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ABN 11 127 871 877

INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2020

CORPORATE DIRECTORY

DIRECTORS

Mr Phillip Jackson	Non-executive Chairman
Mr Paul Roberts	Managing Director
Mr Steven Michael	Non-executive Director

Company Secretary

Mr Ian Hobson

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DIRECTORS' REPORT

Your directors present their report, together with the financial statements of Predictive Discovery Limited (the Company) and controlled entities (the Group) for the half year ended 31 December 2020.

DIRECTORS

The names of the Company's directors in office during the half-year and until the date of this report are as below. Directors were in office for this entire period unless otherwise stated.

Mr Phillip Jackson	Non-executive Chairman
Mr Paul Roberts	Managing Director
Mr Steven Michael	Non-executive Director

RESULTS

The consolidated loss after income tax of the Group for the half year after providing for income tax amounted to \$1,720,063 (31 December 2019: \$1,439,016).

CORPORATE

Cash Position

Predictive remains well-funded with cash of \$13.7 million as at 31 December 2020.

Land Acquisitions

Located directly along strike of Kaninko and Saman, the acquisition and granting of Argo (58km²) and Bokoro (100km²) represent a significant strengthening of the Company's Bankan Gold Project.

Cote D'Ivoire

Joint venture signed with Glomin Services Limited (now Tanga Resources Limited) to explore the Company's Bocanda Permit and Issia and Tieningboue applications.

Glomin can obtain an 80% equity interest in Predictive's Cote d'Ivoire Subsidiary (Ivoirian Resources SARL) by managing and funding exploration activities in two stages:

Stage 1: Earn an 80% interest by spending at least EUR 200,000 on the Bocanda Permit within the 12 months from agreement signature.

Stage 2: Exploration activities including, in the event that a successful discovery is made, Ore Resource estimation and completion of a Pre-Feasibility study together with grant of a Mining Lease (known as an Exploitation Permit in Cote d'Ivoire), while maintaining the properties in good stead through completion of statutory expenditure and reporting on the three properties.

If a discovery is made and Stage 2 is therefore successfully completed, the Company has the option of either contributing to 20% of all subsequent costs or diluting (Stage 3). If the Company opts to dilute and its shareholding drops below 10%, its equity will be converted to a 2% Net Smelter Return (NSR) Royalty on future gold production from mining operations on any of the properties. Glomin may, at any time, purchase from the Company half of the NSR Royalty, reducing the royalty to a 1% net smelter return royalty on such future gold production for a purchase price of US\$10,000,000.

Burkina Faso

Agreement executed with Progress Minerals Inc. to consolidate the Company's Burkina Faso assets.

The Company has issued 4,028,477 ordinary Predictive shares (valued at A\$240,000) for the interest purchased in PMI-BF and has entered into amended and restated Net Smelter Royalty agreements (NSR Agreements) with existing royalty holders (for a total of 2% NSR).

Under the NSR Agreements, the Company has taken responsibility for administration of the holding company's payment of tenement rentals and completion of statutory reports on the exploration permits. Holding costs are therefore expected to be modest.

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DIRECTORS' REPORT

Annual General Meeting

All resolutions put to shareholders at the Company's Annual General Meeting of Shareholders on 11 December 2020 were carried.

REVIEW OF OPERATIONS

Guinea

The Company's flagship Bankan Project saw substantial work programs during the period with more than 28,000m of drilling completed as part of Bankan-1 program. The 25,000m Bankan-2 drilling program consisting of Diamond Drill (DD), Reverse Circulation (RC), and Power Auger drilling is now fully underway with four drill rigs now on site.

RC/DD drilling is focused on the 1.6km-long NE Bankan Discovery, initially testing the down-dip extent of the thick zones of gold mineralisation now known on the western side of the deposit (55m at 2.9g/t gold), then followed by shallower RC drilling both to test the full width (up to 300m) of the oxide mineralised zone and other nearby targets revealed by power auger drilling.

The deeper RC/DD drilling at NE Bankan is targeting gold mineralisation in fresh rock to vertical depths of up to 250m, following up earlier drilling which showed gold grades extending to depth.

Ongoing releases of drill results from the Bankan-2 program and subsequent resource drill-out will continue to April-May, culminating in a maiden JORC Resource Estimate due in the middle of 2021.

Since the NE Bankan discovery was made in April 2020, the Company has completed extensive drilling programs across the Bankan Project, substantially growing the known gold mineralisation and making a second gold discovery just 3km from the initial discovery hole.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

On 23 October 2020, the Company announced a placement to raise gross proceeds of \$10.6 million. The placement was successfully completed in two tranches - 1st tranche on the 30 October 2020 for \$9,899,976 and 2nd tranche for \$690,025 in late November.

