the composition of the Board having regard to the skills/experience desired and skills/experience represented;

(f) the appointment of Board members;

(g) the evaluation of the performance of the Executive Director;

(h) consideration of potential candidates to act as Directors; and

(i) succession planning for Board members.

Processes

The Committee shall meet as frequently as required to undertake its role effectively and properly. A quorum for the Committee meeting is when at least two members are present. Any relevant employees may be invited to attend the Committee meetings.

The issues discussed at each Committee meeting as well as the Minutes of each meeting are reported at the next Board Meeting. The Committee Chair shall report the Committee's recommendations to the Board after each meeting.

The Committee reviews, and may recommend to the Board, any necessary actions and/or changes it considers appropriate. The Committee may undertake any other special duties as requested by the Board.

Key Management Personnel Remuneration Policy

The Board's policy for determining the nature and amount of remuneration of Key Management Personnel for the economic entity is as follows:

The remuneration structure for Key Management Personnel is based on a number of factors, including length of service, particular experience of the individual concerned, and overall performance of the Group. The contracts for service between the Group and Key Management Personnel are on a continuing basis, the terms of which are not expected to change in the immediate future. There is no scheme to provide retirement benefits, other than statutory superannuation.

The Nomination and Remuneration Committee determines the proportion of fixed and variable compensation for each Key Management Personnel.

Setting of remuneration is designed to increase goal congruence between Shareholders, Directors and Executives. The board may consider the issue of options as part of the Director's remuneration to encourage the alignment of personal interest and shareholder interests.

Director Remuneration

On appointment to the Board, all Non-Executive Directors enter into an agreement with the Group. The Letter of Appointment summarises the Board policies and terms, including remuneration, relevant to the Office of Director.

DIRECTORS' REPORT

Directors do not receive additional fees for chairing or participating on Board committees. Directors do not receive retirement allowances. Directors do not receive performance-based pay.

Fees are reviewed annually by the Board taking into account comparable roles. The current base fees were reviewed with effect from 1 July 2016. Fees for the Directors of the Company are below:

	From 1 July 2019 ($)	From 1 July 2018 to 30 June 2019 ($)
Non-Executive Chairman (fee per month)	5,000	5,000
Executive Director (fee per month)	N/A	6,000
Non-Executive Director (fee per month)	3,000	3,000

Remuneration of other Key Management Personnel

The Group's Chief Technology Officer[1] Giuseppe Di Franco has an executive services agreement with the Group, for the period from 16 July 2018 to 30 June 2019 he was remunerated at a rate of $181,589 per annum, exclusive of Superannuation, and as at the date of this report, continues to be remunerated at this rate. The agreement is an ongoing agreement which may be terminated by either party giving the other party 3 months' notice of termination.

Under the terms of the agreement, Mr Di Franco may be provided equity securities or other incentive remuneration (including performance-based remuneration) on terms and in a form to be agreed with the Group and the executive. In the 2019 financial year, no performance-based remuneration has been granted to Mr Di Franco.

[1]In the Group's 2018 Annual Report, Giuseppe Di Franco was reported as the Group's Chief Executive Officer, the change in title more appropriately reflects Giuseppe's role in the Company, being the development of the Inspector360 product.

DIRECTORS' REPORT

Link between remuneration and performance

The Group's total remuneration of Key Management Personnel during the 2019 financial year is comparable with that of the 2018 financial year, no element of Key Management Personnel remuneration in either financial year is related to the financial performance of the Group.

The table below shows key performance indicators of the Group for the previous three financial years.

On 23rd December 2016, the nature of the Group changed from a mineral exploration company (when the Company was named Regalpoint Resources Limited) to a technology and software development company when AssetOwl Technologies Pty Ltd was acquired, accordingly financial information is not provided below for financial years prior to the 2017 year, due to the change in nature of the Company's operations.

	2019	2018	2017
Net (Loss) after tax	($2,010,860)	($3,415,961)	($1,405,763)
Basic earnings per share (cents per share)	(1.82)	(5.22)	(3.16)
30 June share price	$0.007	$0.032	$0.16
(Decrease) in share price (%)	(78%)	(80%)	*

*Prior to 23 December 2016, AssetOwl Limited was a mineral exploration company and hence in a different business to the current business operations, technology software development. As a result, a measure of the change in share price for the period 1 July 2016 to 30 June 2017 is not provided.

DIRECTORS' REPORT

Key Management Personnel Remuneration

The tables below detail the nature and amount of each element of remuneration of the Key Management Personnel of the Group:

2019 Key Management Personnel	Short-term Benefits			Post-employment Benefits		
	Salary ($)	Annual and Long Service Leave ($)	Other Benefits ($)	Superannuation ($)	Total ($)	Performance Related (%)
DIRECTORS						
Simon Trevisan	60,000	-	-	-	60,000	-
Andrew Lane	36,000	-	-	-	36,000	-
Geoff Baldwin	36,000	-	-	-	36,000	-
Ian Murchison[1]	30,000	-	-	-	30,000	-
Bruce McCracken[2]	66,000	-	-	6,270	72,270	-
Jack Stone[3]	-	-	-	-	-	**-**
OTHER KEY MANAGEMENT PERSONNEL						
Giuseppe Di Franco (Chief Technology Officer)	178,821	13,968	37,461[4]	16,988	247,238	-
TOTAL	**406,821**	**13,968**	**37,461**	**23,258**	**481,508**	**-**

1. Mr Murchison was a Director of the Company during the year until his retirement from the Board on 23 April 2019.
2. Mr McCracken was a Director of the Company during the year until his retirement from the Board on 23 April 2019. Mr McCracken, continues to provide consulting services to the Company.
3. Mr Jack Stone was an Alternate Director to Mr Simon Trevisan for the period from 1 July 2018 until his resignation after the end of the financial year on 17 July 2019. He received no remuneration from the Group.
4. This is the value of the amount Mr Di Franco owed to the Company at 30 June 2019 before the Company agreed with Mr Di Franco to forgive this debt, further disclosure on this is provided on page 21.

DIRECTORS' REPORT

2018 Key Management Personnel	Short-term Benefits		Post-employment Benefits		
	Salary ($)	Annual and Long Service Leave ($)	Superannuation ($)	Total ($)	Performance Related (%)
DIRECTORS					
Shane Stone[1]	51,000	-	-	51,000	-
Simon Trevisan[2]	-	-	-	-	-
Bruce McCracken[3]	126,000	-	11,970	137,970	-
Ian Murchison	30,000	-	-	30,000	-
Andrew Lane	30,000	-	-	30,000	-
Geoff Baldwin[4]	3,000	-	-	3,000	-
Jack Stone[5]	-	-	-	-	-
OTHER KEY MANAGEMENT PERSONNEL					
Giuseppe Di Franco (Chief Technology Officer) [6]	166,493	6,301	15,817	188,611	-
TOTAL	**406,493**	**6,301**	**27,787**	**440,581**	**-**

1 Mr Stone received remuneration at a rate of $6,000 per month for the period from 1 July 2017 up to his resignation on 19 March 2018.

2 Mr Trevisan did not receive remuneration from the Group for the year ended 30 June 2018. AssetOwl Limited has an agreement with Tribis Pty Ltd which is a Director related entity (Simon Trevisan) which charged an administrative fee for office space, telecommunications, office supplies, accounting support and business support services. The fee for the period from 01 July 2017 to 30 June 2018 was $5,000 per month.

3 Mr Bruce McCracken was an Executive Director and received standard remuneration of $6,000 per month, plus superannuation at 9.5%. For the period 1 October 2017 to 31 March 2018, Mr McCracken was remunerated at a rate of $15,000 per month, plus superannuation, inline with increased executive involvement during that period.

4 Mr Baldwin received a director fee of $3,000 per month, he was appointed as director of the Group from 5 June 2018.

5 Mr Jack Stone was appointed Alternate Director to Mr Simon Trevisan on 19 March 2018. He received no remuneration from the Group.

6 Mr Di Franco received remuneration at a rate of $240,000 (inclusive of superannuation) for the period from 1 July 2017 up to 14 January 2018, from this date, until 16 July 2018, Mr Di Franco's remuneration was reduced to $120,000 (inclusive of superannuation).

DIRECTORS' REPORT

Equity instruments disclosure held by Key Management Personnel Shareholdings

Share Holdings

Number of shares held by Parent Entity Directors and other Key Management Personnel of the Group, including their personally related parties, are set out below.

2019 Key Management Personnel	Balance at the start of the year	Participation in rights issue	Other	Balance at the end of the year
Directors of AssetOwl Limited				
Simon Trevisan	16,525,030	31,621,490	-	48,146,520
Andrew Lane	7,136,820	14,273,640	-	21,410,460
Geoff Baldwin	-	-	1,428,570	1,428,570
Ian Murchison	1,317,054	2,621,608	(3,938,662)	*
Bruce McCracken	612,500	757,500	(1,370,000)	*
Jack Stone	14,831	29,662	-	44,493
Other Key Management Personnel				
Giuseppe Di Franco	3,568,411	1,640,000	-	5,208,411

*Messrs Ian Murchison and Bruce McCracken retired from the Board on 23 April 2019 therefore their shareholding has been removed from the above table.

There were no options issued to Directors and Executives as part of their remuneration during the year ended 30 June 2019.

There were no options exercised by Directors or Key Management Personnel during the year ended 30 June 2019.

Performance Rights

Number of Performance Rights held by Directors and other Key Management Personnel of the Group, including their personally related parties, are set out below.

Performance rights are held by non-executive director Mr Andrew Lane, and the Group's Chief Technology Officer Mr Giuseppe Di Franco. Andrew Lane's performance rights are held by NCKH Pty Ltd (ACN 008 867 810) as trustee for the AML trust, of which Andrew is a beneficiary. Giuseppe Di Franco's Performance rights are held by Imprint Investments Pty Ltd (ACN 604 122 849) as trustee for the Broadwater Trust ("Imprint Investment"), of which Giuseppe is a beneficiary.

The above entities were vendors of the AssetOwl Technologies Pty Ltd (at the time named AssetOwl Pty Ltd) acquisition on the 23rd of December 2016. The Performance rights were acquired pursuant to the acquisition of AssetOwl Technologies Pty Ltd where total consideration to all vendors for the acquisition was 15,000,000 Shares, 5,000,000 Options and 12,149,319 Performance rights.

The Performance rights vest subject to the achievement of Group performance targets defined in the Share Sale and Purchase agreement for the acquisition of AssetOwl Technologies Pty Ltd, the outstanding Performance Rights, class C, are not expected to vest.

DIRECTORS' REPORT

Class B Performance Rights

	Balance at the start of the year	Vested during the year and settled during the year	Forfeited*	Balance at the end of the year
Non-Executive Director Mr Andrew Lane	1,338,154	-	(1,338,154)	-
Chief Technology Officer Giuseppe Di Franco	1,338,154	-	(1,338,154)	-

*The vesting period for these Performance rights was the 2018 calendar year.

Class C Performance Rights held at 30 June 2019

	Class C Performance Rights
Non-Executive Director Mr Andrew Lane	561,903
Chief Technology Officer Giuseppe Di Franco	561,903

*The vesting period for these Performance rights is the 2019 calendar year.

LOANS TO KEY MANAGEMENT PERSONNEL

Name	Balance at the start of the year	Interest not charged	Debt Forgiven	Balance at the end of the year
Giuseppe Di Franco	$37,461	$3,368	($37,461)	-

The above loan relates to the Group's Chief Technology Officer, Mr Giuseppe Di Franco, including related entities. This loan arose through the acquisition of AssetOwl Technologies Pty Ltd in the 2017 financial year, on 23 December 2016.

With an effective date of 30 June 2019, the Company agreed to forgive this debt owed by Mr Di Franco.

In coming to this agreement, the Board noted Mr Di Franco's remuneration has reduced from the time when Mr Di Franco joined the Company on 23 December 2016 on which date Mr Di Franco was remunerated at rate of $240,000 (inclusive of superannuation).

