

JAYRIDE

FY20 RESULTS AND APPENDIX 4E

Preliminary Final Report for the financial year ended 30 June 2020

Lodged with the ASX under Listing Rule 4.3A. Jayride Group Limited (ASX:JAY) ABN 49 155 285 528



1. Company details

| | |
|-------------------|---------------------------------|
| Name of entity: | Jayride Group Limited |
| ABN: | 49 155 285 528 |
| Reporting period: | For the year ended 30 June 2020 |
| Previous period: | For the year ended 30 June 2019 |

2. Results for announcement to the market

The Company has adopted Accounting Standard AASB 16 'Leases' for the year ended 30 June 2020 using the modified retrospective approach and as such the comparatives have not been restated.

| | | | | \$ |
|---|------|-------|----|-------------|
| Total revenue from ordinary activities | up | 1.0% | to | 3,861,578 |
| Revenue from net commissions and fees booked | down | 1.3% | to | 3,236,264 |
| Loss from ordinary activities after tax attributable to the owners of Jayride Group Limited | down | 16.4% | to | (6,858,570) |
| Loss for the year attributable to the owners of Jayride Group Limited | down | 16.4% | to | (6,858,570) |

Dividends

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

Comments

The loss for the Company after providing for income tax amounted to \$6,858,570 (30 June 2019: \$8,201,109).

Commentary on the results for the period, including the impact of COVID-19 pandemic, is included in the Investor Presentation.

3. Net tangible assets

| | Reporting period Cents | Previous period Cents |
|---|---------------------------|--------------------------|
| Net tangible assets per ordinary security | <u>(1.38)</u> | <u>(0.81)</u> |

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period

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

Previous period

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

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Not applicable.

9. Foreign entities

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

Not applicable.

10. Audit qualification or review

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

The financial statements are in the process of being audited and an unqualified opinion, modified to include an emphasis of matter with respect to going concern, is expected to be issued.

11. Attachments

Details of attachments (if any):

The Preliminary Financial Report of Jayride Group Limited for the year ended 30 June 2020 is attached.

12. Signed

As authorised by the Board of Directors

Signed _____

Date: 27 August 2020

Rod Bishop
Managing Director
Sydney



Jayride Group Limited

ABN 49 155 285 528

Preliminary Financial Report - 30 June 2020

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Jayride Group Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2020



| | Note | 2020 \$ | 2019 \$ |
|---|------|--------------------|--------------------|
| Revenue | | | |
| Net commission and fees booked | | 3,236,264 | 3,280,500 |
| Interest revenue | | 15,554 | 9,801 |
| Other income | | 609,760 | 532,063 |
| Total revenue | | <u>3,861,578</u> | <u>3,822,364</u> |
| Variable and support costs | | | |
| Advertising and marketing costs | | (1,621,701) | (2,241,473) |
| Variable operating costs | | (1,580,789) | (1,303,026) |
| Total variable and support costs | | <u>(3,202,490)</u> | <u>(3,544,499)</u> |
| Non-variable costs | | | |
| Non-variable operating costs | | (1,885,824) | (1,873,604) |
| Corporate costs | | (652,767) | (811,763) |
| Growth costs | | (1,617,013) | (3,077,911) |
| Share-based payments expense | | (1,371,445) | (1,901,417) |
| Depreciation and amortisation | | (1,411,481) | (680,996) |
| Total non-variable costs | | <u>(6,938,530)</u> | <u>(8,345,691)</u> |
| Non-operating costs | | | |
| Currency movements | | (80,611) | (21,238) |
| Finance costs | | (498,517) | (112,045) |
| Total non-operating costs | | <u>(579,128)</u> | <u>(133,283)</u> |
| Loss before income tax expense | | (6,858,570) | (8,201,109) |
| Income tax expense | | - | - |
| Loss after income tax expense for the year attributable to the owners of Jayride Group Limited | | (6,858,570) | (8,201,109) |
| Other comprehensive income for the year, net of tax | | - | - |
| Total comprehensive income for the year attributable to the owners of Jayride Group Limited | | <u>(6,858,570)</u> | <u>(8,201,109)</u> |
| | | Cents | Cents |
| Basic loss per share | 8 | (7.34) | (10.48) |
| Diluted loss per share | 8 | (7.34) | (10.48) |

