FRONTIER DIGITAL VENTURES

ABN 25 609 183 959

Appendix 4D
PRELIMINARY FINANCIAL REPORT

Results for announcement to the Market.

Information for the half year ended 30 June 2022 given to ASX under listing rule 4.2A.3

Key Frontier Digital Ventures Limited information

	Current reporting period	Previous reporting period		
	1H 2022 A$000	1H 2021 A$000	Change A$000	%
Revenue from continuing operations of Controlled Entities	29,197	21,629	7,568	35%
Revenue from equity accounted entities	13,765	8,615	5,150	60%
Group operating revenue[1]	**42,962**	**30,245**	**12,718**	**42%**
Group operating EBITDA[1]	**(48)**	**(2,953)**	**2,905**	**98%**
Profit/(Loss) after tax attributable to members	(8,731)	(4,329)	(4,402)	(102%)
	Cents			
NTA per Share	(0.008)	(0.009)	(0.001)	(11%)

Notes

1. Group operating revenue and EBITDA are non-IFRS measures that are defined as revenue and EBITDA from continuing operations of Controlled Entities adjusted for equity accounted entities (Zameen and Pakwheels). The Board believes these results provide the best measure to assess the performance of Frontier Digital Ventures. Refer to the following page for further details.

Dividends

Frontier Digital Ventures Limited does not propose to pay a dividend for this reporting period (2021: nil) and no dividends were declared or paid for the reporting period. There were no dividend reinvestment plans in operation for the reporting period.

Basis of this report

This report is based on the attached interim financial report of Frontier Digital Ventures Limited and controlled entities for the period ended 30 June 2022 which has been subject to review by the Company's external auditors and should be read in conjunction with Frontier's Annual Report for the year ended 31 December 2021. This report is lodged with the Australian Securities Exchange under listing rule 4.2A.

Additional Appendix 4D disclosure requirements can be found in the notes to the interim financial report and the Directors' Report for the half-year ended 30 June 2022.

For and on behalf of the Board

Anthony Klok
Chairman

24 August 2022

Appendix 4D
RESULTS FOR ANNOUNCEMENT TO THE MARKET

Frontier Digital Ventures Limited for the half year ended 30 June 2022

Reconciliation of operating results to statutory results

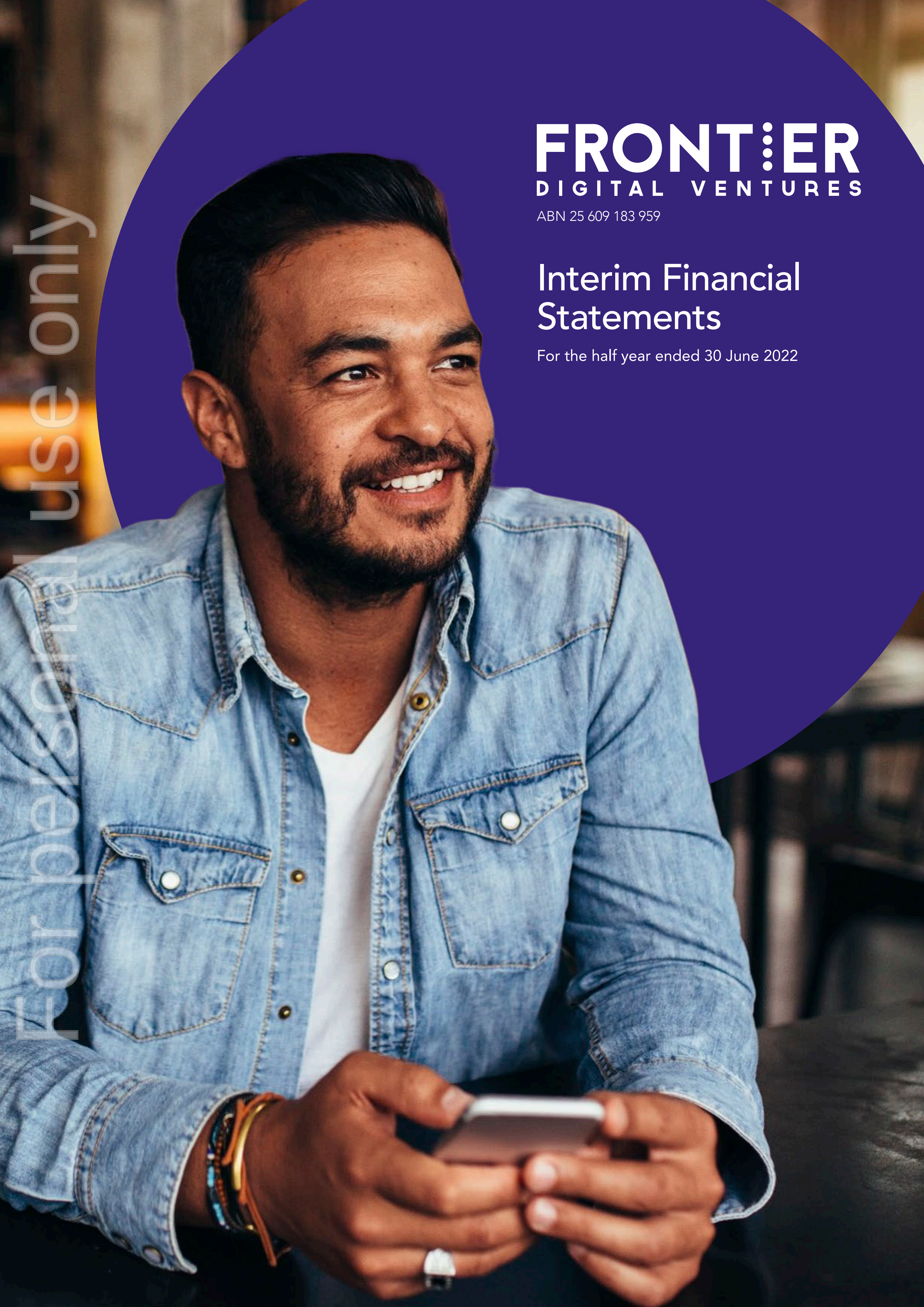
	1H 2022 A$000	1H 2021 A$000	Change A$000	%
Revenue from continuing operations of Controlled Entities	29,197	21,629	7,568	35%
Revenue from equity accounted entities	13,765	8,615	5,150	60%
Group operating revenue[1]	**42,962**	**30,245**	**12,717**	**42%**
Adjusted EBITDA from continuing operations of Controlled Entities[2]	(2,470)	(3,998)	1,528	38%
EBITDA from equity accounted entities	2,422	1,045	1,377	132%
Group operating EBITDA[1]	**(48)**	**(2,953)**	**2,905**	**98%**
Group statutory EBITDA[3]	(2,470)	(3,998)	1,528	38%
Foreign exchange gain/(loss)	407	1,973	(1,566)	(79%)
Depreciation and amortisation	(6,346)	(5,587)	(759)	(14%)
Other significant items	(159)	63	(222)	(352%)
Share of net profit/(loss) from associates	(1,388)	233	(1,621)	(694%)
Income tax benefit	321	246	75	30%
Net profit/(loss) after tax	(9,635)	(7,070)	(2,565)	(36%)
Net profit/(loss) attributable to NCI	(904)	(2,742)	1,838	67%
Profit/(Loss) after tax attributable to members	(8,731)	(4,329)	(4,402)	(102%)