Mr Di Franco's remuneration was reduced to $120,000 (inclusive of superannuation) for the period from 14 January 2018 to 16 July 2018, from this date, Mr Di Franco has been remunerated at $192,000 per annum, inclusive of superannuation.

During the year, no interest was charged on the balance of the loan. There were no transactions during the year which changed the value of the loan amount

The amount shown for interest not charged is the amount of interest that would have been charged if interest was charged on an arms-length basis.

OTHER TRANSACTIONS WITH KEY MANAGEMENT PERSONNEL

Administration services

Tribis Pty Ltd (formerly Transcontinental Investments Pty Ltd), a company associated with Simon Trevisan provides office space, office equipment, supplies, corporate management and administration services in connection with the operations of the Company and amounts are payable on a monthly basis.

Corporate administration services include those services necessary for the proper administration of a small public Company, including:

(a) administrative, management, corporate, advisory and other similar services;
(b) management of third party professional and expert services including legal and audit and investment banking, independent technical expert and other services;
(c) head office support services including provision of office space for the Company's managing director and one other Company appointee, shared access to Tribis' office IT and telecommunications equipment and access to third party-provided communications systems and support;
(d) company secretarial, administrative support, accounting, payroll business analysis and recruitment and employee administration services; and
(e) other administration services as may be requested from time to time by the Board and as agreed by Tribis.

The Group must pay a monthly fee to Tribis Pty Ltd plus reimbursement for each month of the certain costs, expenses and liabilities incurred and/or paid by Tribis on behalf of the Group during the month. The fee is currently $5,000 plus GST per month.

Simon Trevisan (Chairman of the Group) is the Managing Director and a substantial shareholder of Tribis Pty Ltd.

Loan provided by Tribis Pty Ltd and settlement through rights issue participation

During the year, Tribis Pty Ltd provided a loan to the Group to a total of $150,000, these funds were lent to the Group on an interest free basis.

In May 2019, following completion of the 2:1 renounceable rights issue, funds raised from the Rights Issue were used to settle this loan.

Participation in Rights Issue by Key Management Personnel

During the year the Group completed a 2:1 rights issue to raise $1,376,091 before costs.

Current directors Simon Trevisan and Andrew Lane, and former Directors Ian Murchison and Bruce McCracken participated in the Rights Issue.

Messrs Trevisan, Lane and Murchison and their related entities were owed funds at the time that the Company announced the Rights Issue, and the parties settled the amounts owed to them through participation in the Rights Issue.

	Amount accrued as at 31 March 2019	Accrued director/management fee used for Rights Issue Participation	Settlement payment by Company
Simon Trevisan[1] Rights issue participation value $1,400	($45,000)	-	($45,000)
Andrew Lane[2] Rights issue participation value $99,915	($44,500)	$40,000	($4,500)
Ian Murchison[3] Rights issue participation value $18,351	($34,500)	$18,351	($16,149)
Tribis Pty Ltd[4] Rights issue participation value $229,950	($230,000)	-	($230,000)

1 Accrued director fees for the period 1 July 2018 to 31 March 2019, at $5,000 per month

2 Accrued director fees for the period 1 December 2017 to 30 June 2018, at $2,500 per month, plus accrued director fees for the period 1 July 2018 to 31 March 2019, at $3,000 per month.

3 Accrued director fees for the period 1 December 2017 to 30 June 2018, at $2,500 per month, plus accrued director fees for the period 1 July 2018 to 31 March 2019, at $3,000 per month, less participation in the Company's rights issue completed in May 2018 for the amount of $10,000.

4 Accrued administration fees fees for the period 1 December 2017 to 31 March 2019, at $5,000 per month, being $80,000, plus amount owed to Tribis as a Loan, $150,000.

All Directors and their related entities stated in the table above participated in the Rights Issue to the full extent of their entitlement.

Former Director Mr Bruce McCracken participated in the Rights Issue to the full extent of his entitlement, he was not owed any amount by the Company for accrued director fees at time of the Rights issue being completed.

Transactions with Related Parties

Transactions between related parties are on normal commercial terms and conditions no more favorable than those available to other parties unless otherwise stated.

DIRECTORS' REPORT

Aggregate amounts of each of the above types of other transactions with key management personnel of the Group:

	2019 ($)	2018 ($)
Amounts recognised as expense		
Administration Fee to Tribis Pty Ltd	60,000	60,000
Other transactions		
Settlement of Class A Performance rights (NCKH Pty Ltd as trustee for the AML Trust and Imprint Investments Pty Ltd)	-	132,030
In-specie capital return (Simon Trevisan, Bruce McCracken, Ian Murchison, Shane Stone and their related parties)	-	377,958
Loan to AssetOwl Limited by Tribis Pty Ltd	150,000	330,000
Settlement of Tribis Pty Ltd Loan via cash payment	(150,000)	-
Settlement of Tribis Pty Ltd Loan via rights issue participation	-	(330,000)
Forgiveness of debt	37,461	-

At the end of the reporting period the following aggregate amounts were recognised in relation to the above transactions.

	30 June 2019 ($)	30 June 2018 ($)
Current Liabilities	-	35,000

Voting and comments made at the Group's 2018 Annual General Meeting

The Group received 94% "yes" votes on its Remuneration Report for the 2018 financial year.

The Group did not receive any specific feedback at the AGM or throughout the year on its remuneration practices.

This is the end of the Audited Remuneration Report.

PROCEEDINGS ON BEHALF OF THE GROUP

No person has applied for leave of the Court to bring proceedings on behalf of the Group or intervene in any proceedings to which the Group is a party for the purpose of taking responsibility on behalf of the Group for all or any part of those proceedings.

The Group was not a party to any such proceedings during the year.

INDEMNIFICATION OF DIRECTORS AND OFFICERS

(a) Indemnification

The Group has agreed to indemnify the current Directors and Company Secretary of the Group against all liabilities to another person (other than the Company or a related body corporate) that may arise from their position as Directors and Company Secretary of the Group, except where the liability arises out of conduct involving a lack of good faith.

The Agreement stipulates that the Group will meet to the maximum extent permitted by law, the full amount of any such liabilities, including costs and expenses.

(b) Insurance Premiums

During the year ended 30 June 2019, the Group paid insurance premiums in respect of Directors and Officers Liability Insurance for Directors and Officers of the Group. The liabilities insured are for damages and legal costs that may be incurred in defending civil or criminal proceedings that may be brought against the Directors and Officers in their capacity as Directors and Officers of the Group to the extent permitted by the *Corporations Act 2001*. On 3 April 2019, the Group paid an insurance premium of $22,605 covering the period from 2 March 2019 to 2 March 2020 (2018: $32,423).

NON-AUDIT SERVICES

The Board of Directors, in accordance with advice from the Audit and Risk Committee, is satisfied that the provision of non-audit services during the year is compatible with the general standard of independence for Auditors imposed by the *Corporations Act 2001*.

The Board and the Audit and Risk Committee have considered the non-audit services provided during the financial year by the Auditor and are satisfied that the provision of those non-audit services during the financial year by the Auditor is compatible with, and did not compromise, the Auditor's independence requirements of the *Corporations Act 2001* for the followings reasons:

(a) all non-audit services were subject to the Corporate Governance procedures adopted by the Group; and

(b) the non-audit services provided do not undermine the general principals relating to Auditor independence as set out in APES 110 Code of Ethics for Professional Accountants, as they did not involve reviewing or auditing the Auditor's own work, acting in a management or decision-making capacity for the Group, acting as an advocate for the Group or jointly sharing risks and rewards.

During the year the following fees were paid or payable for non-audit services provided by the auditor of the parent entity, its related practices and non-related audit firms:

	2019 ($)	2018 ($)
Non-Assurance Services		
BDO Corporate Tax (WA) Pty Ltd – R&D Incentive services	22,440	20,400
Total remuneration for non-audit services	**22,440**	**20,400**

AUDITORS INDEPENDENCE DECLARATION

The Auditors Independence Declaration as required under section 307C of the *Corporations Act 2001* for the year ended 30 June 2019 has been received and can be found on page 27.

This report is made in accordance with a resolution of Directors, pursuant to section 298(2)(a) of the *Corporations Act 2001*.

Simon Trevisan
Non-Executive Chairman
Dated at Perth, Western Australia, this 30th September 2019

CORPORATE GOVERNANCE

The Board is responsible for the overall corporate governance of the Group, and it recognises the need for the highest standards of ethical behaviour and accountability. It is committed to administering its corporate governance structures to promote integrity and responsible decision making.

The Group's corporate governance structures, policies and procedures are described in its Corporate Governance Statement which is available on the Group's website at https://investors.assetowl.com/files/corporate-governance/AO1-Corporate-Governance-Statement-2019.pdf

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DECLARATION OF INDEPENDENCE BY JARRAD PRUE TO THE DIRECTORS OF ASSETOWL LIMITED

As lead auditor of AssetOwl Limited for the year ended 30 June 2019, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

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

Jarrad Prue

Director

BDO Audit (WA) Pty Ltd

Perth, 30 September 2019

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2019

	Notes	2019 ($)	2018 ($)
CONTINUING OPERATIONS			
Revenue	2	13,696	13,210
Other Income	3	402,744	1,009,859
Other Gains	3	-	2,981,037
EXPENSES			
Accounting and Audit expenses		(45,687)	(59,874)
Legal expenses		(20,494)	(144,738)
Corporate and administrative expenses		(137,361)	(121,097)
Professional consultant and contractor fees		(71,329)	(106,536)
Employee benefit expenses		(317,322)	(541,958)
Research expenses		(854,030)	(2,260,732)
Depreciation and amortisation		(42,717)	(43,830)
Tenements administration expenses		(101,052)	(48,108)
Other expenses from ordinary activities		(101,455)	(147,325)
Impairment expense	3	(735,853)	(3,945,869)
(LOSS) BEFORE INCOME TAX		**(2,010,860)**	**(3,415,961)**
Income tax benefit	4	-	-
(LOSS) FOR THE YEAR		**(2,010,860)**	**(3,415,961)**
Loss is attributable to:			
Owners of AssetOwl Limited		(2,010,860)	(3,415,961)
NET (LOSS) FOR THE YEAR		**(2,010,860)**	**(3,415,961)**
Other Comprehensive Income		-	-
TOTAL COMPREHENSIVE (LOSS) FOR THE YEAR		**(2,010,860)**	**(3,415,961)**
Total comprehensive loss for the year is attributable to			
Owners of AssetOwl Limited		**(2,010,860)**	**(3,415,961)**
Basic loss (cents per share)	19	(1.82)	(5.22)

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2019

	Notes	2019 ($)	2018 ($)
CURRENT ASSETS			
Cash and cash equivalents	7	717,948	310,651
Trade and other receivables	8	443,065	1,040,476
TOTAL CURRENT ASSETS		**1,161,013**	**1,351,127**
NON-CURRENT ASSETS			
Property, Plant and Equipment	9	15,586	38,381
Intangible Assets (including goodwill)	10	1,091,201	1,852,186
TOTAL NON-CURRENT ASSETS		**1,106,787**	**1,890,567**
TOTAL ASSETS		**2,267,800**	**3,241,694**
CURRENT LIABILITIES			
Trade and other payables	11	96,615	113,668
Employee Benefits payable	12	62,639	296,148
TOTAL CURRENT LIABILITIES		**159,254**	**409,816**
TOTAL LIABILITIES		**159,254**	**409,816**
NET ASSETS		**2,108,546**	**2,831,878**
EQUITY			
Contributed Equity	13	18,156,122	16,828,594
Reserves	14	-	1,558,435
Accumulated Losses	16	(16,047,576)	(15,555,151)
TOTAL EQUITY		**2,108,546**	**2,831,878**

The Consolidated Statement of Financial Position is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 30 JUNE 2019