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

Jayride Group Limited
Statement of financial position
As at 30 June 2020



| | Note | 2020 \$ | 2019 \$ |
|--------------------------------------|------|---------------------|---------------------|
| Assets | | | |
| Current assets | | | |
| Cash and cash equivalents | | 963,459 | 1,433,354 |
| Trade and other receivables | 1 | 824,102 | 877,842 |
| Goods and services tax receivable | | 25,894 | 46,775 |
| Research and development receivable | | 619,153 | 958,871 |
| Prepayments | | 68,623 | 46,934 |
| Total current assets | | <u>2,501,231</u> | <u>3,363,776</u> |
| Non-current assets | | | |
| Deposits and bank guarantees | | - | 323,890 |
| Plant and equipment | 2 | 175,014 | 203,356 |
| Right-of-use assets | 3 | 229,888 | - |
| Capitalised technology costs | 4 | 2,489,154 | 2,415,348 |
| Total non-current assets | | <u>2,894,056</u> | <u>2,942,594</u> |
| Total assets | | <u>5,395,287</u> | <u>6,306,370</u> |
| Liabilities | | | |
| Current liabilities | | | |
| Trade and other payables | 5 | 1,641,132 | 1,861,507 |
| Contract liabilities | | 19,333 | 38,143 |
| Borrowings | | 115,958 | - |
| Lease liabilities | | 338,216 | - |
| Employee benefits | | 139,693 | 175,623 |
| Provisions | | 98,776 | - |
| Future transport payments | | 188,033 | 849,852 |
| Total current liabilities | | <u>2,541,141</u> | <u>2,925,125</u> |
| Non-current liabilities | | | |
| Borrowings | | 1,744,652 | 1,572,914 |
| Employee benefits | | 38,245 | 52,890 |
| Total non-current liabilities | | <u>1,782,897</u> | <u>1,625,804</u> |
| Total liabilities | | <u>4,324,038</u> | <u>4,550,929</u> |
| Net assets | | <u>1,071,249</u> | <u>1,755,441</u> |
| Equity | | | |
| Issued capital | 6 | 24,316,515 | 18,360,858 |
| Reserves | 7 | 3,365,401 | 3,146,680 |
| Accumulated losses | | <u>(26,610,667)</u> | <u>(19,752,097)</u> |
| Total equity | | <u>1,071,249</u> | <u>1,755,441</u> |

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

Jayride Group Limited
Statement of changes in equity
For the year ended 30 June 2020



| | Issued capital \$ | Reserves \$ | Accumulated losses \$ | Total equity \$ |
|--|-------------------------|------------------|-----------------------------|--------------------|
| Balance at 1 July 2018 | 15,902,025 | 1,724,634 | (11,516,361) | 6,110,298 |
| Adjustment for change in accounting policy | - | - | (34,627) | (34,627) |
| Balance at 1 July 2018 - restated | 15,902,025 | 1,724,634 | (11,550,988) | 6,075,671 |
| Loss after income tax expense for the year | - | - | (8,201,109) | (8,201,109) |
| Other comprehensive income for the year, net of tax | - | - | - | - |
| Total comprehensive income for the year | - | - | (8,201,109) | (8,201,109) |
| <i>Transactions with owners in their capacity as owners:</i> | | | | |
| Contributions of equity, net of transaction costs (note 6) | 1,612,375 | - | - | 1,612,375 |
| Share-based payments (shares) | 846,458 | 281,887 | - | 1,128,345 |
| Share-based payments (options) | - | 773,073 | - | 773,073 |
| Share-based payments (warrants) | - | 367,086 | - | 367,086 |
| Balance at 30 June 2019 | <u>18,360,858</u> | <u>3,146,680</u> | <u>(19,752,097)</u> | <u>1,755,441</u> |

