

# Appendix 4D

## 1. Company Details

Name of Entity

IODM Limited

ABN

Half year ended ("current period")

Half year ended ("previous period")

28 102 747 133

31 December 2021

31 December 2020

## 2. Results for announcement to the market

			AUD \$'000
2.1 Revenues from continuing operations		0% to	409
2.2 Loss from continuing operations after tax attributable to members	Down	18% to	(819)
2.3 Net loss for the period attributable to members	Down	18% to	(819)
2.4 Dividends	Amount per security	Franked amount per security	
Interim dividend declared	N/A	N/A	
2.5 Record date for determining entitlements to the dividend	N/A		
2.6 Brief explanation of any of the figures in 2.1 to 2.4 above necessary to enable figures to be understood			
Refer to attached accounts.			

## 3. Net tangible assets per security

	31 December 2021	31 December 2020
Net tangible asset backing per ordinary security	\$0.0007	-\$0.0005

## 4. Details of entities over which control has been gained or lost

### 4.1. Control gained over entities

IODM (UK) Limited

### 4.2. Control lost over entities

N/A

## 5. Dividends

### Individual dividends per security

	Date dividend is payable	Amount per security	Franked amount per security at 30% tax	Amount per security of foreign source dividend
<b>Interim dividend:</b>				
Current year	N/A	N/A	N/A	N/A
Previous year	N/A	N/A	N/A	N/A

## 6. Dividend reinvestment plans

The dividend or distribution plans shown below are in operation.

N/A

The last date(s) for receipt of election notices for the dividend or distribution plans.

N/A

## 7. Details of associates and joint entities

N/A

## 8. Foreign entities

N/A

## 9. If the accounts are subject to audit dispute or qualification, details are described below.

N/A



Sign here:

Date: 23 February 2022

CEO

Print Name:

MARK REILLY



**IODM Limited**

ABN 28 102 747 133

**Condensed half-year Financial Reports**  
**31 December 2021**

# Corporate Directory

## Directors

Dr Paul Kasian (Non-Executive Chair)

Mr Anthony Smith (Non-Executive Director)

Mr Brian Jamieson (Non-Executive Director)

Mr David Ireland (Non-Executive Director)

## Company Secretary

Ms Petrina Halsall

## Registered Office and Principal Place of Business

Level 23

385 Bourke Street

MELBOURNE VIC 3000

Australia

Telephone: + 61 3 8396 5890

Facsimile: + 61 8 9227 6390

[www.iodm.com.au](http://www.iodm.com.au)

## Share Registry

Boardroom Pty Limited

Level 12

225 George Street

SYDNEY NSW 2000

Australia

Telephone: 1300 737 760

Facsimile: + 61 2 9279 0664

## Auditors

Crowe Audit Australia

Level 23

600 Bourke Street

MELBOURNE VIC 3000

## Stock Exchange Listing

Australian Securities Exchange

ASX Code: IOD

## Contents

	Page No
Directors' Report	1
Auditors' Independence Declaration	3
Condensed consolidated statement of profit or loss and other comprehensive income	4
Condensed consolidated statement of financial position	5
Condensed consolidated statement of changes in equity	6
Condensed consolidated statement of cash flows	7
Notes to the condensed consolidated financial statements	8
Directors' Declaration	17
Independent Auditor's Review Report	18

## IODM Limited Directors' report

The Directors of IODM Limited ("IODM" or "the Group") submit the financial report of the Group for the half-year ended 31 December 2021. In order to comply with the provisions of the Corporations Act 2001, the Directors' report as follows:

### DIRECTORS

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

Dr Paul Kasian	Non-Executive Chair
Mr David Ireland	Non-Executive Director
Mr Anthony Smith	Non-Executive Director
Mr Brian Jamieson	Non-Executive Director

### RESULTS OF OPERATIONS

The net loss after tax of the Group for the half-year ended 31 December 2021 was \$818,650 (31 December 2020: loss of \$1,009,112).