	Notes	Contributed Equity ($)	Option Reserve ($)	Shares Reserve ($)	Accumulated Losses ($)	Total ($)
BALANCE AT 01 JULY 2017		**17,045,391**	**1,518,435**	**-**	**(12,139,190)**	**6,424,636**
(loss) for the year		-	-	-	(3,415,961)	(3,415,961)
Total comprehensive income		-	-	**-**	**(3,415,961)**	**(3,415,961)**
Transactions with equity holders in their capacity as equity holders:						
Share issued for capital raising	13	1,032,933	-	-	-	1,032,933
Settlement of Performance Rights issued to vendors of AssetOwl technologies Pty Ltd	6	370,000	-	-	-	370,000
Share issue costs	13	(91,028)	-	-	-	(91,028)
In-Specie capital return	3	(1,528,702)	-	-	-	(1,528,702)
Shares to be issued for professional services	14	-	-	40,000	-	40,000
BALANCE AT 30 JUNE 2018		**16,828,594**	**1,518,435**	**40,000**	**(15,555,151)**	**2,831,878**
BALANCE AT 01 JULY 2018		**16,828,594**	**1,518,435**	**40,000**	**(15,555,151)**	**2,831,878**
(loss) for the year		-	-	-	(2,010,860)	(2,010,860)
Total comprehensive income		-	-	**-**	**(2,010,860)**	**(2,010,860)**
Transactions with equity holders in their capacity as equity holders:						
Share issued for capital raising	13	1,490,976	-	-	-	1,490,976
Share issue costs	13	(203,448)	-	-	-	(203,448)
Shares to be issued for professional services	13,14	40,000	-	(40,000)	-	-
Transfer of Reserve to Accumulated Losses	14	-	(1,518,435)		1,518,435	-
BALANCE AT 30 JUNE 2019		**18,156,122**	**-**	**-**	**(16,047,576)**	**2,108,546**

The Consolidated Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2019

	Notes	2019 ($)	2018 ($)
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		13,696	12,110
Receipt of R&D Tax Incentive		983,418	861,221
Payments to suppliers and employees		(1,742,937)	(3,190,932)
Payments for exploration and evaluation expenditure		(81,593)	(46,608)
Interest received		4,477	9,423
NET CASH FLOWS (USED IN) OPERATING ACTIVITIES	17	**(822,939)**	**(2,354,786)**
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from disposal of Property, Plant & Equipment		1,060	-
Payment to acquire Property, Plant & Equipment		-	(12,278)
Part settlement of loan to related party		-	15,000
Receipt of loan from related party		150,000	330,000
Repayment of loan from related party		(150,000)	-
NET CASH FLOWS PROVIDED BY INVESTING ACTIVITIES		**1,060**	**332,722**
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of shares		1,317,739	692,933
Payment of Share Issue Costs		(88,563)	(51,028)
NET CASH PROVIDED BY FINANCING ACTIVITIES		**1,229,176**	**641,905**
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS HELD		**407,297**	**(1,380,159)**
Cash and cash equivalents at beginning of year		310,651	1,690,810
CASH AND CASH EQUIVALENTS AT END OF YEAR	7	**717,948**	**310,651**

The Consolidated Statement of Cash Flows is to be read in conjunction with the accompanying notes.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The primary accounting policies adopted in the preparation of the Financial Statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

(a) General Information

AssetOwl Limited (**Company**) or (**Entity**) is a public Company listed on the Australian Securities Exchange (ASX ticker: AO1), incorporated in Australia and operating in Australia. The financial report of the Company for the financial year ended 30 June 2019 comprises the Company and its subsidiaries (together referred to as the '**Group**'). The address of the Group's registered office is Level 14, 225 St Georges Terrace, Perth WA 6000, Australia. The primary business of the Group is technology and software development.

(b) Basis of Preparation

The financial report is a general-purpose financial report which has been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board and the *Corporations Act 2001*. AssetOwl Limited is a for profit entity for the purpose of preparing the Financial Statements.

Compliance with IFRS

The Financial Statements of the Group also comply with International Financial Reporting Standards (IFRSs) and interpretations adopted by the International Accounting Standard Board (IASB).

The Financial Statements were approved by the Board of Directors on 25 September 2019.

Historical cost convention

The financial report has been prepared on an accrual basis and is based on historical costs *modified* by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

All amounts are presented in Australia dollars, unless otherwise noted.

(c) Going Concern

The Directors are satisfied that the going concern assumption has been appropriately applied in preparing the financial statements and the historical financial information has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business.

For the year ended 30 June 2019 the Group made a loss of $2,010,860 (2018: loss of $3,415,961) and had cash outflows from operating activities of $822,939 (2018: cash outflows of $2,354,786). These conditions indicate a material uncertainty that may cast a significant doubt about the Group's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The ability of the Group to continue as a going concern will be dependent on the following:

- Completion of a capital raising; and
- The successful commercialisation of Inspector360 leading to a material increase in sales revenue, and accordingly receipts from customers.

As at 26 September 2019, the Group has $638,421 cash and cash equivalents on hand, after having received the Research and Development Incentive receivable at note 8, and accordingly the Directors believe that there are reasonable grounds that the Company and consolidated entity will continue as a going concern

Should the Group be unable 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 entity not continue as a going concern.

(d) Changes in and adoption of new accounting policies

The Group has changed its accounting policies to reflect the requirements of the accounting standard *AASB9 – Financial Instruments* which was effective from 1 July 2018, and not applied by the Group before this date.

Assets

At 30 June 2019, the Group had the following assets recognised as trade and other receivables:

- Office bond
- Trade receivables

To 30 June 2019, the Group measured all of the above assets at amortised cost and on application of AASB9, the Group continues to account for all of the above assets at amortised cost. the Research and Development incentive benefit from the Australian Taxation Office is material to the Group's financial position, this is not a financial instrument as it is not a contractual right to receive a benefit, the Group will continue to measure this asset at amortised cost.

The Group's Trade Receivables at any time during the year are not material to the Group in terms of value and the impact of the adoption of AASB 9 on these assets has not been considered.

Other than changes to the Group's accounting policy as result of the application of AASB 9 – Financial Instruments, and the adoption of an accounting policy related to the accounting for borrowings, the Group's accounting policies are consistent with the policies adopted for the previous financial year.

(e) Comparative Figures

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of changes in accounting policy. The values are included in compliance with AASB 101 *Presentation of Financial Statements*.

(f) Business combinations

The acquisition method of accounting is used to account for all business combinations, regardless of whether equity instruments or other assets are acquired. The consideration transferred for the acquisition of a subsidiary comprises the:

- Fair values of the assets transferred;
- Liabilities incurred to the former owners of the acquired business;
- Equity interests issued by the Group;
- Fair value of any asset or liability resulting from a contingent consideration arrangement, and

- Fair value of any pre-existing equity interest in the subsidiary.

Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are, with limited exceptions, measured initially at their fair values at the acquisition date. The Group recognises any non-controlling interest in the acquired entity on an acquisition-by-acquisition basis either at fair value or at the non-controlling interest's proportionate share of the acquired entity's net identifiable assets.

Acquisition-related costs are expensed as incurred.

The excess of the consideration transferred; amount of any non-controlling interest in the acquired entity; and the acquisition-date fair value of any previous equity interest in the acquired entity over the fair value of the net identifiable assets acquired is recorded as Goodwill. If those amounts are less than the fair value of the net identifiable assets of the business acquired, the difference is recognised directly in profit or loss as a bargain purchase.

Where settlement of any part of cash consideration is deferred, the amounts payable in the future are discounted to their present value as at the date of exchange. The discount rate used is the entity's incremental borrowing rate, being the rate at which a similar borrowing could be obtained from an independent financier under comparable terms and conditions.

Contingent consideration is classified either as equity or a financial liability. Amounts classified as a financial liability are subsequently remeasured to fair value with changes in fair value recognised in profit or loss.

(g) Principles of Consolidation

Subsidiaries

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of AssetOwl Limited ("Company" or "Parent Entity") as at 30 June 2019 and the results of all subsidiaries for the year then ended. AssetOwl Limited and its subsidiaries together are referred to in this financial report as "the Group" or "the consolidated entity".

Subsidiaries are all those entities (including special purpose entities) over which the Group has control. The Group controls an entity when the Group is exposed to, or has right to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are deconsolidated from the date that control ceases.

In preparing the Consolidated Financial Statements, all intercompany balances and transactions, income and expenses and profit or losses resulting from inter-entity transactions have been eliminated in full. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

The investments in subsidiaries held by AssetOwl Limited are accounted for at cost in the separate Financial Statements of the Group less any impairment charges. The acquisition of subsidiaries is accounted for using the acquisition method of accounting. The acquisition method of accounting involves allocating the cost of the business combination to the fair value of the assets acquired and the liabilities and contingent liabilities assumed at the date of acquisition.

(h) Significant accounting judgements, estimates and assumptions

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

In preparing this financial report, the significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty relate to the following:

- Contingent Consideration (note 6)
- R&D receivable (note 8)
- Intangibles, including recognition of impairment (note 1(p) and note 10)
- Share based payments (note 1(y), note 15)

(i) Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker. The Board of AssetOwl Limited assesses the financial performance and position of the Entity, and makes strategic decisions. The Board of Directors which has been identified as being the Chief Operating Decision Maker, who is responsible for allocating resources and assessing performance of the operating segments.

(j) Revenue

In the 2019 and 2018 financial years, the Group generated revenue through allowing retailers to use its management platform, following execution of a software service agreement with the counterparty.

Software service agreements allow counterparties access to specific management platform modules including the platform's Audit and Properties modules, revenue is generated on a 'pay per action' basis therefore the level of revenue from a customer for a particular period is directly related to the counterparties usage level of the Group's management platform in that period. The Group generates a fee for each usage instance of the Audit module or Properties module, pursuant to the software service agreement entered into with the counterparty.

The Group has identified that the performance obligation under the software services agreements is the allowance of the counterparty to use the management platform as and when required by the counterparty, the Group generates a nominal amount of revenue for this access, with this fee being the base charge in any month.

The Group recognises revenue at the point in time when the performance obligation is satisfied, in the month when the end customer receives a benefit from the use of the management platform, revenue is generated when the management platform is used, on a "Pay per action" basis.

(k) Other Income

Interest Income

Interest income is recognised using the effective interest method. The effective interest method uses the effective interest rate which is the rate that exactly discounts the estimated future cash receipts over the expected life of the financial asset.

Research and Development tax incentive benefit

Research and Development tax incentive benefit includes Research and Development ("R&D") concessions received or receivable in respect of eligible R&D as registered with AusIndustry. The R&D concession is brought to account when the eligible R&D expenditure has been identified and the resulting expected R&D incentive amount receivable has been quantified.

The R&D concession amount is recognised in other income as it relates to spending that has been expensed to the statement of profit or loss and other comprehensive income.

The R&D tax incentive amount is recognised as a current asset in the Statement of Financial Position as the Group has turnover of less than $20 Million and therefore the R&D tax incentive amount is a refundable tax offset for the Group.

(l) Income Tax Expenses or Benefit

The income tax expense or benefit (revenue) for the period is the tax payable on the current period's taxable income based on the national income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences between the tax base of assets and liabilities and their carrying amounts in the Financial Statements, and to unused tax losses.

Deferred tax assets and liabilities are recognised for all temporary differences, between carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases, at the tax rates expected to apply when the assets are recovered or liabilities settled, based on those tax rates which are enacted or substantively enacted for each jurisdiction. Exceptions are made for certain temporary differences arising on initial recognition of an asset or a liability if they arose in a transaction, other than a business combination, that at the time of the transaction did not affect either accounting profit or taxable profit. Deferred tax assets are only recognised for deductible temporary differences and unused tax losses if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the economic entity will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(m) Cash and Cash Equivalents

‘Cash and Cash Equivalents’ includes cash at bank and in hand, deposits held at call with financial institutions, other short-term highly liquid deposits with an original maturity of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts.

For the purposes of the Statement of Cash Flows, cash and cash equivalents consist of cash and cash equivalents as defined above.