| | Issued capital \$ | Reserves \$ | Accumulated losses \$ | Total equity \$ |
|--|-------------------------|------------------|-----------------------------|--------------------|
| Balance at 1 July 2019 | 18,360,858 | 3,146,680 | (19,752,097) | 1,755,441 |
| Loss after income tax expense for the year | - | - | (6,858,570) | (6,858,570) |
| Other comprehensive income for the year, net of tax | - | - | - | - |
| Total comprehensive income for the year | - | - | (6,858,570) | (6,858,570) |
| <i>Transactions with owners in their capacity as owners:</i> | | | | |
| Contributions of equity, net of transaction costs (note 6) | 4,764,672 | - | - | 4,764,672 |
| Share-based payments (shares) | 902,664 | 49,421 | - | 952,085 |
| Share-based payments (options) | - | 419,360 | - | 419,360 |
| Exercise of options | 38,261 | - | - | 38,261 |
| Transfer on issue of shares to employees | 250,060 | (250,060) | - | - |
| Balance at 30 June 2020 | <u>24,316,515</u> | <u>3,365,401</u> | <u>(26,610,667)</u> | <u>1,071,249</u> |

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

Jayride Group Limited
Statement of cash flows
For the year ended 30 June 2020



| | Note | 2020 \$ | 2019 \$ |
|--|------|-----------------------|-------------------------|
| Cash flows from operating activities | | | |
| Net receipts from bookings (inclusive of GST) | | 1,894,600 | 3,324,265 |
| Payments to suppliers and employees (inclusive of GST) | | (6,789,516) | (8,474,067) |
| Grants funding for operating activities | | 865,846 | 428,467 |
| Interest received | | 15,554 | 10,654 |
| Interest and other finance costs paid | | (383,007) | (18,101) |
| Net cash used in operating activities | | <u>(4,396,523)</u> | <u>(4,728,782)</u> |
| Cash flows from investing activities | | | |
| Payments for plant and equipment | | (16,275) | (59,629) |
| Payments for intangibles | | (1,265,901) | (1,321,021) |
| Proceeds from deposits | | 323,890 | - |
| Grants funding for investing activities | | 489,024 | 485,336 |
| Proceeds from disposal of plant and equipment | | - | 6,541 |
| Net cash used in investing activities | | <u>(469,262)</u> | <u>(888,773)</u> |
| Cash flows from financing activities | | | |
| Proceeds from issue of shares | | 5,041,118 | 1,707,975 |
| Share issue transaction costs | | (238,185) | (95,600) |
| (Repayment)/proceeds from borrowings | | (38,907) | 2,000,000 |
| Transaction costs related to borrowings | | - | (95,440) |
| Repayment of lease liabilities | | (337,909) | - |
| Net cash from financing activities | | <u>4,426,117</u> | <u>3,516,935</u> |
| Net decrease in cash and cash equivalents | | (439,668) | (2,100,620) |
| Cash and cash equivalents at the beginning of the financial year | | 1,433,354 | 3,560,216 |
| Effects of exchange rate changes on cash and cash equivalents | | (30,227) | (26,242) |
| Cash and cash equivalents at the end of the financial year | | <u><u>963,459</u></u> | <u><u>1,433,354</u></u> |

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



| | |
|--------------------------------------|----|
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Note 1. Trade and other receivables

| | 2020 \$ | 2019 \$ |
|--|-----------------|-----------------|
| <i>Current assets</i> | | |
| Trade receivables | 856,591 | 897,800 |
| Less: Allowance for expected credit losses | <u>(32,489)</u> | <u>(19,958)</u> |
| | <u>824,102</u> | <u>877,842</u> |