Notes

1. Group operating revenue and EBITDA are non-IFRS measures that are defined as revenue and adjusted EBITDA from continuing operations of Controlled Entities adjusted for equity accounted entities (Zameen and Pakwheels). The Board believes the additional information to IFRS measures included in the table is relevant and useful in measuring the financial performance of Frontier Digital Ventures.
2. Adjusted EBITDA excludes the effects of significant items of income and expenditure which may have an impact on the quality of earnings such as restructuring costs, legal expenses, and other isolated, non-recurring events. It also excludes the effects of equity-settled share-based payments and unrealised gains or losses on financial instruments.
3. Group statutory EBITDA refers to Group operating EBITDA less EBITDA from equity accounted entities (Zameen and Pakwheels).

Commentary

1. Group operating revenue: Increased 42% PCP due to strong organic growth particularly in LATAM (37%) & Asia excluding Pakistani entities (56%), strategic acquisitions & increases in ownership.
2. Group operating EBITDA: Significant reduction to break even EBITDA from $(3.0m) in 1H 2021, in line with prudent cost management while also investing in transaction capabilities & strategic acquisitions.
3. FX gains & losses: improved position despite lower gains as capital rationalisation of intragroup loans in June 22 reduced volatility despite fluctuations in USD & AUD.
4. D&A: Increased 14% ($0.8m) primarily attributable to Encuentra24, Fincaraiz, Yapo and Avito internally generated intangible online development costs. Development costs continue to support growth initiatives & development of the tech platform.
5. Share of associates profit/loss: Zameen & Pakwheels reported increased combined profits $0.6m offset by significant FX volatility as the PKR weakened substantially against UK pound, with a net loss ($1.4m).
6. Other significant items: in 1H 2022 include impairment of goodwill of ($1.4m), fair value adjustment from contingent consideration of $1.2m and net interest income /(expense).

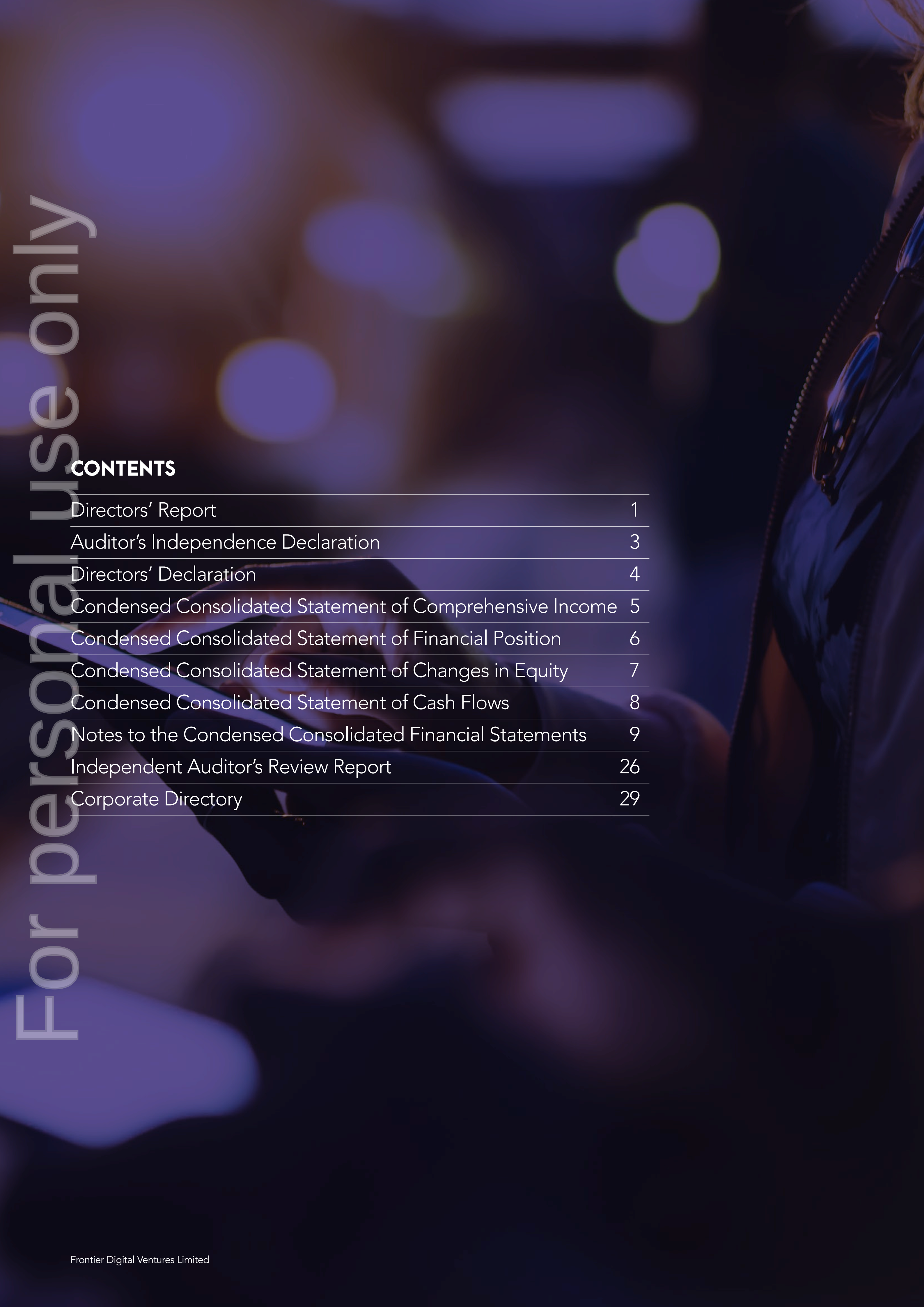


FRONTIER
DIGITAL VENTURES

ABN 25 609 183 959

Interim Financial Statements

For the half year ended 30 June 2022



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DIRECTORS' REPORT

The Directors of Frontier Digital Ventures Limited ("the Company" or "Frontier") submit the interim financial report of the Company and its subsidiaries ("the Group") for the half year ended 30 June 2022. In order to comply with the provisions of the Corporations Act 2001, the Directors' report as follows:

Information about the Directors and senior management

The names and particulars of the Directors of the Company during, or since the end of half year ended 30 June 2022 are as follows:

Anthony Klok	Independent Director, non-executive Chairman
Shaun Di Gregorio	Non-independent executive Director and Chief Executive Officer
Mark Licciardo	Independent, non-executive Director and Company Secretary
Frances Po	Independent, non-executive Director

Principal activities

FDV is a leading owner and operator of online marketplace businesses ("Operating Companies") in fast growing emerging markets. Currently, FDV's portfolio consists of 16 market leading companies which operate across 20 markets ("Target Markets") organised along three geographic lines – FDV LATAM, FDV Asia and FDV MENA. FDV works alongside local management teams across property, automotive and general classifieds, providing strategic oversight and operational guidance which leverages FDV's deep classifieds experience and proven track record. FDV is focussed on augmenting the market leadership positions of its operating companies with high growth transaction-based revenue, to grow equity value and realise their full potential.

