

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

Results for announcement to the market

	31 Dec 2021 \$	31 Dec 2020 \$	%
Revenue from Ordinary activities	894,873	845,684	5.82%
Profit/(Loss) from ordinary activities after tax attributable to members	4,981	348,455	(98.57%)
Net Profit/(Loss) attributable to members	4,981	348,455	(98.57%)

The Company does not propose to pay a dividend.

Net tangible assets	31 Dec 2021 \$	31 Dec 2020 \$
Net tangible assets per ordinary shares	0.04	0.02

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

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



Kerry Plowright
Chairman

25 February 2022

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Aeeris Limited

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

Consolidated Interim Financial Report

For the period ended 31 December 2021

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Aeris Limited
ABN 18 166 705 595
and Controlled Entities

Chairman's Letter

Dear Shareholder

I am pleased to announce that we finish the half year with a strong balance sheet. **Cash & cash equivalents at the end of the period were \$3,094,012 with** total revenues of \$1,365,100 and customer receipts of \$894,873.

The forward outlook is bolstered by the continual growth of annual recurring revenue (ARR) which was reflected in the reporting from the previous quarter.

Our recent capital raising has enabled us to accelerate the development of new products, notably the EWN Climatics Platform (2.0).

During the period, we added a Risk Data Analyst and two Data Scientists to the team. In the last few weeks, we have recruited a Business Development Manager and Senior Developer. These additions to the team position the Company to grow and effectively exploit the opportunities being presented to us.

Proceeds of the capital raise are already being applied to business growth which is reflected in extraordinary expenses which include:

- Development of the Climatics platform (New climate platform due for release next month)
- Flood data – feeds into data analytics calculating climate risk
- Media – digital marketing (includes web development)
- Professional services including legals and HR

The half experienced an increase of extreme weather exacerbated by the LaNina system which continues to deliver flooding rains into most of Australia with the exception of WA which is suffering from heatwaves and fire emergencies. The impact of these events is causing supply chain and risk to life, assets and business operations. Flooding has been the greatest peril while cyclones, tornado's, extreme hail and a tsunami have highlighted the continual need to anticipate and mitigate against physical and chronic risks.

With new resources and products, we are looking forward to accelerating growth and opportunity through 2022.

Yours sincerely



Kerry Plowright
CHAIRMAN

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Aeris Limited
ABN 18 166 705 595
and Controlled Entities

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Aeris Limited

ABN 18 166 705 595
and Controlled Entities

Directors' Report for the Half Year Ended 31 December 2021

Your Directors present their report together with the Consolidated Financial Statements of Aeris Limited ("the Group") for the half year ended 31 December 2021.

Directors

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

Mr Kerry Maurice Plowright
Mr Bryce Reynolds
Mr Nathan Young

Review and results of operations and financial position

The Group recorded a consolidated profit of \$4,981 for the period ended 31 December 2021 (2020 profit: \$348,455).

COVID-19 Impact Assessment

The impact of the COVID-19 pandemic has spilled over into the first half of FY22. While there is clearly an increase in the number of business enquiries, many discussions were disrupted. As noted in previous reports, business appears to have emerged from the current crisis with an increased awareness of risk. As a consequence, we enter the calendar year with a strong level of inquiry.

Subsequent Events

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

Auditor's independence declaration

The lead auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001*, for the period ended 31 December 2021 has been received and can be found on page 5.

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



Kerry Plowright
CHAIRMAN

Dated this 25th day of February 2022



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

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

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2021 there have been no contraventions of:

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

MNSA Pty Ltd
MNSA Pty Ltd

Allan Facey
Director

Sydney

Dated this 25th day of February 2022

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AEERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF PROFIT OR LOSS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Notes	Consolidated Half Year Ended 31 Dec 2021 \$	Consolidated Half Year Ended 31 Dec 2020 \$
Revenue and Other Income			
Revenue	2	894,873	845,684
Other income	2	470,219	434,046
Total Revenue and Other Income		1,365,092	1,279,730
Expenses			
SMS communication		(73,902)	(50,183)
Weather reports		(102,656)	(100,733)
Depreciation and amortisation		(5,534)	(1,834)
Interest paid		-	(1,107)
Licence fees		(8,408)	(24,360)
Subcontractors		(118,709)	(128,270)
Consulting fees		(115,850)	(97,396)
Employee benefits expense		(557,920)	(388,326)
IT costs		(62,492)	(49,217)
Share based payments		(125,591)	-
Other expenses from ordinary activities	3	(189,049)	(89,849)
Total Expenses		(1,360,111)	(931,275)
Profit Before Income Tax		4,981	348,455
Income tax expense		-	-
Profit for the Period		4,981	348,455
Earnings per Share			
From continuing and discontinued operations:			
- Basic profit per share (cents)	10	0.01	0.58
- Diluted profit per share (cents)	10	0.01	0.58

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

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AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

	Notes	Consolidated As at 31 Dec 2021 \$	Consolidated As at 30 Jun 2021 \$
Current Assets			
Cash & cash equivalents		3,094,012	1,426,958
Trade & other receivables		194,835	201,788
Prepayments		77,238	67,623
Total Current Assets		3,366,085	1,696,369
Non-Current Assets			
Property, plant & equipment		13,716	15,490
Total Non-Current Assets		13,716	15,490
Total Assets		3,379,801	1,711,859
Current Liabilities			
Trade & other payables		658,369	566,503
Provisions		57,333	35,539
Total Current Liabilities		715,702	602,042
Non-Current Liabilities			
Provisions		56,951	49,534
Total Non-Current Liabilities		56,951	49,534
Total Liabilities		772,653	651,576
Net Assets		2,607,148	1,060,283
Equity			
Issued capital	4	6,516,861	5,100,568
Options reserve		206,809	81,218
Accumulated losses		(4,116,522)	(4,121,503)
Total Equity		2,607,148	1,060,283

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

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AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Consolidated Group	Issued Capital \$	Options Reserve \$	Accumulated Losses \$	Total \$
Balance as at 1 July 2020	5,100,568	81,218	(4,589,357)	592,429
Profit for the financial period	-	-	348,455	348,455
Balance as at 31 December 2020	5,100,568	81,218	(4,240,902)	940,884
Balance as at 1 July 2021	5,100,568	81,218	(4,121,503)	1,060,283
Profit for the financial period	-	-	4,981	4,981
Issue of shares	1,509,300	-	-	1,509,300
Share issue costs	(93,007)	-	-	(93,007)
Issue of options	-	125,591	-	125,591
Balance as at 31 December 2021	6,516,861	206,809	(4,116,522)	2,607,148

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

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AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Consolidated Half Year Ended 31 Dec 2021 \$	Consolidated Half Year Ended 31 Dec 2020 \$
Cash flow from operating activities		
Receipts from customers	1,052,517	910,330
R&D tax incentive received	469,965	237,592
COVID-19 stimulus support	-	194,677
Interest received	254	1,777
Payments to suppliers & employees	(1,268,215)	(898,210)
Net cash provided by operating activities	254,521	446,166
Cash flow from investing activities		
Purchases of property, plant & equipment	(3,760)	(3,975)
Net cash (used in) investing activities	(3,760)	(3,975)
Cash flow from financing activities		
Proceeds from issue of shares	1,509,300	-
Payments for issue of shares	(93,007)	-
Net cash provided by financing activities	1,416,293	-
Net increase in cash held	1,667,054	442,191
Cash & cash equivalents at the beginning of the period	1,426,958	799,857
Cash & cash equivalents at the end of the period	3,094,012	1,242,048

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

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AERIS LIMITED
ABN 18 166 705 595
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

NOTE 1. Statement of Significant Accounting Policies

Basis of Preparation

These general purpose interim financial statements for the half year reporting period ended 31 December 2021 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Aeeris Limited and its controlled entities (referred to as the "Consolidated Group" or "Group"). As such, it does not contain information that represents relatively insignificant changes occurring during the half year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2021, together with any public announcements made during the following half year.

Accounting Policies

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

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

Critical Accounting Estimates and Judgments

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

Key Estimates

Capitalisation of development costs

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

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AERIS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

Key Judgements

Share-based payment transactions

The Directors measure the cost of equity-settled share-based payment transactions with employees by reference to the fair value of the equity instruments at grant date. The fair value is determined by an external valuer using the Black Scholes Model simulation. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the annual reporting period but may impact expenses and equity.