At the date of issue of this interim financial report, the impact of COVID-19 on the Group has not been material. As the future impact of COVID-19 on the overall economy is uncertain, management and the Directors will continue to assess and manage the financial effect COVID-19 has on the Group for the FY22 financial year.

### REVIEW OF OPERATIONS

IODM is an Australian and global leader in providing best practice technology to businesses around the world. It uses digital technology to automate and streamline the accounts receivable process, data analytics and communications. The software is simple and quick to implement, easy to use and delivers immediate tangible efficiencies for businesses.

During the period, the Group maintained its revenue in Australia notwithstanding the effects that the lockdowns on the east coast had on businesses and their decision making. The company capitalised on the circumstances by deploying resources in Australia to support its rapidly growing UK operations particularly in the education sector through its continued partnership with Western Union Business Solutions ("WUBS"). The growth in this vertical has been further enhanced by the agreement of new commercial terms with WUBS for the education space whereby the company will not be entering into a commercial relationship with the universities but sharing the FX revenue that is received by WUBS, thus moving from a SaaS model to a transaction based model. The revenue from the university signings to date are expected to start to appear in the second half of the financial year.

The Group's global reputation as a leading accounts receivable management solution has continued to grow over the last twelve months as the company increases its engagement with businesses in the UK, UAE and North America. The Group completed a share placement in January 2022, where it raised \$2,127,500 to be used to fund an increase in sales and marketing expenditure globally to support the WUBS partnership and will allow the Group to make further overseas direct hires, which it has done in the UK and UAE.

# IODM Limited

## Directors' report

### CORPORATE

The Company had no Board changes during the period ended 31 December 2021.

On 28 June 2019, IODM introduced the Employee Share Option Plan as part of a remuneration package of the Group's directors, senior management and sales personnel. During the period ended 31 December 2021 933,334 Employee Share Options were granted to Employees and 1,410,000 were granted to Directors and KMP under this Plan.

Options previously granted under the Employee Share Plan exercised since 1 July 2021 and to the date of this report:

Date	No of Shares	Placement	Price per Share	Total
31 August 2021	766,666	Exercise of Options	0.102	\$78,200
15 September 2021	750,000	Exercise of Options	0.096	\$72,000
12 October 2021	303,030	Exercise of Options	0.066	\$20,000
9 December 2021	1,409,596	Exercise of Options	0.066	\$93,033

### EVENTS AFTER THE REPORTING DATE

In January 2022 the following IODM Limited dormant subsidiary companies were deregistered finalising the process of the members voluntary liquidation.

Name of Subsidiary	Deregistration Date
Paradigm Queensland Pty Limited	22 January 2022
Brazil Graphite Pty Limited (previously Paradigm NSW Pty Limited)	24 January 2022
Tungsten NSW Pty Ltd	24 January 2022

On 31 January 2022 the Group completed a share placement of 7,091,666 shares to raise \$2,127,500 at 30 cents per share to assist the company in funding the expansion of sales and marketing globally.

Whilst the future impact of COVID 19 on the overall economy continues to be uncertain, management and the Directors will continue to assess and manage the financial effect COVID 19 has on the Group for the FY22 financial year.

### AUDITOR'S INDEPENDENCE AND NON-AUDIT SERVICES

Section 307C of the Corporations Act 2001 requires the Group's auditors to provide the Directors of IODM Limited with an Independence Declaration in relation to the review of the financial report. A copy of that declaration is included within this report.

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



**Dr Paul Kasian**

**Chair**

**23 February 2022**

**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001  
TO THE DIRECTORS OF IODM LIMITED AND ITS CONTROLLED ENTITIES**

As lead auditor for the review of the half year financial report of IODM Limited for the half year ended 31 December 2021, I declare that to the best of my knowledge and belief, that there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

Yours sincerely,



**CROWE AUDIT AUSTRALIA**



**DAVID MUNDAY**

Partner

23 February 2022

Liability limited by a scheme approved under Professional Standards Legislation.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss Verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Melbourne, an affiliate of Findex (Aust) Pty Ltd.

