

## 1. Company details

Name of entity:	Mobilicom Limited
ABN:	26 617 155 978
Reporting period:	For the half-year ended 30 June 2021
Previous period:	For the half-year ended 30 June 2020

## 2. Results for announcement to the market

			\$
Revenues from ordinary activities	up	65.9% to	2,011,036
Loss from ordinary activities after tax attributable to the owners of Mobilicom Limited	down	51.6% to	(601,162)
Loss for the half-year attributable to the owners of Mobilicom Limited	down	51.6% to	(601,162)

### *Dividends*

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

### *Comments*

The Company's loss after providing for income tax amounted to \$601,162 a decrease of \$642,024 from prior corresponding period (30 June 2020: \$1,243,186).

The Company maintained high gross margins of 67% despite increased production volumes and pricing discounts related to larger orders, mainly due to its newly established APAC-based manufacturing capability.

As of June 30, 2021, cash and cash equivalents were \$5,463,672 with net cash consumption reduced to under \$0.7 million for the half-year ended 30 June 2021.

### *Revenue*

Revenue from sales increased by \$798,886 to \$2,011,036 from the prior period (30 June 2020: \$1,212,150). The increase was mainly attributed to new contracts with top-tier customers and increased revenue contribution from existing top-tier customers.

### *Expenses*

During the half-year period to 30 June 2021, the consolidated entity continued to manage its operational expenses to offset the impact of the COVID-19 pandemic and support its growth needs.

### *Statement of Financial Position*

Cash reserves increased by \$2,999,017 to \$5,463,672 during the half year (31 December 2020: \$2,464,655) as a result of a capital raising of \$3,840,000 (before costs) which was completed by the Company in May 2021.

### *COVID-19 impact*

The impact of the Coronavirus (COVID-19) pandemic is ongoing, and the consolidated entity has adapted to the changing environment while also implementing appropriate measures to ensure the consolidated entity can progress its operational activities. The consolidated entity has not experienced a significant impact from COVID-19, but it has limited travel and its ability to market the consolidated entities' products further.

The situation is rapidly developing and is dependent on measures imposed by the Australian and Israeli Governments and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

### 3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	1.58	0.80

### 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:*

The Company's foreign entity's financial results are compiled in accordance with the International Financial Reporting Standards (IFRS).

### 10. Audit qualification or review

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

The financial statements were subject to a review by the auditors and the review report is attached as part of the Half-year financial report.

## 11. Attachments

*Details of attachments (if any):*

The Half-year financial report of Mobilicom Limited for the half-year ended 30 June 2021 is attached.