The principal activity of the Group during the half year was investing in and operating developing online classifieds businesses ("Operating Companies") in emerging and developing countries or regions ("Target Markets") which are markets at an early stage of online development, but with anticipated strong growth prospects.

Over the course of the year, the Group has continued its geographical focus on Target Markets in developing Asia (excluding China and India), Central and South America, and Africa/MENA, with particular focus on South East Asia and South America.

Review of Operations

Due to the nature of FDV's portfolio, there is a difference between the "economic interest" in investments and the financial performance reported in the consolidated financial statements. At the period end, the portfolio consisted of sixteen investments, fourteen investments accounted for as Controlled Entities on a Consolidated basis and two investments reported as Associates under the equity method in accordance with AASB 128.

FDV reports Group operating revenue of $42,962,465 (1H 2021: $30,244,781), which consists of $29,197,366 from Controlled Entities and $13,765,099 from equity accounted entities. The corresponding group operating EBITDA loss was just $47,944 (1H 2021: $2,953,048), which consists of Adjusted EBITDA from continuing operations of Controlled Entities of ($2,469,575) and EBITDA from equity accounted entities of $2,421,631.

	1H 2022 A$000	1H 2021 A$000	Change A$000	%
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2. Adjusted EBITDA excludes the effects of significant items of income and expenditure which may have an impact on the quality of earnings such as restructuring costs, legal expenses, and other isolated, non-recurring events. It also excludes the effects of equity-settled share-based payments and unrealised gains or losses on financial instruments.
3. Group statutory EBITDA refers to Group operating EBITDA less EBITDA from equity accounted entities (Zameen and Pakwheels).
4. Increase in depreciation and amortization primarily attributable to Encuentra24, Fincaraiz, Yapo and Avito internally generated intangible online development costs.

Following a number of strategic acquisitions and portfolio optimisation activities that occurred in late 2020 and throughout 2021, FDV now owns 100% of FDV LATAM operating companies, providing significant strategic value and monetisation optionality. In early 1H 2022, FDV made a number of targeted investments across FDV LATAM to further accelerate the transactional capabilities of the region. This included the optimisation of Yapo's website, Yapo.cl, which improves the consumer experience, introduces new advertising products for customers and provides the foundation to further accelerate the facilitation of real estate and auto transactions.

FDV notes the strong performance of FDV Asia businesses Zameen and Pakwheels throughout 1H 2022, with increases in revenue and transaction volumes despite changes in the political leadership of Pakistan and lingering protests. This is a clear demonstration of the resilience of the core classifieds model, the central role these businesses play in formalising markets for property and vehicles, and the importance of market leadership to operate through disruptions. In addition, AutoDeal saw significant growth in the number of transactions completed, positioning the business as one of the leaders in auto transactions across FDV's portfolio.

FDV MENA, which includes 100% ownership positions across the attractive Moroccan and Tunisian markets saw operational improvement in 1H 2022. FDV remains focussed on improving the underlying performance of Avito and Tayara, in-line with FDV's proven record of acquiring loss making classifieds businesses and resetting their fundamentals for long-term, sustainable growth. Both companies are tracking to FDV's expectations, having completed and implemented strategic reviews in 1H 2022. The reviews were focused on further improving operational efficiency and cost bases across technology, marketing and sales activities. These changes are expected to further improve employee productivity and revenue efficiencies from 3Q 2022 onwards.

Accounting control over subsidiaries in which the Group holds a minority interest is achieved as a result of the Group's absolute and unfettered discretion over operational matters, significant to the Group's ability to direct the business activities of the investments.

The Group continues to carry a significant exposure to movements in the currency exchange rates between the United States Dollar (USD) and the Australian Dollar (AUD). Most acquisitions are denominated in USD and the USD is the functional currency of the intermediate holding companies of the Group as well as a few significant subsidiaries. The Group held 19% (31 December 2021: 24%) of its cash balances in USD denominated accounts at the period end. Since the Group reports its financial results in AUD, it continues to carry significant currency reporting risks. The current period reported a currency exchange gain of $406,788 (period ended 30 June 2021 currency exchange gain of $1,973,082).

Material Business Risks

Identifying and mitigating key business risks that may affect our strategy and financial performance is a significant part of FDV Group's corporate governance framework. This section outlines key risks identified by FDV Group. They are not listed in any particular order.

Global Economic Demand

Increases in interest rates, fuel costs, logistics supply chain issues in shipping and global computer chip shortages have caused higher prices for materials and products, delays in transport impacting production of traditional products like motor vehicles. Inflationary and transport related risks arise that could impact the FDV Group's ongoing growth plans.

Post-acquisition Integration

The FDV Group's strategy involves the acquisition of suitable entities that are favourable to its growth plans. Despite the considerable resources management employ to realise growth from these acquisitions there are risks that the FDV Group may not be able to successfully integrate such acquisitions.

Political environment

Political uncertainty caused by changes in government are observed in emerging countries (such as Sri Lanka, Panama, Pakistan, Myanmar, Tunisia and others). Management expends time and resources to monitor the regulatory uncertainty, ensuring appropriate checks and risk mitigation actions are in place. Despite this, risks remain that economic conditions may be impacted by these changes.

Cybersecurity Vulnerability

Like all organisations, the FDV Group's information technology systems in various regions may be subject to attempted breaches by third parties with unauthorized access to data. Portfolio companies make significant investments in protecting proprietary information. However, risks remain that unauthorized access can still occur resulting in regulatory fines, brand damage and loss of customer confidence.

People

FDV Group rely on senior key personnel in different markets with expertise and knowledge particular to Classified businesses. Significant efforts are spent on developing systems, talent management practices in incentives, remuneration and employee development to retain these individuals but risks can emerge upon departure or incapitation which may have an adverse effect on the operational and financial performance of the businesses.

Regulatory

FDV Group (and its portfolio companies) operate in a complex regulatory compliance environment: different country specific rules for accounting, legal and tax compliance at federal, state and municipal levels exist. Significant resources and management attention are spent ensuring responsibilities in this area are managed appropriately but risks can emerge in these regulatory frameworks.

Dividends

No dividends have been paid or declared since the start of the financial year and the Group does not propose to pay a dividend for this reporting period (2021: NIL).