Note 2. Plant and equipment

| | 2020 \$ | 2019 \$ |
|---------------------------------|------------------|-----------------|
| <i>Non-current assets</i> | | |
| Fixtures and fittings - at cost | 173,161 | 173,161 |
| Less: Accumulated depreciation | <u>(52,666)</u> | <u>(33,435)</u> |
| | <u>120,495</u> | <u>139,726</u> |
| Computer equipment - at cost | 166,755 | 146,818 |
| Less: Accumulated depreciation | <u>(112,966)</u> | <u>(84,358)</u> |
| | <u>53,789</u> | <u>62,460</u> |
| Office equipment - at cost | 3,896 | 2,631 |
| Less: Accumulated depreciation | <u>(3,166)</u> | <u>(1,461)</u> |
| | <u>730</u> | <u>1,170</u> |
| | <u>175,014</u> | <u>203,356</u> |

Reconciliations

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

| | Fixtures and fittings \$ | Computer equipment \$ | Office equipment \$ | Total \$ |
|-------------------------|--------------------------------|-----------------------------|---------------------------|-----------------|
| Balance at 1 July 2018 | 117,833 | 92,016 | 1,936 | 211,785 |
| Additions | 44,125 | 15,504 | - | 59,629 |
| Disposals | - | (5,422) | (15) | (5,437) |
| Depreciation expense | <u>(22,232)</u> | <u>(39,638)</u> | <u>(751)</u> | <u>(62,621)</u> |
| Balance at 30 June 2019 | 139,726 | 62,460 | 1,170 | 203,356 |
| Additions | - | 20,900 | 1,265 | 22,165 |
| Disposals | - | (5,929) | - | (5,929) |
| Depreciation expense | <u>(19,231)</u> | <u>(23,642)</u> | <u>(1,705)</u> | <u>(44,578)</u> |
| Balance at 30 June 2020 | <u>120,495</u> | <u>53,789</u> | <u>730</u> | <u>175,014</u> |

Note 3. Right-of-use assets

| | 2020 \$ | 2019 \$ |
|--------------------------------|----------------|------------|
| <i>Non-current assets</i> | | |
| Office building - right-of-use | 810,049 | - |
| Less: Accumulated depreciation | (580,161) | - |
| | <u>229,888</u> | <u>-</u> |

No additions to the right-of-use assets were made during the year. The Company leased office space under an agreement that was surrendered on 31 July 2020.

Note 4. Capitalised technology costs

| | 2020 \$ | 2019 \$ |
|--------------------------------|------------------|------------------|
| <i>Non-current assets</i> | | |
| Capitalised technology costs | 4,363,982 | 3,503,434 |
| Less: Accumulated amortisation | (1,874,828) | (1,088,086) |
| | <u>2,489,154</u> | <u>2,415,348</u> |

Reconciliations

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

| | <i>Capitalised technology costs \$</i> |
|-------------------------------------|--|
| Balance at 1 July 2018 | 2,201,726 |
| Additions | 1,321,021 |
| Research and development tax offset | (489,024) |
| Amortisation expense | (618,375) |
| Balance at 30 June 2019 | 2,415,348 |
| Additions | 1,265,901 |
| Research and development tax offset | (405,353) |
| Amortisation expense | (786,742) |
| Balance at 30 June 2020 | <u>2,489,154</u> |

Note 5. Trade and other payables

| | 2020 \$ | 2019 \$ |
|----------------------------|------------------|------------------|
| <i>Current liabilities</i> | | |
| Trade payables | 1,123,287 | 1,289,951 |
| Other payables | 517,845 | 571,556 |
| | <u>1,641,132</u> | <u>1,861,507</u> |