(n) Other Receivables

Other receivables include the Research and Development tax incentive benefit from the Australian Taxation Office, a related party loan payable by the Group’s Chief Technology Officer, Office bond and GST receivable.

These items are measured at amortised cost and represent the amount expected to be received by the Group.

A provision for impairment of receivables is established when there is objective evidence that the Group will not be able to collect all amounts due. The amount of the provision is the difference between the asset’s carrying amount and the present value of estimated future cash flows, discounted at the effective interest rate.

(o) Property, Plant and Equipment

Recognition and measurement

Property, plant and equipment is stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset’s carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to the Consolidated Statement of Profit or Loss and Other Comprehensive Income during the reporting period in which they are incurred.

Depreciation and amortisation rates and methods are reviewed annually for appropriateness. When changes are made, adjustments are reflected prospectively in current and future periods only. Depreciation and amortization are expensed.

Depreciation is calculated using the straight-line method to allocation the cost of property, plant and equipment items, net of their residual values. Useful lives of the plant and equipment is 2 to 10 years.

(p) Intangible Assets

Goodwill

Goodwill is measured as described in note 1(f), being the excess of: the consideration transferred; amount of any non-controlling interest in the acquired entity; and the acquisition-date fair value of any previous equity interest in the acquired entity over the fair value of the net identifiable assets acquired.

Goodwill on acquisitions of subsidiaries is included in intangible assets. Goodwill is not amortised but it is tested for impairment annually or more frequently if events or changes in circumstances indicate that it might be impaired, and is carried at cost less accumulated impairment losses. The determination of gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.

Goodwill is allocated to cash-generating units for the purpose of impairment testing. The allocation is made to those cash-generating units or groups of cash-generating units that are expected to benefit from the business combination in which the goodwill arose. The units or groups of units are identified at the lowest level at which goodwill is monitored for internal management purposes, being the operating segments (note 5).

Impairment testing requires an estimation of the recoverable amount of the cash generating unit to which the goodwill is allocated. The assumptions used in this estimation of recoverable amount of goodwill are discussed in Note 10.

Intellectual Property

Intellectual property represents an intangible asset which underpins the business of the Group; this was acquired by subsidiary company, AssetOwl Technologies Pty Ltd at the company’s inception and represents a capital contribution. Intellectual property is measured initially at fair value and subsequently measured on the cost model.

Intellectual property is amortised on a straight-line basis over 5 years.

(q) Trade and Other Payables

Liabilities are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the Entity. Trade accounts payable are normally settled within 60 days.

(r) Employee Benefits

Short-term Employee Benefit Obligations

Liabilities for wages and salaries, including non-monetary benefits and accumulating sick leave that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognised in respect of employees' service up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. Short Term employee benefit liabilities are included within employee benefits payable on the Consolidated Statement of Financial Position.

Other long-term Employee Benefit Obligations

Liabilities for long service leave and annual leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore recognised in the provision for employee benefits and measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. Consideration is given to expect future salaries and wages levels, experience of employee departures and periods of service. Expected future payments are discounted using market yields at the end of the reporting period of government bonds with terms and currencies that match, as closely as possible, the estimated future cash outflows. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit or Loss and Other Comprehensive Income.

The obligations are presented as current liabilities in the Consolidated Statement of Financial Position if the Group does not have an unconditional right to defer settlement for at least twelve months after the reporting date, regardless of when the actual settlement is expected to occur.

Termination Benefits

Termination benefits are payable when employment is terminated by the Group before the normal retirement date, or when an employee accepts voluntary redundancy in exchange for these benefits. The Group recognises termination benefits at the earlier of the followings dates:

- when the Group can no longer withdraw the offer of those benefits; and
- when the Group recognises costs for a restructuring that is within the scope of AASB 137 and involves the payment of termination benefits.

In the case of an offer made to encourage voluntary redundancy, the termination benefits are measured based on the number of employees expected to accept the offer. Benefits falling due more than 12 months after the end of the reporting period are discounted to present value.

(s) Financial Assets

Classification

All of the Group's financial assets, which are included on the statement of financial position as "Trade other Receivbles" are classified as subsequently measured at amortised cost. Management determines the classification of financial assets at initial recognition.

Recognition and derecognition

A financial asset is recognised when the Group becomes a party to the contractual provisions of the instrument. Financial assets are derecognised if the Group's contractual rights to the cash flows from the financial assets expire or if the Group transfers the financial asset to another party without retaining control or substantially all risks and rewards of the asset.

Measurement

Financial Assets are initially measured at fair value plus any transaction costs that are directly attributable to the acquisition or issue of the asset. The Group's financial assets are subsequently measured at amortised cost using the effective interest method. The fair value of trade receivables is their nominal value less estimated credit adjustments.

Financial Assets are included in current assets, except for those with maturities greater than 12 months after the reporting period which are classified as non-current assets.

(t) Financial Liabilities

Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or financial liabilities measured at amortised cost. Financial liabilities in the former category include contingent consideration payable on business combinations, financial liabilities in the latter category include trade payables.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Fair value is determined based on the value of the entity's equity instruments when the related business combination takes place.

Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss are subsequently measured, at each reporting date, at the fair value of the amount estimated to settle the liability. The increase or decrease in the value of the liability, other than movements in the value of the liability which arise through part settlement of the liability is recognised in the profit or loss.

Financial liabilities at amortised cost

Trade and other payables are recognised for amounts to be paid in the future for goods or services received, whether or not billed to the Group, less any discounts given. Trade accounts payable are normally settled within 60 days.

(u) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of GST except where GST incurred on a purchase of goods and services is not recoverable from the Taxation Authority, in which case the GST is recognised as part of the cost of acquisition of the asset or as part of the expense item.

Receivables and payables are stated with the amount of GST included. The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flow on a gross basis and the GST component of cash flows arising from investing and financing activities, which is recoverable from, or payable to, the taxation authorities are classified as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

(v) Impairment of Assets

At each reporting date, the Group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Statement of Profit or Loss and Other Comprehensive Income.

Impairment testing is performed annually for goodwill and intangible assets with indefinite lives. Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Financial Assets

Impairment of financial assets is recognised on the basis of the expected credit loss, for trade receivables, the impairment recognised is equal to the lifetime expected credit loss for each individual receivable.

Non-Financial Assets

The carrying amounts of the non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is estimated. For goodwill and intangible assets that have indefinite lives or that are not yet available for use, recoverable amount is estimated at each reporting date.

An impairment loss is recognised if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset of the Group that generates cash flows that largely are independent from other assets and companies. Impairment losses are recognised in the Statement of Profit or Loss and Other Comprehensive Income. Impairment losses recognised in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit on a pro rata basis.

(w) Contributed Equity

Ordinary shares are classified as Equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

Any In-specie distributions are recognised as a reduction in the value of contributed equity, with a corresponding reduction in the value of the Company's asset(s) which has been distributed to shareholders.

(x) Earnings per share

Basic earnings per share

Basic earnings per share are calculated by dividing:

- the profit or loss attributable to owners of the Group, excluding any costs of servicing equity other than ordinary shares;
- by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year and excluding treasury shares.

Diluted earnings per share

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares, and
- the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

(y) Share-based Payment Transactions for the acquisition of goods and services

Share-based payment arrangements in which the Group receives goods or services in exchange for its own equity instruments are accounted for as equity-settled share-based payment transactions. The Group measures the value of equity instruments granted at the fair value of the goods and services received, unless that fair value cannot be measured reliably.

If the fair value of the goods or services received cannot be reliably measured, the transaction is measured by reference to the fair value of the instruments granted.

The calculation of the fair value of equity instruments at the date at which they are granted is determined using a Black-Scholes option pricing model, calculation of the fair value involves estimations of the relevant inputs to the pricing model.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

(z) New Accounting Standards and Interpretations

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet effective have not been adopted by the Group for the year ended 30 June 2019. These are outlined in the table below.

AASB reference	Title	Summary	Application date of standard	Impact on financial report	Application date for Company
AASB 16	Leases	This is the Australian equivalent of the recently released IFRS 16 Leases. It significantly reforms the lessee accounting requirements contained in its predecessor AASB 117 while making only minor changes to the lessor requirements. AASB 16 applies to financial reporting periods beginning on or after 1 January 2019 and early adoption is permitted if an entity is applying, or has already applied, IFRS 15 Revenue from Contracts with Customers at the same time. The IASB and others have published a range of resources to assist stakeholders understand and implement the new standard and these can be accessed via the IASB project page, the IASB's new Leases Implementation page (see below) and CA ANZ's Leases resources page. AASB 16 also makes a range of consequential amendments to 26 other standards and interpretations detailed in Appendix D of the standard.	30 June 2020	*At 30 June 2019 the Company has one operating lease. This lease is not material to other operations of the Group and as a result, It is likely that the impact of this standard being applied will not be material.*	01 July 2019
IFRIC 23	*Uncertainty over Income Tax Treatments*	The Interpretation clarifies the application of the recognition and measurement criteria in IAS 12 *Income Taxes* when there is uncertainty over income tax treatments. The Interpretation specifically addresses the following: ➢ Whether an entity considers uncertain tax treatments separately ➢ The assumptions an entity makes about the examination of tax treatments by taxation authorities ➢ How an entity determines taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates ➢ How an entity considers changes in facts and circumstances.	30 June 2020	*The interpretation does not apply mandatorily before 30 June 2020, and management has not yet made a detailed assessment of this standard.*	01 July 2019

There are no other standards that are not yet effective and that are expected to have a material impact on the Group in the current or future reporting periods.

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

2. REVENUE

	2019 ($)	2018 ($)
REVENUE FROM CUSTOMERS		
Revenue from Services	13,696	13,210
	13,696	**13,210**

3. OTHER INCOME, GAINS/(LOSSES) AND EXPENSES

	2019 ($)	2018 ($)
OTHER INCOME		
Interest received	4,477	9,423
R&D tax incentive benefit	398,267	1,000,436
	402,744	**1,009,859**

R&D tax incentive benefit

The Research and Development (R&D) benefit recognised arises from the Group's expenditure on eligible R&D activities performed in the financial year.

	2019 ($)	2018 ($)
OTHER GAINS / (LOSSES)		
Change in Fair Value of Contingent Consideration Liability, Gain/(Loss)	-	1,452,335
Gain on disposal of exploration assets	-	1,528,702
	-	**2,981,037**

Change in Fair Value of Contingent Consideration Liability

This gain in the comparative year represents the change in value of Contingent Consideration Liability, which arose upon the acquisition of AssetOwl Technologies in December 2016, over the period 1 July 2017 to 30 June 2018.

At both 1 July 2018 and 30 June 2019, the contingent consideration liability was assessed as having a nil value, reflecting the estimated nil likelihood that the underlying Performance rights will vest, consequentially there is no Change in Fair Value for the year ended 30 June 2019.

Gain on disposal of exploration assets

In the comparative year, on 12 February 2018, the Group completed the sale of its Rum Jungle (NT) exploration tenements to ASX listed entity Podium Minerals Limited ('Podium'). The consideration for the sale was 6,000,000 ordinary shares and 3,000,000 options over ordinary shares in Podium. The amount recognised as a gain was the Fair value of this consideration, being $1,528,702. The tenements had a nil carrying value on the Group's Statement of Financial Position at the time of their disposal.

NOTES TO THE FINANCIAL STATEMENTS

EXPENDITURE

Impairment Expense

The Group has recognised impairment of $735,853 for the year ended 30 June 2019 (for the year ended 30 June 2018: $3,945,869), this impairment expense has arisen following the reduction in the Group's market capitalisation over the year, the Group's market capitalisation at 30 June 2019 was $2,108,546. As outlined in note 10, market capitalisation is assessed as the basis for the recoverable amount of the AssetOwl CGU. This impairment expense is recognised as a reduction in the value of the Group's Goodwill, which arose on the acquisition of AssetOwl Technologies Pty Ltd in December 2016, refer to note 10 for further disclosure.

Research and Development Expense

During the year, the Group continued to invest in software development to develop its Inspector360 product for the residential property sector.