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

EVENTS SUBSEQUENT TO BALANCE SHEET DATE

On 15 February 2021, the Company announced an issue of 25 million employee option at \$0.0985 expiring 5 May 2023.

There are no other matters or circumstances have arisen since the end of the half year which significantly affected or could significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the lead auditor's independence declaration as required by Section 307c of the Corporations Act 2001 is included within the Financial Report.

Signed in accordance with a resolution of Directors:



DIRECTOR

12 March 2021

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

	Note	Consolidated	
		31 December 2020 \$	31 December 2019 \$
Finance income		2,155	5,355
Other income		20,000	-
Employee benefits expenses		(305,054)	(90,018)
Share based payments		(682,584)	-
Administrative payments		(485,321)	(329,340)
Foreign exchange gain/expenses		(143,485)	(24,431)
Exploration expenditure impaired		(25,260)	-
Share of loss of associates		-	(747,567)
Exploration expenditure pre-right to tenure		(101,197)	(253,011)
Gain on acquisition of exploration asset	2	683	-
Loss before income tax		(1,720,063)	(1,439,016)
Income tax expense		-	-
Net loss for the year		(1,720,063)	(1,439,016)
Other comprehensive income			
<i>Item that may be reclassified subsequently to operating result</i>			
Foreign currency translation		(223,374)	(3,152)
Total comprehensive loss for the year		(1,943,437)	(1,442,168)
Loss attributable to:			
Members of the parent entity		(1,943,437)	(1,442,168)
Basic loss per share (cents per share)		(0.002)	(0.0042)
Diluted loss per share (cents per share)		(0.002)	(0.0042)

The accompanying notes form part of these financial statements

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020

		Consolidated	
	Note	31 December 2020 \$	30 June 2020 \$
Current Assets			
Cash and cash equivalents		13,759,758	8,639,015
Trade and other receivables		135,117	125,538
Total current assets		13,894,875	8,764,553
Non-Current Assets			
Property, plant and equipment		147,608	34,524
Exploration and evaluation expenditure	2	8,264,439	5,048,178
Total non-current assets		8,412,047	5,082,702
Total assets		22,306,922	13,847,255
Current Liabilities			
Trade and other payables		509,377	992,721
Total current liabilities		509,377	992,721
Total liabilities		509,377	992,721
Net Assets		21,797,545	12,854,534
Equity			
Issued capital	3	52,614,636	42,859,342
Reserves		908,915	131,465
Accumulated losses		(31,726,006)	(30,136,273)
Total Equity		21,797,545	12,854,534

The accompanying notes form part of these financial statements

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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

	Issued Capital	Accumulated Losses	Foreign Currency Translation Reserve	Share Based Payments Reserve	Total
	\$	\$	\$	\$	\$
CONSOLIDATED					
At 1 July 2019	31,491,240	(27,908,576)	43,299	255,333	3,881,296
Profit (loss) attributable to members	-	(1,439,016)	-	-	(1,439,016)
Other comprehensive income	-	-	(3,152)	-	(3,152)
Total comprehensive loss for the year	-	(1,439,016)	(3,152)	-	(1,442,168)
Transactions with owners in their capacity as owners:					
Transfer of expired options	-	125,005	-	(125,005)	-
Issue of share capital	1,948,500	-	-	-	1,948,500
Transaction costs	(189,653)	-	-	-	(189,653)
At 31 December 2019	33,250,087	(29,222,587)	40,147	130,328	4,197,975
At 1 July 2020	42,859,342	(30,136,273)	1,135	130,330	12,854,535
Profit (loss) attributable to members	-	(1,720,063)	-	-	(1,720,063)
Other comprehensive income	-	-	(223,374)	-	(223,374)
Total comprehensive loss for the year	-	(1,720,063)	(223,374)	-	(1,943,437)
Transactions with owners in their capacity as owners:					
Transfer of expired options	-	130,330	-	(130,330)	-
Issue of share capital	10,830,900	-	-	-	10,830,900
Share-based payments	-	-	-	1,131,153	1,131,153
Transaction costs	(1,075,606)	-	-	-	(1,075,606)
At 31 December 2020	52,614,636	(31,726,006)	(222,238)	1,131,153	21,797,545