Events subsequent to reporting date

COVID-19

The Group will continue to assess and monitor the COVID-19 situation closely as well as the measures imposed by the Governments of the respective countries where the Group operates. Although the duration and ultimate impact COVID-19 will have on world economies remains unknown, the Group and its operating businesses are well capitalised and are in a strong position to navigate the uncertainty COVID-19 has presented to businesses worldwide.

Other subsequent events

On 22 July 2022, The Group disposed of its equity interest in Kupatana of 26.67% for cash consideration of US$85,751 (AUD equivalent $122,759).

There have been no other transactions or events of a material and unusual nature between the end of the reporting period and the date of this report that will, in the opinion of the Directors of the Company, significantly affect the operations of the consolidated entity, the results of those operations, or state of affairs of the consolidated entity in future years.

Indemnification of auditors

No indemnities have been given or insurance premiums paid, during or since the period end, for any auditors of the Group.

Auditor's independence declaration

The statement by the Consolidated Entity's external auditors to the members of Frontier Digital Ventures Limited in relation to the auditors' compliance with the independence requirements of the Corporations Act and the professional code of conduct for external auditors, forms part of this Directors' Report and is set out after this Directors' Report on page 5.

No person who was an Officer of the Company during the financial period was a Director or partner of the Group's external auditor at a time when the Group's external auditor conducted an audit of the Group.

Signed in accordance with a resolution of directors made pursuant to s.306(3) of the Corporations Act 2001.

Anthony Klok
Chairman

24 August 2022

AUDITOR'S INDEPENDENCE DECLARATION

Deloitte.

Deloitte Touche Tohmatsu
ABN 74 490 121 060

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24 August 2022

The Board of Directors
Frontier Digital Ventures Limited
Level 7, 300 Collins Street
MELBOURNE VIC 3000

Dear Board Members

Auditor's Independence Declaration to Frontier Digital Ventures Limited

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Frontier Digital Ventures Limited.

As lead audit partner for the review of the half year financial report of Frontier Digital Ventures Limited for the half year ended 30 June 2022, I declare that to the best of my knowledge and belief, there have been no contraventions of:

(i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and

(ii) any applicable code of professional conduct in relation to the review.

Yours faithfully

DELOITTE TOUCHE TOHMATSU

Anneke du Toit
Partner
Chartered Accountants

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Frontier Digital Ventures Limited, the Directors declare that:

1. In the opinion of the Directors:
   a. The financial statements and notes of Frontier Digital Ventures Limited for the half year ended 30 June 2022:
      i. Give a true and fair view of the financial position and performance of the Group
      ii. Comply with Australian Accounting Standards and the *Corporations Regulations 2001*
   b. 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 the directors made pursuant to s.303(5) of the Corporations Act 2001.

Anthony Klok
Chairman

24 August 2022

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the half year ended 30 June 2022

	Note	Half year ended 30 Jun 2022 $	Half year ended 30 Jun 2021 $
Revenue	3	29,197,366	21,629,496
Administrative expenses		(1,668,142)	(1,649,411)
Production costs		(7,197,224)	(3,437,056)
Employment expenses		(13,715,631)	(12,040,102)
Advertising and marketing expenses		(5,192,772)	(4,307,521)
Premises and infrastructure expenses		(3,449,226)	(2,970,608)
Transaction advisory costs		(95,516)	(399,352)
Other expenses		(348,430)	(823,828)
Foreign exchange gain		406,788	1,973,082
Depreciation and amortisation		(6,346,424)	(5,586,974)
Operating profit/(loss)		**(8,409,211)**	**(7,612,274)**
Interest income		76,887	44,578
Interest expense		(72,747)	(47,242)
Fair value from contingent consideration		1,240,064	–
Gain on deemed disposal of an associate	8	–	1,066,718
Impairment of goodwill		(1,403,797)	(459,218)
Net effect of loss and subsequent gain on control of iMyanmarhouse		–	(542,800)
Share of net profit/(loss) from associates			
– Share of net profit/(loss) before foreign exchange gain/(loss)		565,693	434,405
– Share of foreign exchange gain/(loss)		(1,953,335)	(200,963)
	8	(1,387,642)	233,442
Profit/(Loss) before income tax		**(9,956,446)**	**(7,316,796)**
Income tax benefit		321,445	246,348
Net profit/(loss) after tax		**(9,635,001)**	**(7,070,448)**
Other comprehensive income, net of tax			
Items that may be reclassified to profit or loss			
Exchange differences on translation of foreign operations		2,533,590	39,474
Share of other comprehensive income of associates	8	1,387,226	296,775
Other comprehensive income for the period, net of tax		3,920,816	336,249
Total comprehensive profit/(loss) for the period		**(5,714,185)**	**(6,734,199)**
Profit/(Loss) attributable to:			
Owners of the Company		(8,731,331)	(4,328,899)
Non-controlling interests		(903,670)	(2,741,549)
		(9,635,001)	**(7,070,448)**
Total comprehensive profit/(loss) attributable to:			
Owners of the Company		(6,046,088)	(3,803,057)
Non-controlling interests		331,903	(2,931,142)
		(5,714,185)	**(6,734,199)**
		Cents	Cents
Profit/(Loss) per share attributable to the ordinary equity holders of the Company:			
Basic profit/(loss) per share		(2.31)	(1.26)
Diluted profit/(loss) per share		(2.31)	(1.26)

Notes to the condensed consolidated financial statements are included on pages 11 to 27.

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

	Note	30 Jun 2022 $	31 Dec 2021 $
ASSETS			
Current assets			
Cash and cash equivalents	4	30,784,943	36,120,322
Term deposits		–	61,163
Trade and other receivables	5	14,857,007	14,314,857
Other assets		15,799	20,353
Other financial assets	5	1,211,763	1,113,565
Tax receivables		263,997	110,692
Total current assets		**47,133,509**	**51,740,952**
Non-current assets			
Property, plant and equipment		2,265,103	2,196,615
Right-of-use assets	5	1,212,378	1,101,781
Other intangible assets	6	19,949,339	22,284,151
Goodwill	7	97,272,921	94,085,151
Investments in Associates	8	9,190,951	8,798,400
Deferred tax assets		129,975	129,709
Total non-current assets		**130,020,667**	**128,595,807**
Total assets		**177,154,176**	**180,336,759**
LIABILITIES			
Current liabilities			
Trade and other payables	5	16,606,382	14,369,813
Borrowings	5	95,219	457,714
Billings in advance		2,679,617	3,746,809
Current lease liabilities	5	763,195	771,526
Contingent consideration	5	39,033,717	16,004,559
Total current liabilities		**59,178,130**	**35,350,421**
Non-current liabilities			
Deferred tax liability		2,927,431	3,496,858
Borrowings	5	280,352	46,057
Non-current lease liabilities	5	465,194	346,858
Long term contingent consideration	5	–	38,386,014
Total non-current liabilities		**3,672,977**	**42,275,787**
Total liabilities		**62,851,107**	**77,626,208**
NET ASSETS		**114,303,069**	**102,710,551**
EQUITY			
Share capital	9	236,159,888	218,918,649
Reserves		(54,338,983)	(57,089,690)
Accumulated losses		(65,049,464)	(56,318,133)
		116,771,441	105,510,826
Non-controlling interests		(2,468,372)	(2,800,275)
TOTAL EQUITY		**114,303,069**	**102,710,551**