Consistent with prior reporting periods, it is the accounting policy of the Group that all costs incurred on Research and Development activities is recognised as an expense.

4. INCOME TAX BENEFIT

	2019 ($)	2018 ($)
Movement in tax reconciliation		
Tax Rates		
The potential tax benefit in respect of tax losses not brought into account has been calculated at 27.5% (30 June 2018: 27.5%).		
Numerical reconciliation between tax expenses and pre-tax net loss		
Income tax benefit at the beginning of the year		
Loss before income tax expense	(2,010,860)	(3,415,961)
Income tax benefit calculated at rates noted above	(552,986)	(939,389)
Tax effect on amounts which are not tax deductible	153,167	346,581
Movement in deferred tax asset not bought to account	399,819	592,808
Income tax benefit	-	-
Deferred tax assets not brought to account		
Unused tax losses	7,979,726	6,936,791
Future 'blackhole' deductions	483,531	481,184
Other timing difference	66,706	115,265
	8,529,963	**7,533,240**
Tax at 27.5% (30 June 2018: 27.5%)	**2,345,740**	**2,071,641**

The tax note above relates to the Groups' parent company AssetOwl Limited, and the Group's operating subsidiary AssetOwl Technologies Pty Ltd, these two Companies are not part of an income tax consolidated group for the purposes of the income tax assessment act 1997.

Of the unused tax losses disclosed above, $6,673,654 (2018: $5,889,032) relates to AssetOwl Limited and $1,306,072 (30 June 2018: $1,047,759) relates to AssetOwl Technologies Pty Ltd.

NOTES TO THE FINANCIAL STATEMENTS

For AssetOwl Limited and AssetOwl Technologies Pty Ltd as separate entities, the benefit of the unused tax losses will only be obtained if:

(a) each entity derives future assessable income of a nature and an amount sufficient to enable the benefit from the deductions for the losses to be realised;

(b) each entity continues to comply with the conditions for deductibility imposed by Law; and

(c) no changes in tax legislation adversely affect the ability of the each entity to realise these benefits.

5. SEGMENT INFORMATION

The directors have considered the requirements of AASB 8 – Operating segments. Operating Segments are identified and segment information disclosed on the basis of internal reports that are regularly provided to, or reviewed by, the Group's chief operating decision maker, which is the Board of Directors. In this regard, such information is provided using similar measures to those used in preparing the consolidated statement of profit or loss and other comprehensive income, consolidated statement of financial position and consolidated statement of cash flows.

The Group has one geographical location being Australia and operates in one business segment being software development.

The below tables show the assets and liabilities of the Group's segment, segment result and reconciliations to the Group's financial statements at pages 28 to 31.

	Software Development ($)	Unallocated ($)	Total ($)
30 June 2019			
Assets	2,267,800	-	2,267,800
Liabilities	(99,903)	(59,351)	(159,254)
30 June 2018			
Assets	3,241,694	-	3,241,694
Liabilities	(289,285)	(120,531)	(409,816)

In the Group's 2018 financial year annual report an amount of $278,813 was attributed to "Unallocated" representing assets of the Group other than those attributable to the Software development segment.

This amount represented the cash balance of the parent company, AssetOwl Limited, in the above table, for 30 June 2018, this amount is now shown as an asset of the Software Development segment, being the segment in which this cash is spent.

NOTES TO THE FINANCIAL STATEMENTS

	Software Development ($)	Total ($)
Year to 30 June 2019		
Revenue from external sources	13,696	13,696
Reportable segment (loss)	(1,387,783)	(1,387,783)
Material and Non-Cash items within the segment profit/(loss)		
R&D Incentive benefit	398,267	398,267
Depreciation and Amortisation	(42,717)	(42,717)
Debt Forgiveness	(37,461)	(37,461)
Impairment Expense	(735,853)	(735,853)
Year to 30 June 2018		
Revenue from external sources	13,210	13,210
Reportable segment profit/(loss)	(4,230,951)	(4,230,951)
Material and Non-Cash items within the segment profit/(loss)		
R&D Incentive benefit	1,000,436	1,000,436
Change in FV of Liabilities through profit or loss	1,452,335	1,452,335
Depreciation and Amortisation	(43,830)	(43,830)
Impairment Expense	(3,945,869)	(3,945,869)

Reconciliation of Segment Operating Loss to net loss before Income Tax

	30 June 2019 ($)	30 June 2018 ($)
Segment Operating (Loss)	**(1,387,783)**	**(4,230,951)**
Interest Income	4,346	8,461
Gain on disposal of Rum Jungle (NT) exploration tenements	-	1,528,702
Other non-segment specific expenditure	(627,423)	(722,173)
(Loss) before Income Tax	**(2,010,860)**	**(3,415,961)**

6. FINANCIAL RISK MANAGEMENT

(a) Overview

The Group has exposure to the following risks from their use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

This note presents information about the Group's exposure to each of the above risks, their objectives, policies and processes for measuring and managing risk and the management of capital.

AssetOwl Limited's Risk Management Framework is supported by the Board, Management and the Audit and Risk Committee. The Board is responsible for approving and reviewing the Group's Risk Management Strategy and Policy. Management is responsible for monitoring that appropriate processes and controls are in place to effectively and efficiently manage risk. The Audit and Risk Committee is responsible for identifying, monitoring and managing significant business risks faced by the Group and considering the effectiveness of its internal control system. Management and the Audit and Risk Committee report to the Board.

The Board has established an overall Risk Management Policy which sets out the Group's system of risk oversight, management of material business risks and internal control.

The Group holds the following financial instruments.

	2019 ($)	2018 ($)
FINANCIAL ASSETS		
Cash and cash equivalents	717,948	310,651
Trade and other Receivables	5,900	38,561
	723,848	**349,212**
FINANCIAL LIABILITIES		
Trade and other payables	132,257	214,428
	132,257	**214,428**

The Company has a contractual financial liability which is classified at Fair Value through Profit or Loss, this liability is 3,149,319 Performance Rights representing contingent consideration for the acquisition of AssetOwl Technologies Pty Ltd in December 2016. Consistent with measurement of this liability at 30 June 2018, the fair value at of this liability at 30 June 2019 is measured at nil value as it is managements expectation that these Performance Rights will not vest. These performance rights will expire at 31 December 2019.

(b) Financial Risk Management Objectives

The overall financial Risk Management Strategy focuses on the unpredictability of the finance markets and seeks to minimise the potential adverse effects on financial performance and protect future financial security.

Credit Risk

Credit risk is the risk of financial loss the Group if a counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the Group's cash and cash equivalents, deposits with banks, financial institutions and receivables generated in the course of business. For banks and financial institutions, only independently rated parties with a minimum rating of 'A' are accepted.

The Group does not hold any credit derivatives to offset its credit exposure. The credit quality of financial assets that are neither past due nor impaired can be assessed by reference to historical information about counterparty default rates.

The carrying amount of the Group's financial assets represents the maximum credit exposure. The Group's maximum exposure to credit risk at the reporting date was:

	2019 ($)	2018 ($)
Receivables		
Accounts Receivable	1,100	1,100
Office Bond paid	4,800	-
Related Party Loan	-	37,461
	5,900	**38,561**
Cash at bank and short-term bank deposits		
Cash at bank	717,948	284,618
Call Deposit (monthly short-term)	-	26,033
	717,948	**310,651**

No amount of the Group's receivables is considered to be impaired or past due.

Liquidity Risk

Liquidity risk arises from the financial liabilities of the Group and the Group's subsequent ability to meet their obligations to repay their financial liabilities as and when they fall due.

Ultimate responsibility for Liquidity Risk Management rests with the Board of Directors. The Board has determined an appropriate Liquidity Risk Management Framework for the Management of the Group's short, medium and long-term funding and liquidity management requirements. The Group manages liquidity risk by maintaining adequate reserves and continuously monitoring budgeted and actual cash flows and matching the maturity profiles of financial assets, expenditure commitments and liabilities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying amounts as the impact of discounting is not significant. The following are contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting arrangements:

	Carrying Amount ($)	Contractual Cash Flows ($)	6 Months or less ($)	6-12 Months ($)	1-2 Years ($)	2-5 Years ($)
30 June 2019						
Trade and other payables	(132,257)	(132,257)	(132,257)	-	-	-
30 June 2018						
Trade and other payables	(214,428)	(214,428)	(214,428)	-	-	-

FINANCIAL LIABILITY THROUGH PROFIT OR LOSS

The Group has a liability classified as fair value through profit or loss which relates to Contingent Consideration for the acquisition of AssetOwl Technologies Pty Ltd in December 2016.

The Group has a financial liability classified as 'Fair Value through profit or loss', notwithstanding the nil value at 30 June 2019, this liability does not give rise to liquidity risk as the method of settlement of this liability is at the discretion of the Group and as such the Group is not contractually obliged to settle the liability through the use of cash.

At both 30 June 2019 and 30 June 2018 the liability is measured at a fair value of nil. At each reporting date, management had no reasonable expectation that the Performance Rights underlying the Contingent Consideration liability would vest.

The contingent consideration comprised of three tranches of Performance Rights, referred to as classes A, B and C. On 9 March 2018, the Company issued 5,000,000 shares to settle a portion of the class A Performance Rights which vested in the year to 31 December 2017. All Class B Performance Rights expired at 31 December 2018 without vesting. Class C Performance Rights relate to the 2019 calendar year and are not expected to vest.

In relation to the Class C Performance Rights, on acquisition date, AssetOwl granted 3,149,319 performance rights to the Vendors of AssetOwl Technologies Pty Ltd (at the time named AssetOwl Pty Ltd). The total number of performance rights which may be issued is 7,500,000, the additional 4,350,681 performance rights is subject to the below targets being met and the Group receiving shareholder approval to issue the additional performance rights.

	Class C Performance Rights
Number of Stores	1,408
Revenue	$10,400,000
NPBT	$5,696,000

For each milestone met, 1/3rd of the Class C Performance Rights would vest however as disclosed above, it is expected that no Class C milestones will be met and all Class C Performance Rights will expire.

Full detail on the terms of the Class A and B Performance Rights is provided in the Company's Annual Reports for the years ended 30 June 2017 and 30 June 2018.

Market Risk

Market risk is the risk that changes in market prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising return. At the end of the financial year, The Group's sole exposure to market risk is interest rate risk.

Interest Rate Risk

The Group's exposure to interest rates primarily relates to the Group's cash and cash equivalents. The Group manages market risk by monitoring levels of exposure to interest rate risk and assessing market forecasts for interest rates.

NOTES TO THE FINANCIAL STATEMENTS

Profile

At the reporting date the interest rate profile of the Group's interest-bearing financial instruments are:

Variable Rate Instruments

	2019 ($)	2018 ($)
Financial Assets	717,948	310,651
	717,948	**310,651**

The Group manages its interest rate risk by monitoring available interest rates while maintaining an overriding position of security whereby the majority of cash and cash equivalents are held in AA-rated bank accounts. The Group's exposure to interest rate risk and the effective weighted average interest rate by maturing periods is set out the table below.

	Weighted Average Effective Interest Rate	Total ($)	Weighted Average Effective Interest Rate	Total ($)
	2019	**2019**	**2018**	**2018**
Financial Assets				
Cash and cash equivalents	1.00%	717,948	1.25%	310,651

Cash Flow Sensitivity Analysis for Variable Rate Instruments

A change of 25 basis points in interest rates at reporting date would have increased/(decreased) equity and profit or loss by the amounts shown below. The Board assessed a 25 basis point movement as being reasonably possible based on forward treasury rate projections. This analysis assumes that all other variables remain constant.

A change of 25 basis points (25 b.p.) in interest rates would have increased or decreased the Group's profit or loss by $179 (2018: $777).