Note 6. Issued capital

| | 2020 Shares | 2019 Shares | 2020 \$ | 2019 \$ |
|--|--------------------|-------------------|-------------------|-------------------|
| Ordinary shares - fully paid | 102,887,024 | 81,682,411 | 24,316,515 | 18,360,858 |
| Ordinary shares - held in Employees' Trust | 2,355,803 | 2,645,960 | - | - |
| Ordinary shares - held in Employees' Trust (allocated not converted) | (140,563) | - | - | - |
| | <u>105,102,264</u> | <u>84,328,371</u> | <u>24,316,515</u> | <u>18,360,858</u> |

Movements in ordinary share capital

| Details | Date | Shares | Issue price | \$ |
|--|-------------------|--------------------|-------------|-------------------|
| Balance | 1 July 2018 | 75,575,283 | | 15,902,025 |
| Issue of shares to employees | 31 August 2018 | 86,628 | \$0.4450 | 38,549 |
| Issue of shares to employees under Employee Share Scheme ('ESS') | 29 November 2018 | 478,683 | \$0.4800 | 229,769 |
| Issue of shares | 3 January 2019 | 3,972,035 | \$0.4300 | 1,707,975 |
| Issue of shares to employees | 24 January 2019 | 215,742 | \$0.4400 | 94,926 |
| Issue of shares to employees under ESS | 1 March 2019 | 767,851 | \$0.4300 | 330,159 |
| Issue of shares to employees under ESS | 17 June 2019 | 301,551 | \$0.2700 | 80,644 |
| Issue of shares to employees under ESS | 20 June 2019 | 284,638 | \$0.2500 | 72,411 |
| Share issue costs | | - | \$0.0000 | (95,600) |
| Balance | 30 June 2019 | 81,682,411 | | 18,360,858 |
| Issue of shares to employees under ESS | 15 July 2019 | 328,100 | \$0.3250 | 106,632 |
| Issue of shares to employees under ESS | 15 August 2019 | 456,103 | \$0.3960 | 180,456 |
| Issue of shares to employees under ESS | 16 September 2019 | 401,763 | \$0.4000 | 160,708 |
| Non-recourse loan repayment | 11 October 2019 | - | \$0.0000 | 30,000 |
| Issue of shares to employees under ESS | 16 October 2019 | 98,147 | \$0.3930 | 38,556 |
| Issue of shares to employees under ESS | 15 November 2019 | 398,025 | \$0.3300 | 131,344 |
| Issue of shares | 20 November 2019 | 10,672,567 | \$0.3000 | 3,201,770 |
| Issue of shares to employees under ESS | 16 December 2019 | 405,063 | \$0.3000 | 121,520 |
| Issue of shares to employees under ESS | 18 December 2019 | 97,680 | \$0.3000 | 29,304 |
| Issue of shares - share purchase plan | 18 December 2019 | 2,675,021 | \$0.3000 | 802,500 |
| Issue of shares | 23 December 2019 | 3,328,625 | \$0.3000 | 998,588 |
| Issue of shares to employees under ESS | 15 January 2020 | 161,364 | \$0.3520 | 57,371 |
| Non-recourse loan repayment | 4 February 2020 | - | \$0.0000 | 8,260 |
| Issue of shares to employees under ESS | 17 February 2020 | 250,671 | \$0.3019 | 75,672 |
| Issue of shares to employees under ESS | 20 April 2020 | 663,387 | \$0.0792 | 52,524 |
| Issue of shares to employees under ESS | 15 May 2020 | 808,728 | \$0.1567 | 126,708 |
| Issue of shares to employees under ESS | 16 Jun 2020 | 459,369 | \$0.1566 | 71,929 |
| Share issue costs | | - | \$0.0000 | (238,185) |
| Balance | 30 June 2020 | <u>102,887,024</u> | | <u>24,316,515</u> |

Note 6. Issued capital (continued)