Notes to the condensed consolidated financial statements are included on pages 11 to 27.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the half year ended 30 June 2022

		Attributable to owners of the Company							
	Note	Share capital $	Share rights plan reserves $	Other equity $	Foreign currency trans-lation reserves $	Accu-mulated losses $	Total $	Non-con-trolling interests $	Total equity $
Balance as at 1 January 2021		**184,809,420**	**51,624**	**4,179,793**	**3,051,649**	**(41,213,678)**	**150,878,808**	**(318,167)**	**150,560,641**
Profit/(Loss) for the period		–	–	–	–	(4,328,899)	(4,328,899)	(2,741,549)	(7,070,448)
Foreign currency translation differences		–	–	–	525,842	–	525,842	(189,593)	336,249
Total comprehensive loss for the period		–	–	–	525,842	(4,328,899)	(3,803,057)	(2,931,142)	(6,734,199)
Net effect of loss and subsequent gain on control of iMyanmarhouse		–	–	–	–	–	–	247,126	247,126
Acquisition of a subsidiary		–	–	332,559	–	–	332,559	223,560	556,119
Increase in shareholding in subsidiaries		–	–	(32,527,165)	–	–	(32,527,165)	(1,265,778)	(33,792,943)
Transaction costs relating to shares issued		(3,844)	–	–	–	–	(3,844)	–	(3,844)
Share based payments		140,508	76,526	(30,000)	–	–	187,034	–	187,034
Balance as at 30 June 2021		**184,946,084**	**128,150**	**(28,044,813)**	**3,577,491**	**(45,542,577)**	**115,064,335**	**(4,044,401)**	**111,019,934**
Balance as at 1 January 2022		**218,918,649**	**267,745**	**(58,665,758)**	**1,308,323**	**(56,318,133)**	**105,510,826**	**(2,800,275)**	**102,710,551**
Profit/(Loss) for the period		–	–	–	–	(8,731,331)	(8,731,331)	(903,670)	(9,635,001)
Foreign currency translation differences		–	–	–	2,685,243	–	2,685,243	1,235,573	3,920,816
Total comprehensive loss for the period		–	–	–	2,685,243	(8,731,331)	(6,046,088)	331,903	(5,714,185)
Net effect of loss and subsequent gain on control of iMyanmarhouse		–							
Shares issued during the period		18,943,000	–	–	–	–	18,943,000	–	18,943,000
Transaction costs relating to shares issued	9	(2,157,859)	–	–	–	–	(2,157,859)	–	(2,157,859)
Share-based payments		456,098	125,464	(60,000)	–	–	521,562	–	521,562
Balance as at 30 June 2022		**236,159,888**	**393,209**	**(58,725,758)**	**3,993,566**	**(65,049,464)**	**116,771,441**	**(2,468,372)**	**114,303,069**

Notes to the condensed consolidated financial statements are included on pages 11 to 27.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the half year ended 30 June 2022

	Note	30 Jun 2022 $	30 Jun 2021 $
Cash used in operations		(2,672,807)	(4,878,523)
Interest paid		(72,747)	(47,242)
Interest received		35,194	5,134
Net cash outflow from operating activities	11	**(2,710,360)**	**(4,920,631)**
Cash flows from investing activities			
Purchase of property, plant and equipment		(457,573)	(295,031)
Purchase of other intangible assets		(2,901,985)	(1,064,878)
Proceeds from disposal of property, plant and equipment		–	61,912
Investments in associates		–	(1,330,734)
Payment for acquisition of subsidiaries		(16,070,397)	(34,336,432)
Cash acquired on acquisition of subsidiaries		–	1,904,542
Net cash effect of loss and subsequent gain on control of iMyanmarhouse		–	(99,865)
Net cash outflow from investing activities		**(19,429,955)**	**(35,160,486)**
Cash flows from financing activities			
Payment of capitalised transaction costs related to issuance of shares		(2,157,859)	(3,844)
Net repayments of other borrowings		(129,354)	(132,768)
Principal elements of lease payments		(239,764)	(271,606)
Proceed from issuance of shares		18,943,000	–
Net cash inflow/(outflow) from financing activities		**16,416,023**	**(408,218)**
Net decrease in cash and cash equivalents		**(5,724,292)**	**(40,489,335)**
Cash and cash equivalents at beginning of the period		**36,120,322**	**59,159,608**
Effects of exchange rate changes on cash and cash equivalents		388,913	33,948
Cash and cash equivalents at end of the period	4	**30,784,943**	**18,704,221**

Notes to the condensed consolidated financial statements are included on pages 11 to 27.

NOTES TO THE CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

1. General information

The financial statements for the half year ended 30 June 2022 were authorised for issue in accordance with a resolution passed by the Board of Directors. These financial statements have been reviewed, not audited.

FDV is a leading owner and operator of online marketplace businesses ("Operating Companies") in fast growing emerging markets. Currently, FDV's portfolio consists of 16 market leading companies which operate across 20 markets ("Target Markets") organised along three geographic lines – FDV LATAM, FDV Asia and FDV MENA. FDV works alongside local management teams across property, automotive and general classifieds, providing strategic oversight and operational guidance which leverages FDV's deep classifieds experience and proven track record. FDV is focussed on augmenting the market leadership positions of its operating companies with high growth transaction-based revenue, to grow equity value and realise their full potential.

The principal activity of the Company is to invest in developing online classified businesses in underdeveloped, emerging countries or regions. The principal activities of its subsidiaries and associated companies are online classified advertising and overseas headquarters.

2. Summary of significant accounting policies

Going Concern

For the 6 months ended 30 June 2022, the consolidated group made a loss after tax of $9.6m (30 June 2021: $7m loss) and had net current liabilities of $12.1m (30 June 2021: $16.3m net current assets).

The half-year financial report has been prepared on a going concern basis, which takes into account the Group's assets and liabilities and assumes continuity of normal business operations. The Directors have approved a cash flow forecast covering the period through to September 2023 which supports the going concern basis, and includes key assumptions relating to:

- Net cash inflows from underlying controlled entities anticipated to be generated over the forecast period;
- Prudent cash management focusing on optimising cash collections, implementing further cost and procurement controls throughout the wider Group; and
- Facilitating payment of contingent considerations relating to Infocasas and E24 commencing from April 2023, including raising sufficient additional capital and/or negotiating deferrals of these payments by their due dates, as required.

As a result, the Directors are of the opinion that the use of the going concern assumption is appropriate.