The accompanying notes form part of these financial statements

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

	Note	Consolidated	
		31 December 2020 \$	31 December 2019 \$
Cash flows from operating activities			
Interest received		2,155	4,278
Receipts from customers		20,000	-
Payments to suppliers and employees		(789,058)	(425,044)
Payments for exploration expenditure		(3,975,454)	(531,316)
Net cash (used in) operating activities		<u>(4,742,377)</u>	<u>(952,082)</u>
Cash flows from investing activities			
Payments for purchase of plant and equipment		<u>(100,745)</u>	<u>(15,535)</u>
Net cash outflow from investing activities		<u>(100,745)</u>	<u>(15,535)</u>
Cash flows from financing activities			
Proceeds from issue of shares		10,590,900	1,948,500
Payment for share issue costs		<u>(627,035)</u>	<u>(122,481)</u>
Net cash inflow from financing activities		<u>9,963,865</u>	<u>1,826,019</u>
Foreign exchange differences		-	(729)
Net cash provided by other activities		-	(729)
Net (decrease) /increase in cash and cash equivalents held		5,120,743	857,673
Cash and cash equivalents at beginning of the half-year		<u>8,639,015</u>	<u>1,173,049</u>
Cash and cash equivalents at the end of the half-year		<u><u>13,759,758</u></u>	<u><u>2,030,722</u></u>

The accompanying notes form part of these financial statements

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NOTES TO THE FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

This consolidated interim financial report for the half year ended 31 December 2020 are general purpose financial statements that have been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim Financial Reporting, as appropriate for a profit-oriented entity. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS134: Interim Financial Reporting.

The financial statements were authorised for issue, in accordance with the resolution of directors, on 12 March 2021.

The interim financial report is intended to provide users with an update on the latest annual financial statements of Predictive Discovery Limited and controlled entities (the Group). This interim consolidated financial report does not include all the notes normally included in an annual financial report. It is therefore recommended that this interim financial report be read in conjunction with the annual financial report of the Group for the year ended 30 June 2020, together with any public announcements made during the half year. The same accounting policies and methods of valuation have been followed in this interim financial report as were applied in the most recent annual financial report.

New, revised or amending Accounting Standards and Interpretations adopted

The Group has adopted all of the new and revised Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these new and revised Accounting Standards and Interpretations has not resulted in a significant or material change to the Group's accounting policies.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the Group.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

	Consolidated	
	31 December 2020 \$	30 June 2020 \$
NOTE 2: DEFERRED EXPLORATION AND EVALUATION EXPENDITURE		
Carrying amount at beginning of year	5,048,178	1,923,318
Expenditure incurred	2,976,972	3,124,860
Expenditure acquired	239,289	-
	8,264,439	5,048,178

The Group has capitalised exploration expenditure of \$8,264,439 (30 June 2020: \$5,048,178). This amount includes costs directly associated with exploration and the purchase of exploration properties. These costs are capitalised as an exploration asset until assessment and / or drilling of the permit is complete and the results have been evaluated. These direct costs include employee remuneration, materials, permit rentals and payments to contractors. The expenditure is carried forward until such a time as the area moves into the development phase, is abandoned or sold. The ultimate recovery of the carrying value of exploration expenditure is dependent upon the successful development and commercial exploitation or, alternatively, sale of the interest in the tenements. The Directors are of the opinion that the exploration expenditure is recoverable for the amount stated in the financial report.

At 30 June 2020, the Group held 49% interest in Burkina Resources Pty Ltd, Predictive Discovery SARL and Progress Minerals SARL which was fully impaired. The Group acquired an additional 51% interest in Burkina Resources Pty Ltd, Predictive Discovery SARL and Progress Minerals SARL on the 3rd November 2020 for a consideration of \$240,000 which was settled through a share issue. The Group valued the total assets acquired at acquisition to be \$1,394. The gain in acquisition was \$683, which was 49% of the net assets on acquisition.

	Consolidated	
	31 December 2020 \$	30 June 2020 \$
NOTE 3 ISSUED CAPITAL		
1,017,021,882 (30 June 2020: 823,886,255) Ordinary Shares	42,859,342	46,002,695
Share issue during the half year	10,830,900	-
Share issue costs written off against issued capital	(1,075,606)	(3,143,353)
	52,614,636	42,859,342

Shares	Shares No.	Issue Price \$	Value \$
At 1 July 2020	823,886,255	-	42,859,342
Issue of shares in Placement 1	176,785,281	\$0.056	9,900,876
Issue of shares in Placement 2	12,321,869	\$0.056	690,025
Issue of shares in Share Purchase Plan	4,028,477	\$0.056	240,000
Transaction costs	-	-	(1,075,606)
At 31 December 2020	1,017,021,882	-	52,614,636