---

## 12. Signed

Signed  \_\_\_\_\_

Oren Elkayam  
Chairman and Managing Director

Date: 30 August 2021

For personal use only



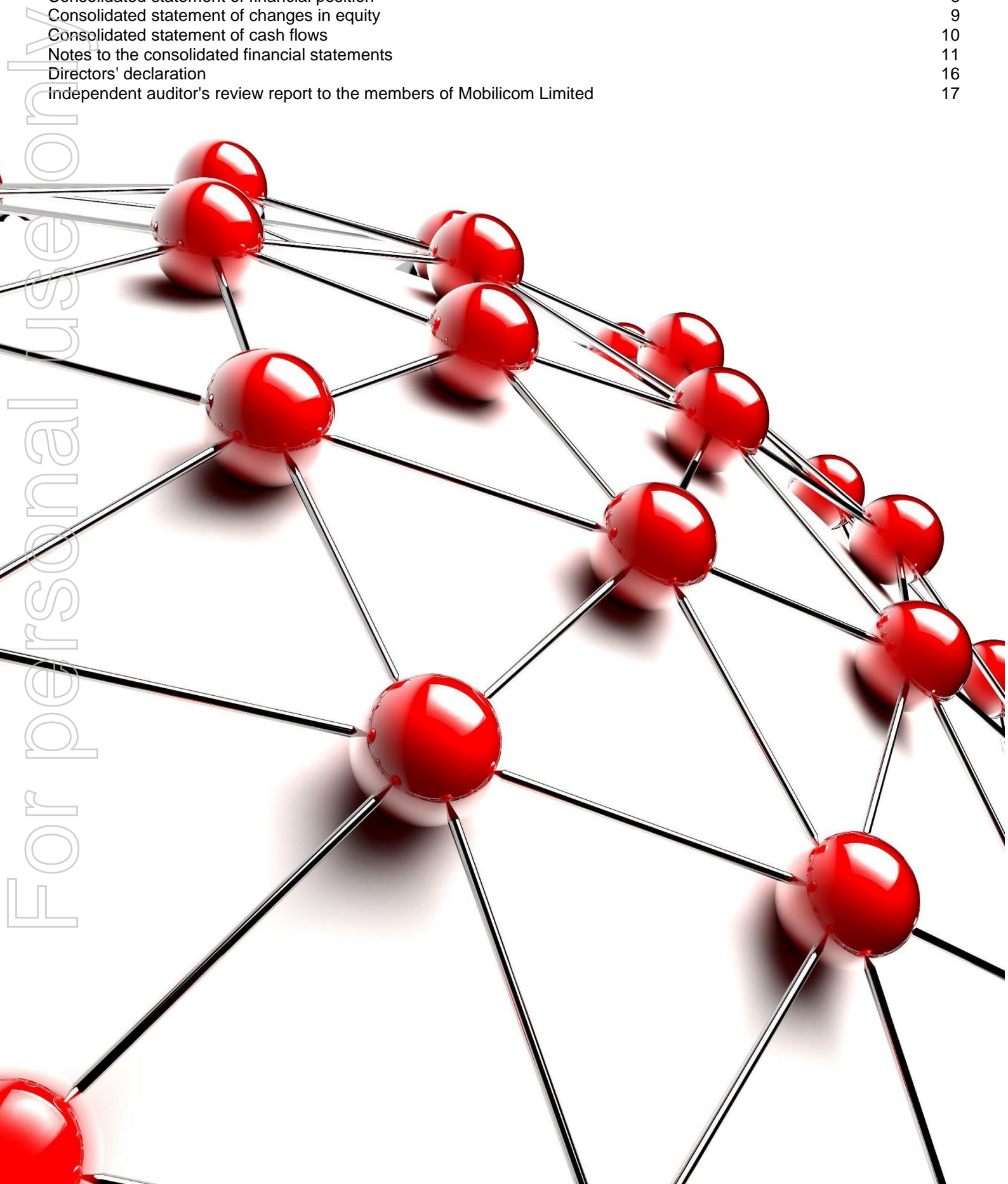
ABN 26 617 155 978

For personal use only

Half Year Report – 30 June 2021



Corporate directory	2
Directors' report	3
Auditor's independence declaration	6
Consolidated statement of profit or loss and other comprehensive income	7
Consolidated statement of financial position	8
Consolidated statement of changes in equity	9
Consolidated statement of cash flows	10
Notes to the consolidated financial statements	11
Directors' declaration	16
Independent auditor's review report to the members of Mobilicom Limited	17



Directors

Oren Elkayam (Chairman and Managing Director)  
Yossi Segal (Executive Director)  
Campbell McComb (Non-executive Director)  
Jonathan Brett (Non-executive Director)

Company secretary

Mark Licciardo

Registered office

C/- Mertons Corporate Services Pty Ltd  
Level 7  
330 Collins Street  
Melbourne, VIC 3000  
Ph: 03 8689 9997

Share register

Boardroom Pty Limited  
Level 12, 225 George Street  
Sydney, NSW, 2000  
Ph: 1300 737 760 (within Australia)  
Ph: +61 2 9290 9600

Auditor

BDO Audit Pty Ltd  
Collins Square, Tower 4  
Level 18, 727 Collins Street  
Melbourne, Victoria, 3008

Stock exchange listing

Mobilicom Limited shares are listed on the Australian Securities Exchange (ASX code: MOB)

Website

<https://mobilicom-ltd.com.au>

The directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of Mobilicom Limited (referred to hereafter as the 'company', 'Mobilicom Australia' or 'parent entity') and the entities it controlled at the end of, or during, the half-year ended 30 June 2021.

## **Directors**

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

Oren Elkayam (Chairman and Managing Director)  
Yossi Segal (Executive Director)  
Campbell McComb (Non-executive Director)  
Jonathan Brett (Non-executive Director)  
Theo Psaros (Non-executive Director) - resigned 5 July 2021

## **Principal activities**

The consolidated entity's principal activity is seeking to further commercialise solutions for mission critical and remote mobile private communications networks without the need to rely upon or utilise existing infrastructure.