© 2022 Findex (Aust) Pty Ltd

# Condensed consolidated statement of profit or loss and other comprehensive income

for the half-year ended 31 December 2021

	Notes	Half-year ended 31 Dec 2021 \$	Half-year ended 31 Dec 2020 \$
<b>Continued operations</b>			
Revenue	7	409,797	409,089
Interest received		5	33
Export market development grant		30,001	23,174
Research and development tax offset income		406,312	262,823
<b>Total Revenue</b>		<b>846,115</b>	<b>695,119</b>
Administrative and Public Company expenses		(150,324)	(177,676)
Accounting and audit fees		(48,561)	(44,100)
Professional fees		(5,774)	(2,705)
Consultants and Directors Fees		(409,540)	(446,302)
Employee costs		(635,491)	(679,827)
Superannuation		(65,211)	(57,806)
Depreciation of plant and equipment		(76,620)	(45,008)
Finance costs		(10,334)	(2,306)
Share based payment expense		(158,394)	(178,846)
Other expenses		(104,516)	(69,655)
<b>Loss before income tax</b>		<b>(818,650)</b>	<b>(1,009,112)</b>
Income tax expense	8	-	-
<b>Loss after tax</b>		<b>(818,650)</b>	<b>(1,009,112)</b>
Other comprehensive income		-	-
<b>Items that will be reclassified subsequently to profit or loss</b>			
Exchange difference on translation of foreign operations		(314)	-
<b>Total comprehensive loss for the year</b>		<b>(818,964)</b>	<b>(1,009,112)</b>
Basic and diluted loss per share (cents per share)		(0.14)	(0.18)

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

**Condensed consolidated statement of financial position**  
as at 31 December 2021

	Notes	As at 31 Dec 2021 \$	As at 30 Jun 2021 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		280,912	651,125
Trade and other receivables	9	250,248	225,747
<b>TOTAL CURRENT ASSETS</b>		<b>531,160</b>	<b>876,872</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	10	727,889	-
<b>TOTAL NON-CURRENT ASSETS</b>		<b>727,889</b>	<b>-</b>
<b>TOTAL ASSETS</b>		<b>1,259,049</b>	<b>876,872</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables	11	273,641	276,023
Other liabilities	12	38,115	55,811
Lease liabilities	13	73,221	9,503
Employee Benefits		61,837	52,974
<b>TOTAL CURRENT LIABILITIES</b>		<b>446,814</b>	<b>394,311</b>
<b>NON-CURRENT LIABILITIES</b>			
Lease liabilities	13	726,468	-
Employee Benefits		50,213	44,670
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>776,681</b>	<b>44,670</b>
<b>TOTAL LIABILITIES</b>		<b>1,223,495</b>	<b>438,981</b>
<b>NET ASSETS</b>		<b>35,554</b>	<b>437,891</b>
<b>EQUITY</b>			
Issued capital	14	11,323,387	11,065,154
Reserves		2,092,230	1,934,150
Accumulated losses		(13,380,063)	(12,561,413)
<b>TOTAL SURPLUS</b>		<b>35,554</b>	<b>437,891</b>