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

NOTE 3 ISSUED CAPITAL (continued)

Shares	Shares No.	Issue Price \$	Value \$
At 1 July 2019	295,142,065	-	31,491,240
Issue of shares in placement	194,850,000	\$0.01	1,948,500
Exercise of options to shares	30,993,519	\$0.018	557,833
Rights Issue	180,402,671	\$0.05	9,020,134
Issue of shares in placement	122,498,000	\$0.005	612,490
Transaction costs	-	-	(770,855)
At 30 June 2020	823,886,255	-	42,859,342

Options	Listed Options No.	Value \$	Unlisted Options No.	Value \$
At 1 July 2020	86,431,485	-	1,952,500	130,330
Issue of options	-	-	33,500,000	1,131,153
Options expired	-	-	(1,952,500)	(130,330)
At 31 December 2020	86,431,485	-	33,500,000	1,131,153

Options	Listed Options No.	Value \$	Unlisted Options No.	Value \$
At 1 July 2019	73,030,518	-	3,905,000	255,333
Exercise of options to shares	(30,993,519)	-	-	-
Issue of Options – Free attaching	117,425,004	-	-	-
Options cancelled/expired	(73,030,518)	-	(1,952,500)	(125,003)
At 30 June 2020	86,431,485	-	1,952,500	130,330

The options issued in the period from 1 July 2020 to 31 December 2020 were valued by applying a Black-Scholes option pricing model taking into account the terms and conditions upon which the options were granted. The following table lists the inputs to the model for the options:

Option holder	Euroz Hartleys	P Roberts	P Jackson	S Michael	Euroz Hartleys
Date of Issue	30 June 2020	19 Nov 2020	19 Nov 2020	19 Nov 2020	11 Dec 2020
Number of options	7,500,000	8,000,000	7,500,000	2,500,000	8,000,000
Dividend yield (%)	Nil	Nil	Nil	Nil	Nil
Expected volatility (%)	81.4%	100%	100%	100%	100%
Risk free interest rate (%)	0.96%	1.100%	1.100%	1.100%	1.100%
Exercise price (\$)	\$0.1800	\$0.0986	\$0.0986	\$0.011	\$0.112
Expected life of options (years)	3	3	3	3	3
Share price at grant date (\$)	\$0.088	\$0.069	\$0.069	\$0.069	\$0.055
Value per option (\$)	\$0.03183	\$0.0343	\$0.0343	\$0.0603	\$0.026

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

NOTE 3 ISSUED CAPITAL (continued)

On 30 June 2020, 7,500,000 options exercisable at a price of \$0.18 expiring 30 June 2023 were issued to Euroz Hartleys. The Options will vest upon the earlier of the 6-month anniversary of the Engagement; or announcement of a proposed change of control transaction. Otherwise, the Options are exercisable at any time on or prior to the Expiry Date (Exercise Period).

On 19 November 2020, 15,500,000 options at a price of \$0.0986 expiring on 5 May 2023 were issued to Paul Roberts and Philip Jackson. There are no further vesting conditions.

On 19 November 2020, 2,500,000 options at a price of \$0.011 expiring on 5 May 2023 were issued to Steven Michael. There are no further vesting conditions.

On 21 December 2020, 8,000,000 options at a price of \$0.112 expiring 21 December 2023 were issued as transaction cost to Euroz Hartleys. There are no further vesting conditions.

NOTE 4 SEGMENT INFORMATION

The Group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Group operates as five segments, which are gold exploration and evaluation within Australia, Cote D'Ivoire, Guinea, Burkina Faso and Mali.

The Group is domiciled in Australia. Segment revenues are allocated based on the country in which the customer is located. Segment assets are allocated to countries based on where the assets are located.

	Corporate	Burkina Faso	Gold Cote D'Ivoire	Mali	Guinea	Consolidated \$
	\$	\$	\$	\$	\$	\$
Half Year Ended 31 December 2020						
Other income	22,155	-	-	-	-	22,155
Expenses	(1,474,306)	(70,965)	(14,982)	-	(181,966)	(1,742,218)
Loss for the period	(1,452,151)	(70,965)	(14,982)	-	(181,966)	(1,720,063)
As At 31 December 2020						
Current assets	13,649,633	29,807	11,448	-	203,986	13,894,874
Plant and equipment	9,243	-	-	-	138,365	147,608
Exploration expenditure	-	239,289	2,601,852	-	5,423,298	8,264,439
Current liabilities	(475,183)	(29,060)	(5,134)	-	-	(509,377)
Net Assets	13,183,693	240,036	2,608,166	-	5,765,649	21,797,545
Half Year Ended 31 December 2019						
Other income	5,355	-	-	-	-	5,355
Expenses	(1,139,114)	(31,063)	(6,078)	(3,833)	(264,283)	(1,444,371)
Loss for the period	(1,133,759)	(31,063)	(6,078)	(3,833)	(264,283)	(1,439,016)
As At 30 June 2020						
Current assets	8,515,327	10,872	27,560	6,286	204,508	8,764,553
Plant and equipment	3,746	-	-	-	30,778	34,524
Exploration expenditure	-	-	2,541,607	-	2,506,571	5,048,178
Current liabilities	(573,849)	(4,054)	(301,495)	-	(113,327)	(992,724)
Net Assets	7,945,225	6,818	2,267,673	6,286	2,628,530	12,854,532