In the event that the Group is unable to achieve successful outcomes in relation to the matters listed above, a material uncertainty would exist that would cast significant doubt as to whether the Group will be able to continue as a going concern and therefore whether it will realise its assets and discharge its liabilities in the normal course of business and at the amounts stated in the half year financial report.

Statement of compliance

The interim condensed consolidated financial statements have been prepared in accordance with AASB134 Interim Financial Reporting and the Corporations Act 2001. These interim condensed financial statements also comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Basis of preparation

The half year financial report does not include all notes of the type that are normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance of the consolidated entity as the full financial report. It is recommended that the half year financial report be read in conjunction with the annual report for the year ended 31 December 2021 and considered together with any public announcements made by Frontier Digital Ventures Limited during the 6 months ended 30 June 2022, in accordance with the continuous disclosure obligations of the ASX listing rules.

The accounting policies and methods of computation adopted in the preparation of the half year financial report are consistent with those adopted and disclosed in the Company's 2021 annual financial report for the financial year ended 31 December 2021, except for the impact of the Standards and Interpretations described below. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

Adoption of new and amended standards

The Group has applied the following standards and amendments for the first time for the reporting period commencing 1 January 2022:

- AASB 2020-3 *Amendments to Australian Accounting Standards – Annual improvements 2018-2020 and Other Amendments*
- AASB 2014-10 *Amendments to Australian Accounting Standards – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- AASB 2015-10 *Amendments to Australian Accounting Standards – Effective Date of Amendments to AASB 10 and AASB 128*
- AASB 2017-5 *Amendments to Australian Accounting Standards Effective Date of Amendments to AASB 10 and AASB 128 and Editorial Corrections*

The adoption of these amendments did not have any material impact on the current period or any prior period and is not likely to affect future periods based on current arrangements in place. Relevant changes to disclosure will be reflected in the full year financial report.

New standards and interpretations not yet adopted

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2022 reporting periods and have not been early adopted by the group. The Group is currently assessing the impact of the new standards and interpretations below.

Standards/amendments	Effective for annual reporting periods beginning on or after	Expected to be initially applied in the financial year ending
AASB 2020-1 Amendments to Australian Accounting Standards – Classification of Liabilities as Current or Non-current [AASB 101]	1 January 2023	31 December 2023
AASB 2020-6 Amendments to Australia Accounting Standards – Classification of Liabilities as Current or Non-current – Deferral of Effective Date [AASB 101]	1 January 2023	31 December 2023
AASB 2021-2 Amendments to Australian Accounting Standards- Disclosure of Accounting Policies and Definition of Accounting Estimates [AASB 7, AASB 101, AASB 108, AASB 134 & AASB Practise Statement 2]	1 January 2023	31 December 2023
AASB 2021-5 Amendments to Australian Accounting Standards – Deferred Tax related to Assets and Liabilities arising from a Single Transaction [AASB 112]	1 January 2023	31 December 2023

3. Segment information

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Group that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance.

Information reported to the Group's Chief Executive Officer for the purposes of resource allocation and assessment of performance is focused on each individual business combination, essentially by brand. Due to the widespread geography and variety of types of classifieds portals (property, automotive and general classifieds) there is little commonality between each business combination and hence each business combination is reviewed separately.

The Company's reportable segments under AASB 8 are as follows:

- Autodeal.com.ph
- Avito.ma
- CarsDB.com
- Encuentra24.com
- Fincaraiz.com.co
- Hoppler.com.ph
- iMyanmarhouse.com
- Infocasas (infocasas.com.uy; infocasas.com.py; infocasas.com.bo and casaseneleste.com)
- LankaPropertyWeb.com
- Meqasa.com
- Moteur.ma
- Propertypro.ng
- Tayara.tn
- Yapo.cl
- Corporate (representing the cost of administrating the Company and the Group)

The performances of the operating segments are primarily assessed using a measure of adjusted earnings before interest, tax, depreciation and amortisation (EBITDA, see below). The segments' revenue and assets are also assessed on a monthly basis. Information regarding these segments is presented below. The accounting policies of the reportable segments are the same as the Group's accounting policies. The performance of associate companies is laid out in Note 8.

Segment revenues and results

The following is an analysis of the Group's revenue and results by reportable operating segment for the periods under review:

	Revenue		Segment Results	
	Half year ended			
Continuing Operations	**30 Jun 2022 $**	**30 Jun 2021 $**	**30 Jun 2022 $**	**30 Jun 2021 $**
Autodeal	986,850	799,355	146,586	(106,472)
Avito	3,436,918	2,985,071	(713,548)	(1,018,604)
CarsDB	104,107	55,841	(98,940)	(99,660)
Encuentra24	4,661,043	4,023,171	247,782	(272,537)
Fincaraiz	4,613,468	4,048,002	275,633	285,565
Hoppler	427,504	380,360	(236,355)	(80,216)
iMyanmarhouse	424,481	174,674	56,700	60,770
Infocasas	8,525,687	4,499,182	237,103	181,074
LankaPropertyWeb	441,408	332,210	7,074	(32,675)
Meqasa	241,979	144,705	36,062	23,461
Moteur	272,586	319,960	28,646	(6,510)
PropertyPro	246,279	219,079	(24,323)	(45,724)
Tayara	327,423	444,074	(340,889)	(324,232)
Yapo	4,487,633	3,203,812	(374,877)	(267,480)
Corporate (and consolidation)	–	–	(1,509,405)	(2,137,539)
Segment Revenue and adjusted EBITDA from continuing operations	**29,197,366**	**21,629,496**	**(2,262,751)**	**(3,840,779)**
Equity settled share-based payments	–	–	(206,824)	(157,603)
Currency exchange gain	–	–	406,788	1,973,082
Fair value from contingent consideration	–	–	1,240,064	–
Depreciation and amortisation	–	–	(6,346,424)	(5,586,974)
Gain on deemed disposal of an Associate (step Acquisition)	–	–	–	1,066,718
Impairment of goodwill	–	–	(1,403,797)	(459,218)
Net effect of loss and subsequent gain of control of iMyanmarhouse	–	–	–	(542,800)
Share of net profit/(loss) from associates	–	–	(1,387,642)	233,442
Net interest	–	–	4,140	(2,664)
Income tax benefit	–	–	321,445	246,348
Consolidated segment revenue and net profit/(loss) for the period from continuing operations	**29,197,366**	**21,629,496**	**(9,635,001)**	**(7,070,448)**
Gains on disposal after income tax	–	–	–	–
Consolidated segment revenue and net profit/(loss) for the period	**29,197,366**	**21,629,496**	**(9,635,001)**	**(7,070,448)**

Adjusted EBITDA excludes the effects of significant items of income and expenditure which may have an impact on the quality of earnings such as restructuring costs and other isolated, non-recurring events. It also excludes the effects of equity-settled share-based payments and unrealised gains or losses on financial instruments.

Interest income and finance costs are not allocated to segments, as this type of activity is driven by the central treasury function, which manages the cash position of the Group.