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

## Condensed Consolidated Statement of Changes in Equity for the half-year ended 31 December 2021

Note	Issued Capital \$	Share Based Payment Reserve \$	Foreign Currency Translation Reserve \$	Accumulated Losses \$	Total Equity \$
Balance at 1 July 2021	11,065,154	1,932,988	1,162	(12,561,413)	437,891
Loss for the half-year	-	-	-	(818,650)	(818,650)
Exchange difference on translating foreign operations	-	-	(314)	-	(314)
Total comprehensive Income for the year	-	-	(314)	(818,650)	(818,964)
<i>Transactions with owners in their capacity as owners</i>					
Shares issued under exercise of options	263,233	-	-	-	263,233
Options issued to directors and employees	-	158,394	-	-	158,394
Transaction costs relating to issue of shares	(5,000)	-	-	-	(5,000)
<b>Balance as at 31 December 2021</b>	<b>11,323,387</b>	<b>2,091,382</b>	<b>848</b>	<b>(13,380,063)</b>	<b>35,554</b>
Balance at 1 July 2020	9,298,258	1,575,261	-	(10,356,999)	516,520
Loss for the half-year	-	-	-	(1,009,112)	(1,009,112)
Other comprehensive income	-	-	-	-	-
Total comprehensive Income for the year	-	-	-	(1,009,112)	(1,009,112)
<i>Transactions with owners in their capacity as owners</i>					
Shares issued under Share Placement	6,883	-	-	-	6,883
Shares issued under exercise of options	20,000	-	-	-	20,000
Options issued to directors and employees	-	178,846	-	-	178,846
Transaction costs relating to issue of shares	(1,922)	-	-	-	(1,922)
<b>Balance as at 31 December 2020</b>	<b>9,323,219</b>	<b>1,754,107</b>	<b>-</b>	<b>(11,366,111)</b>	<b>(288,785)</b>

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

**Condensed consolidated statement of cash flows**  
for the half-year ended 31 December 2021

	Half-year ended 31 Dec 2021 \$	Half-year ended 31 Dec 2020 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Interest received and other income	5	32
Receipts from customers	385,410	477,091
Government grants	436,313	285,997
Interest paid and finance costs	(7,380)	(2,306)
Payments to suppliers and employees	(1,468,919)	(1,399,686)
<b>NET CASH OUTFLOW FROM OPERATING ACTIVITIES</b>	<b>(654,571)</b>	<b>(638,872)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Receipt of refundable security deposit	43,402	-
<b>NET CASH INFLOWS FROM INVESTING ACTIVITIES</b>	<b>43,402</b>	<b>-</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from options conversion	263,233	20,000
Share issue costs	(5,000)	(1,922)
Lease repayments	(17,277)	(46,958)
<b>NET CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES</b>	<b>240,956</b>	<b>(28,880)</b>
Net decrease in cash and cash equivalents	(370,213)	(667,752)
Cash and cash equivalents at beginning of half year	651,125	738,761
<b>CASH AND CASH EQUIVALENTS AT END OF HALF YEAR</b>	<b>280,912</b>	<b>71,009</b>

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

# **IODM Limited**

## ***Notes to the condensed consolidated financial statements for the half-year ended 31 December 2021***

### **1. Corporate Information**

The financial report consisting of the reviewed consolidated financial statements of IODM Limited and its subsidiaries ("IODM" or "the Group") for the half-year ended 31 December 2021 was authorised for issue in accordance with a resolution of the directors on 23 February 2022. IODM is a for-profit entity.

IODM Limited is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange. The Group's functional currency is \$AUD.

The nature of the operations and principal activities of the Group are described in the Directors' Report.

### **2. Basis of Preparation**

This financial report for the half-year ended 31 December 2021 has been prepared in accordance with AASB 134 Interim Financial Reporting and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 "Interim Financial Reporting." The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

These half-year financial statements do not include all notes of the type normally included within the annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial statements.

It is recommended that the half-year financial statements be read in conjunction with the annual financial statements for the year ended 30 June 2021 and considered together with any public announcements made by IODM Limited during the half-year ended 31 December 2021 in accordance with the continuous disclosure obligations of the ASX listing rules.

### **3. Significant accounting policies**

The accounting policies applied by the Group in the condensed consolidated interim financial report are consistent with those applied by the Group in its consolidated financial report as at and for the year ended 30 June 2021.

## **IODM Limited**

### ***Notes to the condensed consolidated financial statements for the half-year ended 31 December 2021***

#### **4. Going Concern**

This report has been prepared on the going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and settlement of liabilities in the normal course of business.

The Group incurred a net loss after tax for the six months ended 31 December 2021 of \$818,650 (2021 \$1,009,112) and incurred net cash outflows from operating activities of \$654,571 (2020 \$638,872). At 31 December 2021, the Group had a net asset position of \$35,554 (30 June 2021 \$437,891) and a current asset surplus of \$84,346 (30 June 2021 \$482,561).