	+1% (25 b.p.) ($)	-1% (25 b.p) ($)	+1% (25 b.p) ($)	-1% (25 b.p) ($)
	2019	**2019**	**2018**	**2018**
Cash and cash equivalents	179	(179)	777	(777)
	179	**(179)**	**777**	**(777)**

(c) Capital Management

When managing capital, the Board's objective is to ensure the Group continues as a going concern as well as to maintain optimal returns to Shareholders and benefits for other Stakeholders. The Board also aims to maintain a capital structure that ensures the lowest cost of capital available to the Group.

The Group had no formal financing and gearing policy or criteria during the year having regard to the early status of its development and low level of activity. There were no changes in the Group's approach to capital management during the year. The Group is not subject to any externally imposed capital requirements.

NOTES TO THE FINANCIAL STATEMENTS

7. CASH AND CASH EQUIVALENTS

	2019 ($)	2018 ($)
Cash at bank	717,948	284,618
Short-term bank deposits	-	26,033
	717,948	**310,651**

(a) Reconciliation to cash at the end of the year

The above figures are reconciled to cash at the end of the financial year as shown in the Consolidated Statement of Cash Flows as follows:

	2019 ($)	2018 ($)
Balance as above	717,948	310,651
Balance per Statement of Cash Flows	**717,948**	**310,651**

(b) Terms of short-term bank deposit

	2019 ($)	2018 ($)
Maturing within 1 to 3 months	-	26,033
	-	**26,033**

(c) Restricted cash

The Company has no restricted cash at 30 June 2019. At 30 June 2018, the Company's $26,033 term deposit was restricted cash, this was a term deposit which the Company was required to maintain while the Company had an office in Melbourne. AssetOwl closed its Melbourne office in 3 October 2018 and was able to release this term deposit to cash at bank.

8. TRADE AND OTHER RECEIVABLES

	2019 ($)	2018 ($)
Accounts Receivable	1,100	1,100
Net GST Receivable	38,898	18,497
R&D offset receivable	398,267	983,418
Related Party Loan	-	37,461
Office bond paid	4,800	-
	443,065	**1,040,476**

The Research and Development (R&D) offset receivable is the amount expected to be received from the Australian Taxation Office relating to eligible R&D costs incurred.

The amount recognised as R&D Offset receivable is regarded as an estimate as the amount is not confirmed until it is received by the Company from the ATO, following submission of the Company's tax return. The Company uses external professional advisers to calculate the amount of the R&D Offset receivable and for advice and support on the preparation of the required documentation for submission to AusIndustry.

On 24 September 2019, the Group received the Income Tax Refund for Subsidiary Company, AssetOwl Technologies Pty Ltd, the amount received, $398,267 represents the Research and Development Tax Incentive in relation to applicable expenditure incurred in the 2019 financial year.

Fair Value and Credit Risk

Due to the short-term nature of the trade receivables the carrying amount is assumed to approximate their fair value. The exposure to credit risk at the end of the reporting period is the carrying amount of each class of receivables mentioned above. Refer to Note 6 for more information on the Risk Management Policy of the Group.

9. PROPERTY, PLANT AND EQUIPMENT

	2019 ($)	2018 ($)
Opening net book value	**38,381**	**44,801**
Additions	-	12,278
Disposals	(5,210)	-
Depreciation Charge	(17,585)	(18,698)
Closing net book value	**15,586**	**38,381**
Cost of assets	54,076	61,062
Accumulated Depreciation	(38,490)	(22,681)
Net carrying amount	**15,586**	**38,381**

10. INTANGIBLE ASSETS

	2019 ($)	2018 ($)
Formation expenses	-	132
Intellectual property	25,000	50,000
Goodwill	1,066,201	1,802,054
	1,091,201	**1,852,186**
Reconciliation of Intellectual property		
At 1 July	50,000	74,867
Amortisation Charge	(25,000)	(24,867)
At 30 June	**25,000**	**50,000**
Reconciliation of Goodwill		
Beginning of reporting period	1,802,054	5,747,923
Impairment recognised	(735,853)	(3,945,869)
End of reporting period	**1,066,201**	**1,802,054**

	2019 ($)	2018 ($)
Accumulated impairment losses		
Beginning of reporting period	(3,945,869)	-
Impairment recognised	(735,853)	(3,945,869)
End of reporting period	**(4,681,722)**	**(3,945,869)**
Net balance at end of reporting period	**1,066,201**	**1,802,054**

The Intellectual Property and Goodwill of the Group arose upon the acquisition of AssetOwl Technologies Pty Ltd which occurred in December 2016. Intellectual property is amortised over a period of 5 years.

The goodwill is attributable to the cash flows expected to arise from the Parent company's acquisition of AssetOwl Technologies Pty Ltd in December 2016. The Board views the Group as one CGU ('AssetOwl CGU'), and monitors the Group's goodwill at this level. The Board has determined the recoverable amount of the AssetOwl CGU by assessing the fair value less cost of disposal (FVLCOD) of the underlying assets. The method applied was the market approach based on the current market capitalisation (number of shares on issue multiplied by the quoted market price per share) of the Group on the Australian Securities Exchange (ASX). The recoverable value is a Level 1 measurement based on observable inputs of publicly traded shares in an active market.

The impairment expense has arisen due to a reduction in the Group's market capitalisation over the financial year from 1 July 2018 to 30 June 2019. A reasonable possible change in the share price by 5% would result in future impairment of $105,428.

The Group's market capitalisation at 30 June 2019 was $2,108,546, being 301,220,812 shares at $0.007 cents per share, consistent with above disclosure, this is taken to be the CGU's recoverable amount, for the purposes of the assessing impairment.

At 30 June 2019, the value of the Group's net assets exceeded this recoverable amount by $735,853, and accordingly, an impairment expense of $735,853 has been recognised for the year, including $14,816 impairment expense which had been recognised in the half-year to 31 December 2018.

This impairment expense is recognised in the financial statements by reducing the value of the Group's Goodwill. This impairment expense is recognised as an individual line item on the Consolidated Statement of Profit or Loss and Other Comprehensive Income.

11. TRADE AND OTHER PAYABLES

	2019 ($)	2018 ($)
Trade creditors and accruals	96,615	113,668
	96,615	**113,668**

NOTES TO THE FINANCIAL STATEMENTS

12. EMPLOYEE BENEFIT OBLIGATIONS

	2019 ($)	2018 ($)
Employee Contractual Obligations	35,642	100,760
Statutory Obligations	26,997	75,388
Other Employment Related Provisions	-	120,000
	62,639	**296,148**

13. CONTRIBUTED EQUITY

A reconciliation of the movement in capital for the Group can be found in the Statement of Changes in Equity.

(a) Movements of share capital during the year

Date	Details	No of shares	Issue price($)	$
	Balance at 30 June 2017	**60,542,116**		**17,045,391**
09.03.2018	Settlement of Class A Performance Rights[1]	5,000,000	0.074	370,000
21.03.2018	Capital Return[2]	-	-	(1,528,702)
09.05.2018	Rights issue[3]	22,954,062	0.045	1,032,933
	Share Issue cost[3]	-	-	(91,028)
Closing Balance as at 30 June 2018		**88,496,178**		**16,828,594**
04.07.2018	Corporate Advisory Services	888,889	-	40,000
24.05.2019	Rights issue[4]	178,770,134	0.007	1,251,391
24.05.2019	Rights issue (Shortfall fee shares)[5]	8,125,325	0.008	65,003
06.06.2019	Rights issue (Placement)[4]	17,814,286	0.007	124,700
10.06.2019	Rights issue (Corporate Advisory Fee and Selling Fee)[6]	7,126,000	0.007	49,882
	Share Issue cost[7]	-	-	(203,448)
Closing Balance as at 30 June 2019		**301,220,812**		**18,156,122**

1 Issue of shares for settlement of Class A performance rights held by vendors of AssetOwl Technologies Pty Ltd, refer to note 6 for further disclosure.

2 In-specie distribution of Podium Minerals Limited (ASX:POD) shares and options, refer to note 3 for further details.

3 On the 6th of April 2018, AssetOwl Limited issued a prospectus to issue up to 65,542,116 ordinary shares via a renounceable pro-rata rights issue, at $0.045 per share. Costs of issuing the shares include fees payable to the Lead manager of the rights issue and certain legal fees directly attributable to the share issue.

4 On the 26th of April 2019, AssetOwl Limited issued a prospectus to issue up to 178,770,134 ordinary shares via a fully underwritten renounceable 2:1 pro-rata rights issue, at $0.007 per share.

On the 10th of June 2019, AssetOwl Limited placed a further 17,814,286 shares to sophisticated and professional investors to meet excess demand arising from the Rights Issue.

5. AssetOwl Limited was required to issue shares to the underwriters as a fee, being “Shortfall Fee shares”, with the number of shares calculated on a basis of 1 share for every 8 shares to be placed to the underwriter. The Shortfall was 65,002,607 shares, and

accordingly AssetOwl was required to issue 8,125,325 shares. These shares were valued by the Company at $0.008 per share, being the Company's share price at the date when the shortfall was confirmed, 17 May 2019, a total value of $65,002.

6. The Company issued 5,714,286 shares to Patersons Securities Limited for their role as lead manager and underwriter for the Rights Issue to settle the Corporate Advisory fee of $40,000. The number of shares issued was based on the capital raising price of $0.007 per share.

   The Company issued 1,411,714 shares to Patersons Securities Limited to settle a "Selling Fee", pursuant to the underwriting agreement, the selling fee was calculated as 6% of the amount of funds raised in excess of the rights offer amount of $1,251,391. The selling fee was settled through the issue of 1,411,714 shares, for a total value of $9,882.

7. Share Issue costs includes the underwriting fee payable to the Underwriter, the value of the Shortfall Fee shares, the Corporate Advisory Fee and the Selling Fee.

Ordinary Shares

The holder of ordinary shares is entitled to participate in dividends and the proceeds on winding up of the Parent Company in proportion to the number of and amounts paid on the shares held.

On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

Ordinary shares have no par value and the Parent company does not have a limited amount of authorised capital.

14. RESERVES

Option Reserve

The option reserve is used to record the value of the share-based payments provided to employees, consultants and for options issued pursuant to any acquisitions or in exchange for services.

	2019 ($)	2018 ($)
Reserve at the beginning of the year	1,518,435	1,518,435
Movement during the year:		
Transfer balance of Option reserve to accumulated losses on lapse of 34,890,793 Options during the financial year	(1,518,435)	-
Reserve at the end of the year	-	**1,518,435**

The Group issued no share options during the 2019 financial year, nor were any options exercised.

All options which were on issue at the commencement of the 2019 financial year lapsed during the year.

2019 Financial Year table of options

Grant Date	Expiry Date	Exercise Price ($)	Balance at the start of the year Number	Lapsed during the year Number	Balance at end of the year Number	Vested and exercisable Number
14/03/2016	30/09/2018	0.175	10,140,793	(10,140,793)	-	-
09/11/2016	30/06/2019	0.375	8,750,000	(8,750,000)	-	-
05/12/2016	30/06/2019	0.375	11,000,000	(11,000,000)	-	-
05/12/2016	31/03/2019	0.225	5,000,000	(5,000,000)	-	-

Grant Date	Expiry Date	Exercise Price ($)	Balance at the start of the year Number	Lapsed during the year Number	Balance at end of the year Number	Vested and exercisable Number
Balance at 30 June 2019			**34,890,793**	**(34,890,793)**	**-**	**-**

2018 Financial Year table of options

Grant Date	Expiry Date	Exercise Price ($)	Balance at the start of the year Number	Balance at end of the year Number	Vested and exercisable Number
14/03/2016	30/09/2018	0.175	10,140,793	10,140,793	10,140,793
09/11/2016	30/06/2019	0.375	8,750,000	8,750,000	8,750,000
05/12/2016	30/06/2019	0.375	11,000,000	11,000,000	11,000,000
05/12/2016	31/03/2019	0.225	5,000,000	5,000,000	5,000,000
Balance at 30 June 2018			**34,890,793**	**34,890,793**	**34,890,793**

The weighted average remaining contractual life of share options outstanding at the end of the 2018 financial year was 0.75 years.