## **Review of operations**

Mobilicom increased total income 40% for the half year period ending 30 June 2021 to \$2,472,286 (30 June 2020: \$1,764,330). Sales revenue was the main growth driver, up 66% to \$2,011,036 (30 June 2020: \$1,212,150). Despite increased production volumes and pricing discounts related to larger orders, Mobilicom maintained a high gross margin of 67%, leveraging its newly established APAC-based manufacturing capability. Other income for the half year, which includes Government grants, decreased during the period to \$461,250 (30 June 2020: \$552,180).

The Company has a backlog of confirmed orders, valued at \$1.2 million. Mobilicom expects to deliver these orders throughout the 2021 calendar year while also securing new orders and growing its sales pipeline.

Overall, the Company reported a loss for the consolidated entity after providing for income tax of \$601,162, an improvement of 52% on 30 June 2020 loss of \$1,243,186, due to a significant increase in revenue combined with carefully managed costs while allowing effective support for the Company's growth needs.

Mobilicom's cost base in 2021 will shift from R&D to sales and marketing, as the Company finalises the commercialisation of its newly developed cybersecurity and cloud-based products. The Company will continue to invest in sales, marketing, and customer success, to support revenue growth in the coming years.

During the half year period ended 30 June 2021, Mobilicom secured repeat purchase orders from its existing global customer base and new customers including Teledyne Flir (S&P500), Elbit Systems, ST Engineering, Rafael, Plasan, Smart Shooter, and other leading drones and robotics suppliers.

Post-period end, Mobilicom launched its AI-based Immunity Cybersecurity and Encryption (ICE) cybersecurity suite to provide industry-leading 360° protection for commercial and industrial drones, robotics, and autonomous platforms against a wide variety of malicious attacks.

The ICE cybersecurity suite is the world's first AI-based 360° system that can detect, prevent and respond to multiple drone/robotics cyber-attacks in real-time without requiring intervention by an operator. The ICE multi-faceted and multi-layered suite protects the platform, safeguards communication channels, and encrypts the data that is transmitted and collected.

Cash reserves increased by \$2,999,017 to \$5,463,672 during the half year ended 30 June 2021 (31 December 2020: \$2,464,655) which is mainly attributable to the \$3.8 million placement closed in May 2021.

Net cash used in operating activities decreased by 36% to \$638,522, from \$934,768 for the same period last year, as the Company optimised its operating procedures to adapt to the challenging COVID-19 conditions.

Mobilicom remains focused on growing revenue, fulfilling existing orders and securing new contracts within the commercial and industrial drone and robotics market, which is expected to reach US\$18 billion by 2026.

As an end-to-end provider of hardware and software smart solutions for drones, robotics and autonomous platforms, Mobilicom will continue to grow its complementary software offering and transition to a SaaS business with long-term recurring revenues.

Additionally, the Company is enhancing its operational efficiencies as it works to reduce and control overhead costs within the business to ensure a longer runway for the Company to focus on execution.

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

#### *Overall financial impact on business*

The impact of the Coronavirus (COVID-19) pandemic up to 30 June 2021 has not been significant but has limited the consolidated entity in its ability to be able to market its products through on-site demonstrations. With people working from home, the ability to be able to travel and meet with potential customers has been limited to video conferencing and impacted by budget constraints of customers.

#### *Business continuity*

The consolidated entity has established dedicated business continuity teams who progress the manufacture of products in preparation for customer orders being received in accordance with government working guidelines. In line with Government advice, staff who can work from home are encouraged to do so.

#### *Well-being of employees*

We remain committed to keeping our employees and families safe and ensuring ongoing health and wellbeing during this trying time. We have implemented COVID safe plans in locations where employees are required to come to work and provided additional supplies of face masks, gloves, antibacterial wipes and hand sanitiser in our workplace.

#### *Funding structure*

The Board continues to review the consolidated entity's funding requirements and regularly during this pandemic as circumstances change daily. During the half-year period to 30 June 2021, the Company completed a capital raising of \$3.8 million.