The ability to continue as a going concern is dependent upon a number of factors, that being achieving forecast sales or raising additional funds. The Directors believe that the Group will be able to continue as a going concern for the following reasons:

- On 31 January 2022 the Group completed a share placement for 7,091,666 shares to raise and receive \$2,127,500 at 30 cents per share to assist the Group in its capital management and fund expansion of sales and marketing globally.
- As per announcements made to ASX, the company is in the process of onboarding several UK universities, with the first revenue expected to flow from those universities via Western Union in the second half of the year.
- As is prudent for a Group of this size and in the Group's current capital position, given that the company has been transforming from a software development company to a sales and marketing business, the Directors will continue to manage capital in the best interests of shareholders.
- In the event that the forecast growth in revenue is slower than anticipated, the Directors are confident they have the ability to raise additional funds through share issues and placements to sophisticated investors but do not believe that this will be necessary
- Based on the above the Group have prepared cash flow forecasts which demonstrate that the Group will generate sufficient cash flows to fund its activities for a period of not less than twelve months from the date of this report.

#### **5. Critical accounting estimates and judgements**

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under the circumstances.

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

## **IODM Limited**

### ***Notes to the condensed consolidated financial statements for the half-year ended 31 December 2021***

#### **Share-based payment transactions**

The Group recognises the cost of equity-settled transactions with employees by reference to the fair value of the equity instrument at the date at which they are granted. The fair value is determined using the assumptions of an independent expert which are detailed in Note 15. 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 next reporting period but may impact expenses and equity.

#### **Employee benefits provision**

The liability for employee benefits expected to be settled more than 12 months from the reporting date are recognised and measured at the present value of the estimated future cash flows to be made in respect of all employees at the reporting date. In determining the present value of the liability, estimates of attrition rates and pay increases through promotion and inflation have been taken into account.

#### **6. Segment Information**

For management purposes, the Group is organised into one main operating segment, which is the operation as a cloud based software as a service provider. All of the Group's activities are interrelated, and financial information is reported to the Board (Chief Operating Decision Makers) as a single segment.

Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from this segment are equivalent to the Financial Statements of the Group as a whole. Total revenue earned by the Group is generated in Australia, New Zealand and the United Kingdom and all of the Group's non-current assets reside in Australia.

**IODM Limited**

**Notes to the condensed consolidated financial statements  
for the half-year ended 31 December 2021**

<b>7. Revenue</b>	<b>Half-year ended 31 Dec 21 \$</b>	<b>Half-year ended 31 Dec 20 \$</b>
Implementation and customisation fees	-	20,236
Licence fees	409,797	388,853
<b>Total</b>	<b>409,797</b>	<b>409,089</b>
<b>Timing of Transfer of Goods and Services</b>		
Point in time	-	20,236
Over time	409,797	388,853
<b>Total</b>	<b>409,797</b>	<b>409,089</b>
<b>Primary Geographic Market</b>		
<b>Australia</b>		
Point in time	-	17,586
Over time	376,815	364,028
<b>New Zealand</b>		
Point in time	-	-
Over time	18,600	14,850
<b>United Kingdom</b>		
Point in time	-	2,650
Over time	14,382	9,975
<b>Total</b>	<b>409,797</b>	<b>409,089</b>

**8. Income Tax**

The Group has accumulated tax losses at 31 December 2021 amounting to \$7,196,260 that can be used to offset future taxable gains. The Group are investigating whether any of the accumulated tax losses pre 30 June 2016 of \$16,304,567 prior to the change in ownership are available to be used to offset future taxable gains. At 31 December 2021 no deferred tax asset has been recognised in respect of tax losses as it has not been determined whether the Group will generate taxable income against which the unused tax losses can be utilised.