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NOTE 5: CONTROLLED ENTITIES

	COUNTRY OF INCORPORATION	PERCENTAGE OWNED (%) [*] 31 DEC 2020	PERCENTAGE OWNED (%) [*] 30 JUNE 2020
Subsidiaries:			
Predictive Discovery Cote D'Ivoire Pty Ltd	Australia	100	100
Ivoirian Resources Pty Ltd	Australia	100	100
Gayeri Resources Pty Ltd	Australia	100	100
Predictive Discovery Mali Pty Ltd	Australia	100	100
Bougouni Resources Pty Ltd	Australia	100	100
Kenieba Resources Pty Ltd	Australia	100	100
Kita Resources Pty Ltd	Australia	100	100
Ivoirian Resources SARL	Cote D'Ivoire	100	100
Predictive Discovery Niger SARL	Niger	100	100
Gayeri Resources SARL	Burkina Faso	100	100
Predictive Discovery Mali SARL	Mali	100	100
Kindia Resources SARLU	Guinea	100	100
Mamou Resources SARLU	Guinea	100	100
Burkina Resources Pty Ltd	Burkina Faso	100	49
Predictive Discovery SARL	Burkina Faso	100	49
Progress Minerals SARL	Burkina Faso	100	49

**Percentage of voting power is in proportion to ownership*

NOTE 6: CONTINGENT LIABILITIES AND CONTINGENT ASSETS

In the opinion of the Directors, the Group did not have any contingencies at 31 December 2020 (30 June 2020: Nil).

NOTE 7: RELATED PARTY TRANSACTIONS

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

Other than intercompany loans and remuneration of Key Management Personnel, there were no other related party transactions during the half year.

NOTE 8: EVENTS AFTER THE END OF THE REPORTING PERIOD

On 15 February 2021, the Company announced an issue of 25 million employee options at \$0.0985 expiring 5 May 2023.

There are no other matters or circumstances have arisen since the end of the half year which significantly affected or could significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

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DIRECTORS' DECLARATION

The directors of the Company declare that:

1. The interim financial statements and notes, as set out on pages 6 to 14, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Australian Accounting Standard 134 and the Corporations Regulations 2001 and other mandatory professional reporting requirements; and
 - (b) give a true and fair view of the financial position as at 31 December 2020 and of the performance for the half year ended on that date of the Group;
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.

This declaration is made in accordance with a resolution of the Board of Directors.



Paul Roberts
DIRECTOR
12 March 2020

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INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF PREDICTIVE DISCOVERY LIMITED
Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Predictive Discovery Limited (the "Company") and controlled entities (the "consolidated entity") which comprises the consolidated statement of financial position as at 31 December 2020, 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, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the Company and the entities it controlled at 31 December 2020, or during the half year.

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 Predictive Discovery Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2020 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity. Our responsibilities are further described in the Auditor's Responsibilities for the Review of the Financial Report section of our report.

Independence

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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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Directors' Responsibility for the Half-Year 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 the Australian Accounting Standards and the Corporations Act 2001 and for such internal controls 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 Responsibilities 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 consolidated entity's financial position as at 31 December 2020 and its performance for the half year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporation 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.



PKF PERTH



SHANE CROSS
PARTNER

12TH MARCH 2021
WEST PERTH,
WESTERN AUSTRALIA

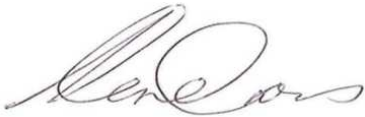
AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF PREDICTIVE DISCOVERY LIMITED

In relation to our review of the financial report of Predictive Discovery Limited for the half year ended 31 December 2020, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.



PKF PERTH



SHANE CROSS
PARTNER

12TH MARCH 2021
WEST PERTH,
WESTERN AUSTRALIA

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