All revenues are generated from external customers. No single customer contributes 10% or more to the Group's revenue for half year ended 2021 or 2022.

Segment assets and liabilities

	Segment assets	
	30 Jun 2022 $	31 Dec 2021 $
Autodeal	4,222,730	4,074,002
Avito	22,161,503	23,900,773
CarsDB	1,688,848	3,021,985
Encuentra24	8,430,845	10,070,881
Fincaraiz	35,608,756	34,321,280
Hoppler	1,988,704	2,029,503
iMyanmarhouse	3,029,351	2,855,861
Infocasas	19,953,478	17,343,228
LankaPropertyWeb	682,419	831,703
Meqasa	2,108,872	2,046,881
Moteur	4,178,307	4,168,413
PropertyPro	1,111,404	1,062,091
Tayara	3,837,967	4,698,014
Yapo	30,192,548	29,362,516
Corporate (and consolidation)	37,958,444	40,549,628
Total segment assets	**177,154,176**	**180,336,759**
Consolidated total assets	177,154,176	180,336,759

The segment assets disclosed in the table above include goodwill and other intangible assets. Further details on the amount of goodwill and intangible assets attributable to each segment are set out in Notes 6 and 7.

	Segment liabilities	
	30 Jun 2022 $	31 Dec 2021 $
Autodeal	565,128	586,323
Avito	4,152,647	5,866,115
CarsDB	394,635	361,359
Encuentra24	1,641,597	1,541,186
Fincaraiz	3,450,873	3,032,125
Hoppler	717,187	741,599
iMyanmarhouse	210,657	172,741
Infocasas	5,595,320	3,794,903
LankaPropertyWeb	113,691	150,462
Meqasa	147,333	175,641
Moteur	291,532	274,579
PropertyPro	348,928	291,881
Tayara	203,968	488,149
Yapo	3,621,721	3,530,928
Corporate (and consolidation)	41,395,890	56,618,217
Total segment liabilities	**62,851,107**	**77,626,208**
Consolidated total liabilities	**62,851,107**	**77,626,208**

4. Cash and cash equivalents and term deposits

	30 Jun 2022 $	31 Dec 2021 $
Cash at bank and in hand	30,784,943	36,120,322
Term deposits	–	61,163

5. Significant balances

	Note	30 Jun 2022 $	31 Dec 2021 $
Trade receivables		12,285,805	12,102,899
Other receivables		1,423,482	1,207,668
Prepayments		1,005,327	848,671
Deposits		142,393	155,619
Trade and other receivables		**14,857,007**	**14,314,857**
Other financial assets	5.1	**1,211,763**	**1,113,565**
Right-of-use assets		**1,212,378**	**1,101,781**
Trade payables		6,751,618	5,024,721
Other payables		4,209,205	3,865,556
Accruals		5,645,559	5,479,536
Trade and other payables (current liabilities)		**16,606,382**	**14,369,813**
Short-term contingent consideration		39,033,717	16,004,559
Long-term contingent consideration		–	38,386,014
Total contingent consideration at fair value	5.2	**39,033,717**	**54,390,573**
Current lease liabilities		763,195	771,526
Non-current lease liabilities		465,194	346,858
Total lease liabilities		**1,228,389**	**1,118,384**
Current borrowings		95,219	457,714
Non-current borrowings		280,352	46,057
Borrowings	5.3	**375,571**	**503,771**

5.1 Included in Other financial assets is US$835,123 (AUD equivalent $1,211,763) (2021: US$805,123 (AUD equivalent $1,113,565)) of convertible loan notes issued by Pakwheels Pte Ltd ("Pakwheels"), an associate company.

Interest at 10% per annum on a monthly rest basis will accrue six months from the date of issue of the convertible loan notes. The whole of the outstanding loan balance will automatically be converted into ordinary shares in Pakwheels should equity financing from the sale of new equity exceed a minimum amount stipulated in the agreement. If the minimum amount is not achieved by Pakwheels through equity financing, the majority of noteholders have the option to convert any part of their outstanding loan balances into equity at a prevailing fair value at the time of conversion. The financial asset is classified as fair value through profit or loss.

The convertible loan notes mature on 3 October 2022.

5.2 Contingent consideration consists of:

- US$17,055,405 (AUD equivalent $24,747,391) (2021: US$27,892,386 (AUD equivalent $38,577,959)) payable to the previous vendor shareholders of Infocasas upon achieving the operational targets at the completion of financial year ending 31 December 2021 and financial year ending 31 December 2022; and
- US$ NIL (AUD equivalent $NIL) (2021: US$300,000 (AUD equivalent $414,930)) payable to the founder of Moteur if he remains employed and achieving the operational targets at the completion of financial year ending 31 December 2021.
- US$9,845,849 (AUD equivalents $14,286,326) (2021: US$11,132,734 (AUD equivalent $15,397,684)) payable to the founders of Encuentra24 upon achieving the operational targets at the completion of financial year ending 31 December 2022.

5.3 Non-current borrowings of $280,352 (2021: $46,057) consist of:

- a loan of USD128,285 (2021: USD128,285) and a CHF denominated loan of CHF62,025 (2021: CHF62,025) which are non-interest bearing and is contingent upon the sale of Encuentra24; and
- a loan of USD NIL (2021: USD 95,350) awarded by the ANII (National Research and Innovation Agency), a federal agency in Uruguay, to Infocasas in 2015. Interest on the loan is charged by LIBOR +4% compounding at daily rest basis. Payments are due on a six monthly basis and the loan will mature in April 2023.

6. Intangible assets

Intangible assets are allocated to the cash generating units for which they relate, as follows:

	30 Jun 2022 $	31 Dec 2021 $
Autodeal	1,080,198	1,218,496
Avito	4,562,195	5,260,884
CarsDB	1,462	1,455
Encuentra24	568,823	2,650,904
Fincaraiz	4,486,525	4,136,361
Hoppler	670,407	837,846
iMyanmarhouse	258,131	250,686
Infocasas	1,861,725	1,844,836
LankaPropertyWeb	94,496	159,529
Moteur	257,554	272,406
PropertyPro	37,334	1,274,500
Tayara	1,261,738	36,230
Yapo	4,808,751	4,340,018
Total Intangible Assets	**19,949,339**	**22,284,151**

7. Goodwill

	Half year ended 30 Jun 2022 $	Year ended 31 Dec 2021 $
Opening balance	94,085,151	64,779,025
Additions from business combinations acquired during the year	–	23,657,584
Impairment	(1,403,797)	(459,218)
Net effect of loss and subsequent gain on control of iMyanmarhouse	–	(328,225)
Exchange difference	4,591,567	6,435,985
Balance at period end	97,272,921	94,085,151

Goodwill relates to cash generating units as follows:

	30 Jun 2022 $	31 Dec 2021 $
Autodeal	2,484,614	2,368,346
Avito	12,182,518	11,612,434
CarsDB	1,589,128	2,878,912
Encuentra24	5,770,821	5,500,774
Fincaraiz	29,056,751	27,697,031
Hoppler	893,822	851,994
iMyanmarhouse	1,831,636	1,745,925
Infocasas	11,602,162	11,059,236
LankaPropertyWeb	393,347	374,940
Meqasa	1,598,415	1,523,617
Moteur	3,448,007	3,286,655
PropertyPro	956,522	911,761
Tayara	1,858,020	1,771,074
Yapo	23,607,158	22,502,452
Total Goodwill	**97,272,921**	**94,085,151**

The recoverable amounts of each cash generating unit (CGU) is determined based on fair value less cost of disposal calculations, derived from management's measured and reasonable expectation of selling price achievable in the open market at a revenue multiple appropriate for the market the CGU operates. Management reviews the carrying amounts of CGUs, which include carrying amounts of goodwill and intangible assets, for indicators of impairment on an annual basis, or more frequently when there is any indication that the CGUs may be impaired.