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

On 17 May 2021, the Company issued 64,000,000 shares with an issue price of \$0.06 per share, raising \$3,840,000 before costs. The new shares issued were to be placed in a voluntary escrow for a period of 6 months from issue date. The investors were, subject to shareholder approval, also to receive an equal number of options in the Company (i.e. on a 1:1 basis) exercisable at \$0.09 a share and exercisable 2 years from the issue date. Shareholder approval for the proposed grant of options was received subsequent to the end of the half year period at the Company's Annual General Meeting of shareholders, held on 9 July 2021.

There were no other significant changes in the state of affairs of the consolidated entity during the financial half-year.

### **Matters subsequent to the end of the financial half-year**

On 15 July 2021, the Company issued 11,500,000 options to Directors of the Company following receipt of shareholder approval at the Company's 2021 Annual General Meeting of shareholders. The options have an exercise price of \$0.08, expire 15 July 2026.

On 15 July 2021, the Company issued 64,000,000 options to investors in the Company's May 2021 capital raising following receipt of shareholder approval at the Company's 2021 Annual General Meeting of shareholders. The options have an exercise price of \$0.09, expire 15 July 2023.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

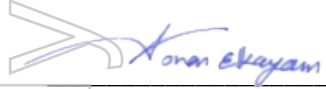
### **Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.



This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



---

Oren Elkayam  
Chairman and Managing Director

30 August 2021  
Tel Aviv

For personal use only

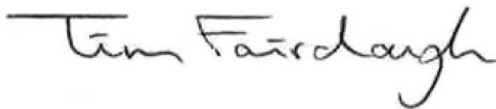
**DECLARATION OF INDEPENDENCE BY TIM FAIRCLOUGH TO THE DIRECTORS OF MOBILICOM LIMITED**

As lead auditor for the review of Mobilicom Limited for the half-year ended 30 June 2021, 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 review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

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

**BDO Audit Pty Ltd**



Tim Fairclough  
Director

Melbourne, 30 August 2021

For personal use only

**Mobilicom Limited**  
**Consolidated statement of profit or loss and other comprehensive income**  
**For the half-year ended 30 June 2021**



	Note	Consolidated 30 June 2021 \$	30 June 2020 \$
<b>Revenue</b>		2,011,036	1,212,150
Cost of sales		(655,662)	(400,501)
Realised foreign currency gains		129,882	108,760
Government grants		460,872	544,689
Interest received		378	7,491
Other income		461,250	552,180
<b>Expenses</b>			
Selling and marketing expenses		(755,196)	(548,880)
Research and development		(1,113,037)	(1,365,867)
Share based payments		(23,792)	(130,243)
Finance costs		(17,578)	(41,052)
General and administration expenses		(638,065)	(629,733)
<b>Loss before income tax expense</b>		(601,162)	(1,243,186)
Income tax expense		-	-
<b>Loss after income tax expense for the half-year attributable to the owners of Mobilicom Limited</b>		(601,162)	(1,243,186)
<b>Other comprehensive income</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		(91,698)	(50,664)
Movement in re-measurement reserve		(18,217)	(10,304)
Other comprehensive income for the half-year, net of tax		(109,915)	(60,968)
<b>Total comprehensive income for the half-year attributable to the owners of Mobilicom Limited</b>		(711,077)	(1,304,154)
		<b>Cents</b>	<b>Cents</b>
Basic earnings per share	13	(0.22)	(0.48)
Diluted earnings per share	13	(0.22)	(0.48)

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

**Mobilicom Limited**  
**Consolidated statement of financial position**  
**As at 30 June 2021**



		<b>Consolidated</b>	
	<b>Note</b>	<b>30 June 2021</b>	<b>31 December 2020</b>
		<b>\$</b>	<b>\$</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		5,463,672	2,464,655
Trade and other receivables	4	777,764	385,156
Inventories		646,405	803,004
<b>Total current assets</b>		<u>6,887,841</u>	<u>3,652,815</u>
<b>Non-current assets</b>			
Property, plant and equipment		149,065	143,483
Right-of-use assets	5	653,523	770,448
<b>Total non-current assets</b>		<u>802,588</u>	<u>913,931</u>
<b>Total assets</b>		<u>7,690,429</u>	<u>4,566,746</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	6	1,210,439	1,019,194
Lease liabilities	7	262,586	271,284
<b>Total current liabilities</b>		<u>1,473,025</u>	<u>1,290,478</u>
<b>Non-current liabilities</b>			
Lease liabilities	8	436,406	547,115
Employee benefits		735,054	703,113
Governmental liabilities on grants received		6,692	6,754
<b>Total non-current liabilities</b>		<u>1,178,152</u>	<u>1,256,982</u>
<b>Total liabilities</b>		<u>2,651,177</u>	<u>2,547,460</u>
<b>Net assets</b>		<u>5,039,252</u>	<u>2,019,286</u>
<b>Equity</b>			
Issued capital	9	26,502,022	22,884,795
Reserves	10	774,178	770,277
Accumulated losses		<u>(22,236,948)</u>	<u>(21,635,786)</u>
<b>Total equity</b>		<u>5,039,252</u>	<u>2,019,286</u>