<b>9. Trade and other receivables</b>	<b>31 Dec 2021 \$</b>	<b>30 Jun 2021 \$</b>
<b>Current</b>		
Trade receivables	49,390	6,490
Accrued revenue	366	-
Prepayments	89,388	64,751
Other receivables	111,104	154,506
<b>Total</b>	<b>250,248</b>	<b>225,747</b>

**IODM Limited**

**Notes to the condensed consolidated financial statements  
for the half-year ended 31 December 2021**

10. Property, Plant and Equipment	Buildings	Office Equipment	IT Equipment	Total
	\$	\$	\$	\$
Gross carrying amount				
Balance at 1 July 2021	-	-	-	-
Additions	804,509	-	-	804,509
Disposals	-	-	-	-
<b>Balance at 31 December 2021</b>	<b>804,509</b>	<b>-</b>	<b>-</b>	<b>804,509</b>
Amortisation and impairment				
Balance at 1 July 2021	-	-	-	-
Depreciation	(76,620)	-	-	(76,620)
<b>Balance at 31 December 2021</b>	<b>(76,620)</b>	<b>-</b>	<b>-</b>	<b>(76,620)</b>
<b>Carrying amount 31 December 2021</b>	<b>727,889</b>	<b>-</b>	<b>-</b>	<b>727,889</b>
Gross carrying amount				
Balance at 1 July 2020	174,011	15,122	13,791	202,924
Additions	-	-	-	-
Disposals	-	-	-	-
<b>Balance at 30 June 2021</b>	<b>174,011</b>	<b>15,122</b>	<b>13,791</b>	<b>202,924</b>
Amortisation and impairment				
Balance at 1 July 2020	(87,005)	(11,591)	(13,791)	(112,387)
Depreciation	(87,006)	(3,531)	-	(90,537)
<b>Balance at 30 June 2021</b>	<b>(174,011)</b>	<b>(15,122)</b>	<b>(13,791)</b>	<b>(202,924)</b>
<b>Carrying amount 30 June 2021</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Included in the net carrying amount of property, plant and equipment are right-of use assets as follows:

	31 Dec 2021
	\$
Buildings	727,889
<b>Total right-of-use assets</b>	<b>727,889</b>
Depreciation charge on right-of-use assets	31 Dec 2021
	\$
Buildings	76,620
	<b>76,620</b>

**IODM Limited**

**Notes to the condensed consolidated financial statements  
for the half-year ended 31 December 2021**

<b>11. Trade and other payables</b>	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	<b>\$</b>	<b>\$</b>
Trade creditors	148,699	105,255
GST payable	4,251	2,634
Accruals	61,576	96,383
Employee benefits payable	59,115	71,751
<b>Total</b>	<b>273,641</b>	<b>276,023</b>

<b>12. Other liabilities</b>		
Unearned revenue	38,115	55,811
<b>Total</b>	<b>38,115</b>	<b>55,811</b>

<b>13. Leasing</b>		
Lease liabilities (current)	73,221	9,503
Lease liabilities (non-current)	726,468	-
	<b>799,689</b>	<b>9,503</b>

On 13 May 2021 the Group signed a 5 year building and fit-out incentive lease for the corporate office which commenced on 1 October 2021 with a 2 month rent free period. The rentals are subject to an annual CPI increase. Under the fitout and incentive deed the Group moved into the premises in July 2021.

Future minimum lease payments at 31 December 2021 were as follows:

	<b>31 Dec 2021</b>	<b>30 Jun 2021</b>
	<b>\$</b>	<b>\$</b>
Within one year	84,080	9,503
One to five years	755,183	-
Finance charges	(39,574)	-
	<b>799,689</b>	<b>9,503</b>

# IODM Limited

## Notes to the condensed consolidated financial statements for the half-year ended 31<sup>st</sup> December 2021

### 14. Issued capital

	31 Dec 21	30 June 21
(a) Issued and paid up capital	\$	\$
Ordinary shares fully paid	11,323,387	11,065,154

	31 Dec 2021		30 Jun 2021	
	Number of shares	\$	Number of shares	\$
(b) Movements in ordinary shares on issue				
Opening Balance	571,273,908	11,065,154	559,304,211	9,298,258
Shares issued under exercise of options	3,229,292	263,233	303,030	20,000
Shares issued under Share Placement	-	-	11,666,667	1,749,999
Creditors settled for equity	-	-	-	6,882
Transaction costs on share issues	-	(5,000)	-	(9,985)
	<b>574,503,200</b>	<b>11,323,387</b>	<b>571,273,908</b>	<b>11,065,154</b>