Revenue

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

Unearned revenue

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

AERIS LIMITED
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AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

	Consolidated Half Year Ended 31 Dec 2021 \$	Consolidated Half Year Ended 31 Dec 2020 \$
NOTE 2. Revenue and Other Income		
Revenue from ordinary activities		
Sales revenue:		
Subscription income	894,873	845,684
	<u>894,873</u>	<u>845,684</u>
Other revenue:		
COVID-19 stimulus support	-	194,677
R&D tax incentive received	469,965	237,592
Interest received	254	1,777
	<u>470,219</u>	<u>434,046</u>

NOTE 3. Other Expenses
Other expenses from ordinary activities

Secretarial fee	17,238	9,353
Insurance	42,833	40,748
Travelling & accommodation	1,819	820
Registry services	10,173	6,864
Other operating expenses	116,986	32,064
	<u>189,049</u>	<u>89,849</u>

	Consolidated As at 31 Dec 2021 \$	Consolidated As at 30 June 2021 \$
NOTE 4. Issued Capital		
Fully Paid Ordinary Shares	7,250,225	5,740,925
Capital Raising Costs	(733,364)	(640,357)
Closing balance	<u>6,516,861</u>	<u>5,100,568</u>

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

NOTE 5. Dividends

No dividends were paid during the period.

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AERIS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

NOTE 6. Events after the End of the Interim Period

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

NOTE 7. Interest in Subsidiaries

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

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

NOTE 8. Operating Segments

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

NOTE 9. Contingent Liabilities

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

NOTE 10. Earnings Per Share

	No. of Shares As at 31 Dec 2021	No. of Shares As at 31 Dec 2020
Weighted average number of ordinary shares used in calculating basic and diluted earnings per share.	64,877,082	59,973,858
	Consolidated Half Year Ended 31 Dec 2021 \$	Consolidated Half Year Ended 31 Dec 2020 \$
Net Profit/(Loss) after income tax attributable to shareholders	4,981	348,455
	Cents	Cents
Basic profit earnings per share	0.01	0.58
Diluted profit earnings per share	0.01	0.58

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AERIS LIMITED
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 31 DECEMBER 2021

NOTE 11. Fair Value Measurements

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

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

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

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

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

	Level	As at 31 December 2021		As at 30 June 2021	
		Carrying amount	Fair value	Carrying amount	Fair value
		\$	\$	\$	\$
Financial assets					
Cash & cash equivalents	1	3,094,012	3,094,012	1,426,958	1,426,958
Other assets	1	77,238	77,238	67,623	67,623
Trade & other receivables	1	194,835	194,835	201,788	201,788
Financial liabilities					
Trade & other payables	1	658,369	658,369	566,503	566,503

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

	Level	As at 31 December 2021		As at 30 June 2021	
		Carrying amount	Fair value	Carrying amount	Fair value
		\$	\$	\$	\$
Non-financial assets					
Property, plant and equipment	2	13,716	13,716	15,490	15,490
Non-financial liabilities					
Provisions	2	114,284	114,284	85,073	85,073

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

Directors' Declaration

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

1. The financial statements and notes, as set out on pages 6 to 14, are in accordance with the *Corporations Act 2001*, including:
 - (a) complying with Accounting Standard AASB 134: *Interim Financial Reporting*; and
 - (b) giving a true and fair view of the consolidated group's financial position as at 31 December 2021 and of its performance for the half year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.



**Kerry Plowright
CHAIRMAN**

Dated this 25th day of February 2022

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

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

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Aeeris Limited, which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of profit or loss, the consolidated statement of changes in equity, and the consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Directors' Responsibility for the Half-year Financial Report

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, 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 Aeeris Limited's financial position as at 31 December 2021 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Aeeris Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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 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.

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Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

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

- (i) giving a true and fair view of Aeeris Limited's financial position as at 31 December 2021 and of its performance for the half-year ended on that date; and
- (ii) complying with AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*.

MNSA Pty Ltd
MNSA Pty Ltd

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Allan Facey
Director

Sydney
Dated this 25th day of February 2022

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