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

**Mobilicom Limited**  
**Consolidated statement of changes in equity**  
**For the half-year ended 30 June 2021**



<b>Consolidated</b>	<b>Issued capital</b> \$	<b>Share based payments reserve</b> \$	<b>Foreign currency translation reserve</b> \$	<b>Remeasurement reserve</b> \$	<b>Accumulated losses</b> \$	<b>Total equity</b> \$
Balance at 1 January 2020	22,884,795	1,318,853	22,324	(481,202)	(19,299,005)	4,445,765
Loss after income tax expense for the half-year	-	-	-	-	(1,243,186)	(1,243,186)
Other comprehensive income for the half-year, net of tax	-	-	(50,664)	(10,304)	-	(60,968)
Total comprehensive income for the half-year	-	-	(50,664)	(10,304)	(1,243,186)	(1,304,154)
<i>Transactions with owners in their capacity as owners:</i>						
Share-based payments	-	130,243	-	-	-	130,243
Cancellation of options	-	(11,085)	-	-	11,085	-
Balance at 30 June 2020	<u>22,884,795</u>	<u>1,438,011</u>	<u>(28,340)</u>	<u>(491,506)</u>	<u>(20,531,106)</u>	<u>3,271,854</u>

<b>Consolidated</b>	<b>Issued capital</b> \$	<b>Share based payments reserve</b> \$	<b>Foreign currency translation reserve</b> \$	<b>Remeasurement reserve</b> \$	<b>Accumulated losses</b> \$	<b>Total equity</b> \$
Balance at 1 January 2021	22,884,795	1,046,869	198,160	(474,752)	(21,635,786)	2,019,286
Loss after income tax expense for the half-year	-	-	-	-	(601,162)	(601,162)
Other comprehensive income for the half-year, net of tax	-	-	(91,698)	(18,217)	-	(109,915)
Total comprehensive income for the half-year	-	-	(91,698)	(18,217)	(601,162)	(711,077)
<i>Transactions with owners in their capacity as owners:</i>						
Contributions of equity, net of transaction costs (note 9)	3,617,227	-	-	-	-	3,617,227
Share-based payments	-	113,816	-	-	-	113,816
Balance at 30 June 2021	<u>26,502,022</u>	<u>1,160,685</u>	<u>106,462</u>	<u>(492,969)</u>	<u>(22,236,948)</u>	<u>5,039,252</u>

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



**Mobilicom Limited**  
**Consolidated statement of cash flows**  
**For the half-year ended 30 June 2021**



	<b>Consolidated</b>	
	<b>30 June 2021</b>	<b>30 June 2020</b>
	\$	\$
<b>Cash flows from operating activities</b>		
Receipts from customers	1,775,694	2,088,469
Payments to suppliers and employees	(2,875,405)	(3,575,447)
Interest received	378	7,491
Receipt of government grants	460,811	544,689
	<u>(638,522)</u>	<u>(934,798)</u>
<b>Net cash used in operating activities</b>		
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment	(5,582)	-
	<u>(5,582)</u>	<u>-</u>
<b>Net cash used in investing activities</b>		
<b>Cash flows from financing activities</b>		
Proceeds from issue of shares	3,840,000	-
Share issue transaction costs	(124,001)	-
Repayment of lease liabilities	(119,410)	(125,437)
	<u>3,596,589</u>	<u>(125,437)</u>
<b>Net cash from/(used in) financing activities</b>		
Net increase/(decrease) in cash and cash equivalents	2,952,485	(1,060,235)
Cash and cash equivalents at the beginning of the financial half-year	2,464,655	4,710,261
Effects of exchange rate changes on cash and cash equivalents	46,532	11,000
	<u>5,463,672</u>	<u>3,661,026</u>
<b>Cash and cash equivalents at the end of the financial half-year</b>		

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

## **Note 1. General information**

The financial statements cover Mobilicom Limited as a Group consisting of Mobilicom Limited and the entities it controlled at the end of, or during, the half year. The financial statements are presented in Australian dollars, which is Mobilicom Limited's functional and presentation currency.