Shares Reserve

The Shares reserve is used to record the value of shares to be issued to service providers in exchange for services.

	2019 ($)	2018 ($)
Reserve at the beginning of the year	40,000	-
Movement during the year:		
888,889 shares to be issued to a nominee of Patersons Securities Limited for Corporate Advisory services provided in connection with the Group's rights issue announced in April 2018.	-	40,000
Issue of above 888,889 shares	(40,000)	-
Reserve at the end of the year	**-**	**40,000**

15. SHARE BASED PAYMENTS

Pursuant to the terms of the Underwriting agreement between the Company and Patersons Securities Limited ('Patersons') for the Company's Underwritten renounceable Rights Issue, during the year Patersons were issued 7,126,000 ordinary shares.

The issue of these shares was for settlement of:

- A corporate advisory fee of $40,000; and
- for settlement of a selling fee, being a fee payable on funds raised by Patersons excess of the renounceable rights issue offer to raise up to $1,251,391 announced on 26 April 2019.

These share-based payments are measured at the fair value of the service received, evidenced by an invoice from Patersons.

Further, AssetOwl issued 8,125,325 shares to the underwriters (including sub underwriters) to whom the shortfall to the Company's Rights Issue was placed, being a shortfall of 65,002,607 shares. Pursuant to the underwriting agreement, shortfall fee shares are payable at a rate of 1 share for every 8 shares to be placed to the underwriter, and accordingly, AssetOwl was required to issue these 8,125,325 shares.

The Company cannot reliably estimate the fair value of the service provided by the Underwriter, being the service which necessitated the issue of these Shares, and as a result, the Company has measured this share based payment by reference to the fair value of the equity instruments granted.

The Company's Rights Issue closed on 17 May 2019, and therefore on this date, the shortfall, and accordingly, number of shortfall fee shares, was confirmed. The Share price on 17 May 2019 was $0.008, and this is the share price used to value this share based payment, being a total fair value of $65,002.

There were no share-based payments granted in the comparative financial year.

16. ACCUMULATED LOSSES

	2019 ($)	2018 ($)
Accumulated (loss) at the beginning of the year	**(15,555,151)**	**(12,139,190)**
Transfer option premium reserve for expired options	1,518,435	-
Net (loss) attributable to Shareholders	(2,010,860)	(3,415,961)
Accumulated (loss) at end of the year	**(16,047,576)**	**(15,555,151)**

17. CASH FLOW INFORMATION

	2019 ($)	2018 ($)
Reconciliation of cash flow from operating activities with the loss from continuing operations after income tax:		
Non-cash flows in (loss) from operating activities		
Net (Loss) after Income Tax	(2,010,860)	(3,415,961)
Conversion of current year Director fees to equity	33,351	10,000
Repayment of loan by Employee (CTO)	-	(15,000)
Write-off of Property, Plant and Equipment	4,150	-
Depreciation and Amortisation	42,717	43,830
Settlement of related party debts at 30 June 2019 through participation in 2:1 renounceable rights issue	25,000	-
Impairment expense	735,853	3,945,869
Gain on disposal of Exploration Assets	-	(1,528,702)
Change in fair value of Contingent Consideration	-	(1,452,335)

	2019 ($)	2018 ($)
CHANGES IN ASSETS & LIABILITIES FROM OPERATING ACTIVITIES		
(Increase)/Decrease in trade and other receivables	597,412	(123,635)
Increase/(Decrease) in trade and other payables	(17,053)	25,331
Increase/(Decrease) in employee benefits payable	(233,509)	155,817
Cash flow generated (used in) Operating Activities	**(822,939)**	**(2,354,786)**

Non-cash investing and financing activities.

Year ended 30 June 2019

Transactions in connection with 2:1 renounceable Rights Issue

During the year, the Company completed 2:1 renounceable Rights Issue ('Rights Issue') which involved multiple non-cash transactions, details on these non-cash transactions is provided in notes 13 and 21.

18. COMMITMENTS

The Commitment expenditure at reporting date is as follows:

	2019 ($)	2018 ($)
Not later than one year	30,000	320,114
TOTAL	**30,000**	**320,114**

There are no commitments for period beyond one year.

The nature of these commitments is disclosed below:

Administration Services Fees Commitment

The Group entered into an Administration Services Agreement with Tribis Pty Ltd and agreed to retain to provide administration services to the Group on the terms and conditions set out in the agreement. These services include the engagement of Mr. Sean Meakin as Group Company Secretary.

The Group must pay a monthly fee to Tribis plus reimbursement for each month of the certain costs, expenses and liabilities incurred and/or paid by Tribis on behalf of the Group during the month. The fee is currently $5,000 plus GST per month, which is required to be paid in full by the Group on ordinary terms.

The agreement has no specified end date, and could be cancelled by either party after the provision of 6 months' notice, as a result, the above commitments table includes 6 months of payments, being $30,000.

Simon Trevisan (Non-Executive Chairman of the Group) is the Managing Director and a substantial shareholder of Tribis.

19. LOSS PER SHARE

The calculation of basic loss per share for the financial year was based on the loss attributable to ordinary Shareholders of $2,010,860 (2018: loss of $3,415,961) and a weighted average number of ordinary shares outstanding during the year of 110,270,291 (2018: 65,436,815).

	2019 ($)	2018 ($)
Basic loss per share (cents per share)	(1.82)	(5.22)
(a) RECONCILIATION OF EARNINGS TO OPERATING LOSS		
Loss attributable to ordinary Shareholders		
Loss after tax	**(2,010,860)**	**(3,415,961)**
Loss used in the calculation of EPS	**(2,010,860)**	**(3,415,961)**

	2019 ($)	2018 ($)
(b) WEIGHTED AVERAGE NUMBER OF SHARES USED AS THE DENOMINATOR		
Weighted average number of ordinary shares (WANOS)		
Weighted average number of ordinary shares	**110,270,291**	**65,436,815**

20. REMUNERATION OF AUDITORS

During the year the following fees were paid or payable for services provided by the Auditor of the Group and its related parties.

	2019 ($)	2018 ($)
Audit and Other Assurance Services		
BDO Audit (WA) Pty Ltd	36,177	41,279
Total remuneration for Audit and Other Assurance Services	**36,177**	**41,279**
Other Services		
Non-Auditing Service - BDO Corporate Tax (WA) Pty Ltd	22,440	20,400
Total remuneration for Other services	**22,440**	**20,400**

NOTES TO THE FINANCIAL STATEMENTS

21. RELATED PARTY DISCLOSURES

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

Key Management Personnel

Directors and Executives compensation comprises:

	2019 ($)	2018 ($)
Directors		
Short-term benefits	228,000	240,000
Post-employment benefits	6,270	11,970
Other Key Management Personnel		
Short-term benefits	230,250	172,794
Post-employment benefits	16,988	15,817
TOTAL	**481,508**	**440,581**

Detailed remuneration disclosures are provided in the Remuneration Report on pages 13 to 24.

Transactions with other related parties

Transactions between related parties are on normal commercial terms and conditions no more favorable than those available to other parties unless otherwise stated.

The following transaction occurred with related parties for the year ended 30 June 2019.

	2019 ($)	2018 ($)
Other transactions		
Administration Fees (Tribis)	60,000	60,000
Settlement of Class A Performance rights (NCKH Pty Ltd as trustee for the AML Trust and Imprint Investments Pty Ltd)	-	132,030
In-specie capital return (Simon Trevisan, Bruce McCracken, Ian Murchison, Shane Stone and their related parties)	-	377,958
Loan to AssetOwl Limited by Tribis Pty Ltd	150,000	330,000
Settlement of Tribis Pty Ltd Loan via cash payment	(150,000)	-
Settlement of Tribis Pty Ltd Loan via rights issue participation	-	(330,000)
Forgiveness of Debt	37,461	-
TOTAL	**97,461**	**569,988**

NOTES TO THE FINANCIAL STATEMENTS

The aggregate amounts recognised during the year relating to Key Management Personnel and their related entities were as follows.

Key Management Personnel (Capacity)	Transaction	Transactions value for the year ended 30 June		Balance outstanding as at 30 June	
		2019 ($)	**2018 ($)**	**2019 ($)**	**2018 ($)**
Directors					
Simon Trevisan (Director and controlling Shareholder of Tribis Pty Ltd)	Administrative fee for office space, telecommunications, office supplies, accounting support and administration and business support services	60,000	60,000	-	35,000
	Loan provided by Tribis Pty Ltd	150,000	330,000	-	-
	Settlement of Loan provided by Tribis Pty Ltd via cash payment	(150,000)	-	-	-
	Settlement of Loan provided by Tribis Pty Ltd via participation in rights issue	-	(330,000)	-	-
Andrew Lane (Director of NCKH Pty Ltd as trustee for the AML Trust)	Settlement of vested performance rights related to acquisition of AssetOwl Technologies Pty Ltd	-	66,015	-	-
Simon Trevisan, Bruce McCracken, Ian Murchison, Shane Stone and their related parties (AssetOwl Shareholders)	In-specie capital return relating to sale of Rum Jungle assets to Podium Minerals Limited[1]	-	377,958	-	-
Other Key Management Personnel					
Giuseppe Di Franco (Director of Imprint Investments Pty Ltd)	Settlement of vested performance rights related to acquisition of AssetOwl Technologies Pty Ltd	-	66,015	-	-
	Forgiveness of Debt	37,461	-	-	37,461

Notes in relation to the table of related party transactions.

Transactions with an entity related to Non-Executive Chairman Mr Simon Trevisan

Administration Services Agreement

The Group is party to an Administration Services Agreement with Tribis Pty Ltd and provides administration services to the Group on the terms and conditions set out in the agreement. These services include the engagement of Mr Sean Meakin as Company Secretary.

The Group must pay a monthly fee to Tribis plus reimbursement for each month of the certain costs, expenses and liabilities incurred and/or paid by Tribis on behalf of the Group during the month. The fee is currently $5,000 plus GST per month.

Tribis agreed with AssetOwl to accrue this fee from 1 December 2017 to 31 March 2019, before the Company announced a 2:1 renounceable Rights issue on 26 April 2019. Tribis participated in the rights issue, acquiring 31,421,490 Shares.

AssetOwl then settled the administration services fees which had accrued for the 16 month period to 31 March 2019, a total of $80,000.

Simon Trevisan (Non-Executive Chairman of the Group) is the Managing Director and a substantial shareholder of Tribis.

Provision of Loan, and subsequent settlement

During the year, Tribis Pty Ltd provided a loan to the Group to a total of $150,000; these funds were lent to the Group on an interest free basis.

In May 2019, following completion of the 2:1 renounceable rights issue, funds raised from the Rights Issue were used to settle this loan.

Transactions with an entity related to Non-Executive Director Mr Andrew Lane

Issue of shares (transaction in the 2018 financial year)

AssetOwl issued 892,102 shares to NCKH Pty Ltd, as trustee for the AML trust, on 9 March 2018, these shares were issued to the entity solely in its capacity as a vendor to the AssetOwl Technologies Pty Ltd acquisition. These shares were issued in satisfaction of the Class A performance rights which vested at 31 December 2017, being 5,000,000 rights in total. This transaction is recognised in the financial statements as a reduction in current liabilities and an increase in contributed equity.

NCKH Pty Ltd, as trustee for the AML trust is an entity of which non-executive director Mr Andrew Lane is a beneficiary

Transactions with an entity related to Chief Technology Officer, Mr Giuseppe Di Franco

Issue of shares (transaction in the 2018 financial year)

The Company agreed to forgive the debt owed to it by its Chief Technology Officer Mr Giuseppe Di Franco, refer to note 22 for further disclosure on this loan and for the reasoning for forgiveness of the debt in the current financial year.