### 15. Share based payments

The Group issued 933,334 to employees and 1,410,000 to directors and KMPs share options over ordinary shares under its employee share option plan throughout the half-year ended 31 December 2021. The Employee Share Option Plan is part of the remuneration package of the Group's directors, senior management and sales personnel. Options under this plan will vest if the participant remains employed for the agreed vesting period.

The fair value of options granted were determined using a variation of the binomial option pricing model that takes into account factors specific to the share incentive plans, such as vesting period. Once vested, the options remain exercisable for 12 – 36 months. When exercisable, each option is convertible into one ordinary share. The exercise price is set at the share option grant date. The following assumptions were used in valuing the options issued in the current period

Grant Date	23 July 2021		
	Tranche 1	Tranche 2	Tranche 3
No of Options	311,113	311,111	311,110
Vesting period ends	30 June 2022	30 June 2023	30 June 2024
Share price at date of grant	\$0.26	\$0.26	\$0.26
Volatility	85%	85%	85%
Length of time to vesting (year)	0.94 years	1.94 years	2.94 years
Length of time to expiry (year)	3.94 years	3.94 years	3.94 years
Expected life (year)	3.15 years	3.52 years	3.78 years
Dividend yield	0%	0%	0%
Weighted average risk-free investment rate	0.24%	0.30%	0.35%
Weighted average exercise price	\$0.30	\$0.30	\$0.30
Weighted average fair value per option at grant date	\$0.135	\$0.142	\$0.147

# IODM Limited

## Notes to the condensed consolidated financial statements for the half-year ended 31<sup>st</sup> December 2021

Grant Date	21 October 2021		
	Tranche 1	Tranche 2	Tranche 3
No of Options	470,002	470,000	469,998
Vesting period ends	30 June 2022	30 June 2023	30 June 2024
Share price at date of grant	\$0.36	\$0.36	\$0.36
Volatility	85%	85%	85%
Length of time to vesting (year)	0.69 years	1.69 years	2.69 years
Length of time to expiry (year)	3.69 years	3.69 years	3.69 years
Expected life (year)	2.85 years	3.24 years	3.52 years
Dividend yield	0%	0%	0%
Weighted average risk-free investment rate	0.56%	0.73%	0.81%
Weighted average exercise price	\$0.30	\$0.30	\$0.30
Weighted average fair value per option at grant date	\$0.206	\$0.216	\$0.223

The underlying expected volatility was determined by reference to historical data of IODM's shares over a period of time along with consideration of similar entities following a comparable period of their lives. No special features inherent to the options grant were incorporated into measurement of fair value.

The following details movement in share options during the reporting period

	Number of Options
Outstanding at 1 July 2021	12,501,136
Granted	2,343,334
Forfeited	-
Exercised	3,229,292
<b>Outstanding at 31 December 2021</b>	<b>11,615,178</b>
<b>Exercisable at 31 December 2021</b>	<b>4,899,621</b>

In total \$158,394 (2020: \$178,846) of share-based payment expenses (all of which related to equity-settled share-based payment transactions) have been included in profit or loss and credited to share based payment reserve for the half year ended 31 December 2021.