The functional currency of Mobilicom Limited's subsidiary, Mobilicom Ltd ("Mobilicom Israel"), is Israeli New Shekels.

Mobilicom Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

### **Registered office**

C/- Mertons Corporate Services Pty Ltd  
Level 7, 330 Collins Street  
Melbourne, Victoria, 3000  
Australia

### **Principal place of business**

Level 7, 90 Collins Street  
Melbourne, Victoria, 3000  
Australia

A description of the nature of the consolidated entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 27 August 2021.

## **Note 2. Significant accounting policies**

These general purpose financial statements for the interim half-year reporting period ended 30 June 2021 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2020 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

### **New Accounting Standards and Interpretations not yet mandatory or early adopted**

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the consolidated entity for the half year ended 30 June 2021.

### **Going concern**

The consolidated entity incurred a net loss after tax for the year ended 30 June 2021 of \$601,602 and had net cash outflows from operating activities \$638,522. The consolidated entity's ability to continue as a going concern is dependent upon it achieving its forecasts. The financial statements have been prepared on the basis that the consolidated entity is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlements of liabilities in the normal course of business for the following reasons:

- As at 30 June 2021 the consolidated entity had cash and cash equivalents of \$5,463,672, total assets of \$7,690,429 and net assets of \$5,039,252;
- The Directors have prepared budgets which demonstrates that, based on the above factors the consolidated entity has sufficient funds available to meet its commitments for at least twelve months from the date of signing of this report;
- During the half-year period the Company completed a capital raising amounting to \$3,840,000 before costs; and
- As at the end of the half year, the Company had a trade and other receivables balance amounting to \$777,764.

**Note 3. Operating segments**

*Identification of reportable operating segments*

An operating segment is a component of an entity that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the same entity), whose operating results are regularly reviewed by the entity's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available. This includes start-up operations which are yet to earn revenues. Management will also consider other factors in determining operating segments such as the existence of a line manager and the level of segment information presented to the board of directors.

During the half-year the Company only operated in one segment, which is to further commercialise solutions for mission critical and remote mobile private communications networks without the need to rely upon or utilise existing infrastructure

**Note 4. Current assets - trade and other receivables**

	<b>Consolidated</b>	<b>31 December</b>
	<b>30 June 2021</b>	<b>2020</b>
	\$	\$
Trade receivables	698,235	259,999
Other receivables	79,529	125,157
	<u>777,764</u>	<u>385,156</u>

**Note 5. Non-current assets - right-of-use assets**

	<b>Consolidated</b>	<b>31 December</b>
	<b>30 June 2021</b>	<b>2020</b>
	\$	\$
Land and buildings - right-of-use	593,343	697,234
Motor vehicles - right-of-use	60,180	73,214
	<u>653,523</u>	<u>770,448</u>

The consolidated entity leases land and buildings for its offices in Israel under agreements for 5 years and in some cases, options to extend. On renewal, the terms of the leases are renegotiated.

The Company leases motor vehicles for its Israeli sales' purposes under agreement for 2 years.

*Reconciliations*

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

<b>Consolidated</b>	Land and Buildings \$	Motor Vehicle \$	Total \$
Balance at 1 January 2021	697,234	73,214	770,448
Depreciation expense	(111,467)	(13,768)	(125,235)
Foreign exchange translation differences	7,576	734	8,310
Balance at 30 June 2021	<u>593,343</u>	<u>60,180</u>	<u>653,523</u>

**Note 6. Current liabilities - trade and other payables**

	Consolidated	
	30 June 2021	31 December 2020
	\$	\$
Trade payables	495,392	251,678
Other payables	715,047	767,516
	<u>1,210,439</u>	<u>1,019,194</u>