Transactions with Directors and former directors in their capacity as shareholders

Settlement of accrued director fees without the use of cash

At 30 June 2018, non-executive director Mr. Andrew Lane and now former non-executive director Mr Ian Murchison were owed a combined debt of $25,000 for Director fees accrued for the period from 1 December 2017 to 30 June 2018

The Company continued to accrue director fees until 31 March 2019, before the Company announced a 2:1 renounceable Rights issue on 26 April 2019, the fees accrued for the 16-month period were settled through Tribis' participation in the Rights Issue.

NOTES TO THE FINANCIAL STATEMENTS

In-Specie capital return (transactions in the 2018 financial year)

Following the disposal of the Group's Rum Jungle project to Podium Minerals which was completed in February 2018, Eligible AssetOwl shareholders received an In-specie capital distribution in the form of Podium Minerals Shares and Options, which had been received as consideration for the sale.

Group Directors Mr Simon Trevisan, and then Directors Messrs Bruce McCracken, Ian Murchison and then non-executive chairman Mr Shane Stone received Podium Minerals Limited shares and options in their capacity as Shareholders of eligible AssetOwl shares.

The number and value of, shares and options received by the above Directors was directly related to the number of AssetOwl shares that the directors had an interest in at the record date for calculating entitlements under then In-Specie distribution, being 15 February 2018.

The total number of Podium Shares and Options distributed to the above directors and their related parties was 1,483,445 and 741,724 respectively, a combined fair value of $377,958.

Mr Andrew Lane and Mr Giuseppe Di Franco are shareholders of AssetOwl however they were ineligible to receive a distribution of Podium Minerals shares and options.

Issue of shares (transaction in the 2018 financial year)

Imprint Investments Pty Ltd is an entity of which AssetOwl's CEO Giuseppe Di Franco is the sole director and shareholder of. AssetOwl issued 892,103 shares to the entity on 9 March 2018, these shares were issued to the entity solely in its capacity as a vendor to the AssetOwl Technologies Pty Ltd acquisition. These shares were issued in satisfaction of the Class A performance rights which vested at 31 December 2017, being 5,000,000 rights in total. This transaction is recognised in the financial statements as a reduction in current liabilities and an increase in contributed equity.

22. LOANS TO KEY MANAGEMENT PERSONNEL

A related party loan receivable was acquired with the acquisition of AssetOwl Technologies Pty Ltd, being a debt which was owed by the Group's Chief Technology Officer ('CTO'), Mr Giuseppe Di Franco

	2019 ($)	2018 ($)
Balance at beginning of year	37,461	52,461
Repayment of debt	-	(15,000)
Forgiveness of debt	(37,461)	-
Balance at end of year	-	37,461

With an effective date of 30 June 2019, the Company agreed to forgive this debt owed by Mr Di Franco.

In coming to this agreement, the Board noted that Mr Di Franco's remuneration has reduced from the time when Mr Di Franco joined the Company on 23 December 2016 when Mr Di Franco was remunerated at rate of $240,000 (inclusive of superannuation).

Mr Di Franco's remuneration was reduced to $120,000 (inclusive of superannuation) for the period from 14 January 2018 to 16 July 2018, from this date, Mr Di Franco has been remunerated at $192,000 per annum (inclusive of superannuation).

During the year, no interest was charged on the balance of the loan. There were no transactions during the year which changed the value of the loan amount.

There are no other loans to individual or Directors of the Group during the year or outstanding as at 30 June 2019.

Disclosures relating to Key Management Personnel are set out in the Remuneration Report in the Directors' Report.

NOTES TO THE FINANCIAL STATEMENTS

23. PARENT ENTITY INFORMATION

The following details information related to the Parent Entity, AssetOwl Limited. The information presented here has been prepared using consistent accounting policies as presented in Note 1.

	2019 ($)	2018 ($)
Current assets	1,165,725	1,177,187
Non-current assets	1,028,740	1,802,053
Total Assets	**2,194,465**	**2,979,240**
Current liabilities	56,442	117,885
Non-current liabilities	29,477	29,477
Total Liabilities	**85,919**	**147,362**
Net Assets	**2,108,546**	**2,831,878**
Contributed equity	18,156,122	16,828,594
Reserve	-	1,558,435
(Accumulated losses)	(16,047,576)	(15,555,151)
Total Equity	**2,108,546**	**2,831,878**
(loss) for the year	(2,126,143)	(3,411,244)
Other comprehensive (loss) for the year	-	-
Total Comprehensive (loss) for the Year	**(2,126,143)**	**(3,411,244)**

There are no other separate commitments and contingencies for the parent entity as at 30 June 2019.

24. INTERESTS IN OTHER ENTITIES

Name of Entity	Place of business/country of incorporation	Ownership Interest 2019	Ownership Interest 2018	Principal Activities
AssetOwl Technologies Pty Ltd	Australia	100%	100%	Technology and Software Development
Regalpoint Resources Pty Ltd	Australia	100%	100%	Formerly held the Group's Exploration tenement in Queensland.

NOTES TO THE FINANCIAL STATEMENTS

25. MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL YEAR

On 24 September 2019, the Group received the 2019 financial year Income Tax Refund for subsidiary Company, AssetOwl Technologies Pty Ltd, the amount received, $398,267 represents the Research and Development Tax Incentive in relation to applicable expenditure incurred in the 2019 financial year.

No other matters or circumstances have arisen since 30 June 2019 that have significantly affected the Group's operations, results, or state of affairs, or may do so in future years.

26. FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

Due to their short-term nature, the carrying amounts of the current receivables and current payables are assumed to approximate their fair value.

The Group's financial liability designated at fair value through profit of loss, referred to at note 6, being contingent consideration for the acquisition of AssetOwl Technologies Pty Ltd, is re-measured to fair value at each reporting date.

DIRECTORS' DECLARATION

In the opinion of the Directors of AssetOwl Limited:

(a) the Financial Statements and Notes set out on pages 28 to 66 are in accordance with the *Corporations Act 2001*, including:

  (i) giving a true and fair view of the Group's financial position as at 30 June 2019 and of their performance, for the financial year ended on that date; and

  (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and *Corporations Regulations 2001*; and other mandatory professional reporting requirements.

(b) the Financial Report also complies with International Financial Reporting Standards as disclosed in Note 1.

(c) there are reasonable grounds to believe that AssetOwl Limited will be able to pay its debts as and when they become due and payable; and

(d) the Directors have been given the declarations required by Section 295A of the *Corporations Act 2001* by the Financial Officer for the financial year ended 30 June 2019.

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

Simon Trevisan
Non-Executive Chairman
Dated at Perth, Western Australia, this 30th September 2019

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INDEPENDENT AUDITOR'S AUDIT REPORT

To the members of AssetOwl Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of AssetOwl Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2019, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies and the directors' declaration.

In our opinion the accompanying financial report of the Group, is in accordance with the Corporations Act 2001, including:

(i) Giving a true and fair view of the Group's financial position as at 30 June 2019 and of its financial performance for the year ended on that date; and

(ii) Complying with Australian Accounting Standards and the Corporations Regulations 2001.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the Financial Report section of our report. We are independent of the Group in accordance with 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 (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to Note 1(c) in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the group's ability to continue as a going concern and therefore the group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matter described in the Material uncertainty related to going concern section, we have determined the matters described below to be the key audit matters to be communicated in our report.

Valuation and recoverability of Goodwill

Key audit matter	How the matter was addressed in our audit
At the 30 June 2019, AssetOwl Limited recognised goodwill as disclosed in note 10. An annual impairment test for goodwill is required under Australian Accounting Standard (AASB) 136 Impairment of Assets. The assessment of the carrying value of goodwill is considered to be a key audit matter due to the significance of the asset to the Group's consolidated statement of financial position, and the assessment requires management to make significant judgements and estimates in determining the recoverable amount of goodwill.	In addressing this matter our procedures included, but were not limited to the following: • valuating management's impairment assessment of the goodwill by challenging the key estimates and assumptions used by management; • Chal enging the appropriateness of the Capitalised Market Approach (fair value less cost of disposal) valuation method used to determine the fair value in accordance with AASB 13 Fair Value; • ssessing the carrying value of AssetOwl Limited's net assets with regard to the Group's market capitalisation as at 30 June 2019; and • ssessing the adequacy of the Group's disclosures and impairment assessment methodology as disclosed in note 10 to the financial report.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group's annual report for the year ended 30 June 2019, but does not include the financial report and the auditor's report thereon.

Our opinion on the financial report does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the Financial Report

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

In preparing the financial report, the directors are responsible for assessing the ability of the group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website at:

http://www.auasb.gov.au/auditors_responsibilities/ar1.pdf

This description forms part of our auditor's report.

Report on the Remuneration Report

Opinion on the Remuneration Report

We have audited the Remuneration Report included in pages 14 to 25 of the directors' report for the year ended 30 June 2019.

In our opinion, the Remuneration Report of AssetOwl Limited, for the year ended 30 June 2019, complies with section 300A of the Corporations Act 2001.

Responsibilities

The directors of the Company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

BDO Audit (WA) Pty Ltd

BDO

Jarrad Prue

Director

Perth, 30 September 2019

ASX ADDITIONAL INFORMATION

Additional information required by the Australian Securities Exchange Ltd and not shown elsewhere in this report is as follows. The information is current as at 9 September 2019

(a) Distribution of equity securities

	Ordinary Shares	Performance Rights
Holding	Number of Holders	
1 - 1,000	61	1
1,001 - 5,000	90	1
5,001 - 10,000	44	0
10,001 - 100,000	129	3
100,001 - and over	179	6
Total	**503**	**11**

There were 289 holders of less than a marketable parcel of ordinary shares.

(b) Top twenty shareholders

The names of the twenty largest holders of quoted equity securities are listed below:

Listed Fully Paid Ordinary Shares		Number of Shares	Percentage of Shares
1	TRIBIS PTY LTD	47,846,520	15.88%
2	OGEE AUSTRALIA PTY LTD	21,410,466	7.11%
3	NCKH PTY LTD	21,410,460	7.11%
4	T T NICHOLLS PTY LTD	15,000,000	4.98%
5	CHESAPEAKE CAPITAL LTD	14,545,157	4.83%
6	MELSHARE NOMINEES PTY LTD	13,986,053	4.64%
7	MR RICHARD THOMAS HAYWARD DALY & MRS SARAH KAY DALY	12,042,690	4.00%
8	JASPER HILL RESOURCES PTY LTD	8,939,146	2.97%
9	RETZOS EXECUTIVE PTY LTD	7,318,732	2.43%
10	M & K KORKIDAS PTY LTD	5,410,184	1.80%
11	IMPRINT INVESTMENTS PTY LTD	5,208,411	1.73%
12	FUTURE SUPER PTY LTD	5,000,000	1.66%
13	T E & j PASIAS PTY LTD	4,932,799	1.64%
14	MR CHIRSTOPHER LESLIE LAWSON & MS PIPPA JUNE LAWSON	4,265,841	1.42%
15	DECKET PTY LIMITED	3,600,000	1.20%
16	CHEETAH HOLDINGS PTY LTD	3,461,844	1.15%
17	SAM GOULOPOULOS PTY LTD	3,312,778	1.10%
18	SHAYDEN NOMINEES PTY LTD	3,215,619	1.07%
19	TENALGA PTY LTD	3,182,412	1.06%
20	1215 CAPITAL PTY LTD	2,701,522	0.90%
Total		**206,790,634**	**68.65%**

(c) Unquoted Equity Securities

There are 3,149,319 Performance Rights held by the vendors of AssetOwl Technologies Pty Ltd, which was acquired on the 23rd of December 2016. These Performance Rights are held by 11 parties, no party holds more than 20% of the total amount.

ASX ADDITIONAL INFORMATION

(d) Substantial Shareholders

Substantial holders of shares in the in the Parent company are set out below

Ordinary Shares:

	Number	Percentage
TRIBIS PTY LTD	48,146,520	15.98%
OGEE AUSTRALIA PTY LTD	21,410,466	7.11%
NCKH PTY LTD	21,410,460	7.11%

Voting Rights

All ordinary shares (whether fully paid or not) carry one vote per share without restriction.

There are no voting rights attached to performance rights issued.