### 16. Subsidiaries

The condensed consolidated financial statements incorporate the assets, liabilities and results of IODM Limited and the following subsidiaries:

Name of Entity	Country of Incorporation	Equity Holding	
		2021	2020
The Debtor Management Hub Pty Ltd	Australia	100%	100%
The Innovative Online Debt Management Trust	Australia	100%	100%
Brazil Graphite Pty Limited (previously known as Paradigm NSW Pty Limited)	Australia	100%	100%
Paradigm Queensland Pty Limited	Australia	100%	100%
Tungsten NSW Pty Limited	Australia	100%	100%
IODM Singapore Pte Ltd	Singapore	100%	100%
IODM (Hong Kong) Limited	Hong Kong	100%	100%
IODM (USA) Limited	United States	100%	N/A
IODM (UK) Limited	United Kingdom	100%	N/A

**IODM Limited**  
**Notes to the condensed consolidated financial statements**  
**for the half-year ended 31<sup>st</sup> December 2021**

---

**17. Events after the reporting date**

In January 2022 the following IODM Limited dormant subsidiary companies were deregistered finalising the process of the members voluntary liquidation.

<b>Name of Subsidiary</b>	<b>Deregistration Date</b>
Paradigm Queensland Pty Limited	22 January 2022
Brazil Graphite Pty Limited (previously Paradigm NSW Pty Limited)	24 January 2022
Tungsten NSW Pty Ltd	24 January 2022

On 31 January 2022 the Group completed a share placement of 7,091,666 shares to raise \$2,127,500 at 30 cents per share to assist the company in funding the expansion of sales and marketing globally.

Whilst the future impact of COVID 19 on the overall economy continues to be uncertain, management and the Directors will continue to assess and manage the financial effect COVID 19 has on the Group for the FY22 financial year.

**18. Related parties**

There have been no significant changes to the arrangements with related parties. Refer to the full 2021 Annual Report for details.

**IODM Limited**  
***Directors' Declaration***

---

In accordance with a resolution of the Directors of IODM Limited, I state that:

In the opinion of the directors:

- (a) the financial statements and notes of the Group are in accordance with the Corporations Act 2001, including:
  - (i) giving a true and fair view of the financial position of the Group as at 31 December 2021 and of its performance, for the half-year then ended; and
  - (ii) complying with Australian Accounting Standards AASB 134: Interim Financial Reporting Corporate Regulations 2001, professional reporting requirements and other mandatory requirements; and
- (b) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable; and

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s303(5)(a) of the Corporations Act 2001.

On behalf of the board



**Dr Paul Kasian**  
23 February 2022

## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF IODM LIMITED

### CONCLUSION

We have reviewed the half-year financial report of IODM Limited (the Company) and its subsidiaries (collectively the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2021, the condensed consolidated statement of comprehensive income, condensed consolidated statement of changes in equity and condensed 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 IODM Limited and its subsidiaries does not comply with the Corporations Act 2001 including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2021 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 OF 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 Group 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.

### DIRECTORS RESPONSIBILITIES FOR THE HALF-YEAR FINANCIAL REPORT

The directors of IODM Limited and its subsidiaries 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.



## AUDITOR'S RESPONSIBILITIES FOR THE REVIEW OF THE HALF-YEAR 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 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*.

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.

Crowe Audit Australia 

**CROWE AUDIT AUSTRALIA**

23 February 2022

**DAVID MUNDAY**

Partner

Liability limited by a scheme approved under Professional Standards Legislation.

The title 'Partner' conveys that the person is a senior member within their respective division, and is among the group of persons who hold an equity interest (shareholder) in its parent entity, Findex Group Limited. The only professional service offering which is conducted by a partnership is external audit, conducted via the Crowe Australasia external audit division and Unison SMSF Audit. All other professional services offered by Findex Group Limited are conducted by a privately owned organisation and/or its subsidiaries.

Findex (Aust) Pty Ltd, trading as Crowe Australasia is a member of Crowe Global, a Swiss Verein. Each member firm of Crowe Global is a separate and independent legal entity. Findex (Aust) Pty Ltd and its affiliates are not responsible or liable for any acts or omissions of Crowe Global or any other member of Crowe Global. Crowe Global does not render any professional services and does not have an ownership or partnership interest in Findex (Aust) Pty Ltd. Services are provided by Crowe Melbourne, an affiliate of Findex (Aust) Pty Ltd.

© 2022 Findex (Aust) Pty Ltd