**Note 7. Current liabilities - lease liabilities**

	Consolidated	
	30 June 2021	31 December 2020
	\$	\$
Lease liability	<u>262,586</u>	<u>271,284</u>

**Note 8. Non-current liabilities - lease liabilities**

	Consolidated	
	30 June 2021	31 December 2020
	\$	\$
Lease liability	<u>436,406</u>	<u>547,115</u>

**Note 9. Equity - issued capital**

	Consolidated			
	30 June 2021	31 December 2020	30 June 2021	31 December 2020
	Shares	Shares	\$	\$
Ordinary shares - fully paid	<u>321,936,715</u>	<u>257,936,715</u>	<u>26,502,022</u>	<u>22,884,795</u>

*Movements in issued capital*

Details	Date	Shares	Issue price	\$
Balance	1 January 2021	257,936,715		22,884,795
Placement	17 May 2021	64,000,000	\$0.06	3,840,000
Capital raising costs		-	-	(222,773)
Balance	30 June 2021	<u>321,936,715</u>		<u>26,502,022</u>

*Ordinary shares*

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

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

## Note 10. Equity - reserves

	Consolidated 30 June 2021	31 December 2020
	\$	\$
Foreign currency reserve	106,462	198,160
Share-based payments reserve	1,160,685	1,046,869
Re-measurement reserve	(492,969)	(474,752)
	<u>774,178</u>	<u>770,277</u>

### Foreign currency reserve

The reserve is used to recognise exchange differences arising from the translation of the financial statements of foreign operations to Australian dollars.

### 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.

### Re-measurement reserve

The reserve is used for remeasurements comprising actuarial gains and losses on the net defined benefit liability.

### Movements in reserves

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

<b>Consolidated</b>	Re- measurement reserve \$	Share based payments reserve \$	Foreign currency reserve \$	Total \$
Balance at 1 January 2021	(474,752)	1,046,869	198,160	770,277
Foreign currency translation	(18,217)	-	(91,698)	(109,915)
Share based payments expense	-	113,816	-	113,816
Balance at 30 June 2021	<u>(492,969)</u>	<u>1,160,685</u>	<u>106,462</u>	<u>774,178</u>

## Note 11. Equity - dividends

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

## Note 12. Events after the reporting period

On 15 July 2021, the Company issued 11,500,000 options to Directors of the Company following receipt of shareholder approval at the Company's 2021 Annual General Meeting of shareholders. The options have an exercise price of \$0.08, expire 15 July 2026.

On 15 July 2021, the Company issued 64,000,000 options to investors in the Company's May 2021 capital raising following receipt of shareholder approval at the Company's 2021 Annual General Meeting of shareholders. The options have an exercise price of \$0.09, expire 15 July 2023.

No other matter or circumstance has arisen since 30 June 2021 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.



Note 13. Earnings per share

	Consolidated	
	30 June 2021	30 June 2020
	\$	\$
Loss after income tax attributable to the owners of Mobilicom Limited	<u>(601,162)</u>	<u>(1,243,186)</u>
	<b>Number</b>	<b>Number</b>
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>273,324,693</u>	<u>257,936,715</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>273,324,693</u>	<u>257,936,715</u>
	<b>Cents</b>	<b>Cents</b>
Basic earnings per share	(0.22)	(0.48)
Diluted earnings per share	(0.22)	(0.48)


The rights to options held by option holders have not been included in the weighted average number of ordinary shares for the purposes of calculating diluted EPS as they do not meet the requirements for inclusion in AASB 133 "Earnings per Share". The rights to options are non-dilutive as the consolidated entity is loss generating.

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the consolidated entity's financial position as at 30 June 2021 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



Oren Elkayam  
Chairman and Managing Director

30 August 2021  
Tel Aviv

## INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Mobilicom Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the half-year financial report of Mobilicom Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 2021, 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 half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

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

- (i) Giving a true and fair view of the Group's financial position as at 30 June 2021 and of its financial performance for the half-year ended on that date; and
- (ii) Complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to the audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

#### Responsibility of the directors for the financial report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

For personal use only



### **Auditor's responsibility for the review of the financial report**

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 30 June 2021 and its financial performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**BDO Audit Pty Ltd**

BDO  
Tim Fairclough

Tim Fairclough  
Director

Melbourne, 30 August 2021

For personal use only