Movements in shares held in Employees Trust

| Details | Date | Shares | Issue price | \$ |
|--|-------------------|------------------|-------------|---------|
| Balance | 1 July 2018 | - | | - |
| Shares issued to Royal Exchange Nominees Pty Ltd ('REN') | 1 March 2019 | 3,232,149 | \$0.0000 | - |
| Issue of shares to employees | 17 June 2019 | (301,551) | \$0.2700 | 80,644 |
| Issue of shares to employees | 20 June 2019 | (284,638) | \$0.2500 | 72,411 |
| Balance | 30 June 2019 | 2,645,960 | | |
| Issue of shares to employees | 15 July 2019 | (328,100) | \$0.3250 | 106,632 |
| Issue of shares to employees | 15 August 2019 | (456,103) | \$0.9600 | 180,456 |
| Issue of shares to employees | 16 September 2019 | (401,763) | \$0.4000 | 160,708 |
| Issue of shares to employees | 16 October 2019 | (98,147) | \$0.3930 | 38,556 |
| Issue of shares to employees | 15 November 2019 | (398,025) | \$0.3300 | 131,344 |
| Issue of shares to employees | 16 December 2019 | (405,063) | \$0.3000 | 121,520 |
| Issue of shares to employees | 15 January 2020 | (161,364) | \$0.3520 | 57,371 |
| Issue of shares to employees | 17 February 2020 | (250,671) | \$0.3019 | 75,672 |
| Shares issued to REN | 17 April 2020 | 4,000,000 | \$0.0000 | - |
| Issue of shares to employees | 20 April 2020 | (663,387) | \$0.0792 | 52,524 |
| Issue of shares to employees | 15 May 2020 | (808,728) | \$0.1567 | 126,708 |
| Issue of shares to employees | 16 Jun 2020 | (459,369) | \$0.1566 | 71,929 |
| Balance | 30 June 2020 | <u>2,215,240</u> | | |

Note 7. Reserves

| | 2020 \$ | 2019 \$ |
|------------------------------|------------------|------------------|
| Share-based payments reserve | <u>3,365,401</u> | <u>3,146,680</u> |

Share-based payments reserve

The reserve is used to recognise the value of equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services.

Movements in share-based payment reserve

| | Share-based payments | | | Total \$ |
|---------------------------------|----------------------|------------------|----------------|------------------|
| | Equity \$ | Options \$ | Warrants \$ | |
| Balance at 1 July 2018 | - | 1,724,634 | - | 1,724,634 |
| Share-based payments (shares) | 281,887 | - | - | 281,887 |
| Share-based payments (options) | - | 773,073 | - | 773,073 |
| Share-based payments (warrants) | - | - | 367,086 | 367,086 |
| Balance at 30 June 2019 | <u>281,887</u> | <u>2,497,707</u> | <u>367,086</u> | <u>3,146,680</u> |
| Transfer between reserves | (31,827) | 31,827 | - | - |
| Share-based payments (shares) | (200,638) | - | - | (200,638) |
| Share-based payments (options) | - | 419,359 | - | 419,359 |
| Balance at 30 June 2020 | <u>49,422</u> | <u>2,948,893</u> | <u>367,086</u> | <u>3,365,401</u> |



Note 8. Loss per share

| | 2020 \$ | 2019 \$ |
|---|--------------------|--------------------|
| Loss after income tax attributable to the owners of Jayride Group Limited | <u>(6,858,570)</u> | <u>(8,201,109)</u> |
| | Number | Number |
| Weighted average number of ordinary shares used in calculating basic loss per share | <u>93,426,307</u> | <u>78,238,903</u> |
| Weighted average number of ordinary shares used in calculating diluted loss per share | <u>93,426,307</u> | <u>78,238,903</u> |
| | Cents | Cents |
| Basic loss per share | (7.34) | (10.48) |
| Diluted loss per share | (7.34) | (10.48) |

3,450,032 (30 June 2019: 18,712,936) options, 3,350,000 (30 June 2019: 3,300,000) performance options, 3,616,637 (30 June 2019: 3,616,637) warrants and 2,215,240 (30 June 2019: 2,645,960) shares held in Employees' Trust have been excluded from the above calculation as their inclusion would be anti-dilutive.

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