The overall global impact of COVID-19 pandemic has slowed down activities around the world as well as introducing ongoing economic uncertainty.

Since the low of the pandemic in March 2020, traffic and revenues have returned for most CGUs, many now to pre-COVID-19 levels.

Despite the positive signs of FDV's investments recovery from the initial COVID19 impact, should restrictions be reimposed in individual countries in future periods, those relevant investments will be exposed to a potential decline in revenue which will impact the recoverable amount as calculated by management's impairment models.

Key assumptions used in fair value less cost of disposal calculations and sensitivity to changes in assumptions

The calculations of the carrying amounts for CarsDB was most sensitive to the following assumptions:

- Growth rates used to extrapolate cash flows beyond the forecast period.

Growth rate estimates – Revenue growth rates beyond FY22 are based on Management's best estimate, historic results and external data in the industry. Management recognises that the speed of technological change and the possibility of changes in local market share may have a significant impact on growth rate assumptions. The effect is not expected to have an adverse impact on the forecasts but could yield a reasonably possible alternative to the estimated annual growth rate of the below identified CGUs.

CarsDB CGU

The recoverable amount of CarsDB CGU of US$1.7m as at 30 June 2022 has been determined based on a fair value less cost to sell cash flow model using cash flow projections from HY22 financial projections, approved by the Directors covering a five-year period. The projected cash flows have been updated to reflect the effects of military coup currently affecting Myanmar.

The recoverable amount of the CGU fell short of the carrying amount of the entity non-current assets by AUD$1.4m. As a result of this analysis, management has recognised an impairment charge in the current year of this amount.

The pre-tax discount rate applied to cash flow projections is 34% (2021: 32%). Revenue is for the 12 months ended 30 June 2023 is expected to increase by 110% over the 12 months to 30 June 2022 result, as the impact of the current military coup lessens. Cash flows beyond 2022 for the four-year period are then extrapolated using an average 55% (2021: 90%) growth rate with revenue forecast to return to pre-Covid and military coup levels by 2025. Any reduction in this annual growth rate for CarsDB would result in additional impairment.

8. Investments in associates

	Half year ended 30 Jun 2022 $	Year ended 31 Dec 2021 $
Opening balance	8,798,400	5,714,314
Additions	–	1,330,734
Step acquisition	–	(950,709)
Share of total comprehensive (loss)/gain	(415)	2,326,606
Exchange differences	392,966	377,455
Balance at period end	9,190,951	8,798,400

Details of the associated companies during the half year are as follows.

Name of Operating Company	Principal activities	Country of business/ incorporation	Equity holding As at 30 Jun 2022	Equity holding As at 31 Dec 2021	Accounting method at 30 Jun 2022
Kupatana Holding AB (PUBL) ("Kupatana")	Online classified advertising, event management, and investment holding	Sweden	26.67%	26.67%	
Kupatana Ltd	Online classified advertising and event management	Tanzania	26.67%	26.67%	Equity Accounted
Kupatana Ltd	Online classified advertising and event management	Uganda	26.67%	26.67%	
Buyandsell Tanzania AB	Online classified advertising and event management	Sweden	26.67%	26.67%	
Pakwheels Pte Ltd ("Pakwheels")	Investment holding	Singapore	36.84%	36.84%	Equity Accounted
Pakwheels (Private) Ltd	Online classified advertising and event management (PakWheels.com)	Pakistan	36.84%	36.84%	
Zameen Ltd ("Zameen")	Investment holding	United Kingdom	29.76%	29.76%	
Zameen Media Pvt Ltd	Online classified advertising and event management (Zameen.com)	Pakistan	29.76%	29.76%	Equity Accounted

i. A summary of the Group's investment in associated companies is as follows:

Half Year ended 30 June 2022

	Cost of investment					Share of total comprehensive income					
Operating company	1 Jan 22 $	Addition $	Step Acquisition $	Exchange difference $	30 Jun 22 $	1 Jan 22 $	Addition $	Step Acquisition $	Exchange difference $	30 Jun 22 $	Carrying amount 30 Jun 22 $
Zameen	14,107,340	–	–	692,569	14,799,909	(7,047,800)	(39,447)	–	(386,205)	(7,473,452)	7,326,457
Pakwheels	4,840,850	–	–	237,649	5,078,499	(3,101,990)	39,032	–	(151,047)	(3,214,005)	1,864,494
Kupatana	1,153,009	–	–	–	1,153,009	(1,153,009)	–	–	–	(1,153,009)	–
	20,101,199	–	–	930,218	21,031,417	(11,302,799)	(415)	–	(537,252)	(11,840,466)	9,190,951

Year ended 31 December 2021

	Cost of investment					Share of total comprehensive income					
Operating company	1 Jan 21 $	Addition $	Step Acquisition $	Exchange difference $	31 Dec 21 $	1 Jan 21 $	Addition $	Step Acquisition $	Exchange difference $	31 Dec 21 $	Carrying amount 31 Dec 21 $
Zameen	12,091,696	1,330,734	–	684,910	14,107,340	(8,930,003)	2,269,106	–	(386,903)	(7,047,800)	7,059,540
Pakwheels	4,609,850	–	–	231,000	4,840,850	(3,007,938)	57,500	–	(151,551)	(3,101,990)	1,738,860
Kupatana	1,153,009	–	–	–	1,153,009	(1,153,009)	–	–	–	(1,153,009)	–
Moteur	1,356,613	–	(1,356,613)	–	–	(405,904)	–	405,904	–	–	–
	19,211,168	1,330,734	(1,356,613)	915,910	20,101,199	(13,496,854)	2,326,606	405,904	(538,454)	(11,302,799)	8,798,400

ii. The movement of share of total comprehensive income is as follows:

Half Year ended 30 June 2022

	Share of associates profit or loss					Share of other comprehensive income					Share of total comprehensive income
Operating company	1 Jan 22 $	Addition $	Unrealised foreign exchange gain/(loss) $	Step Acquisition $	30 Jun 22 $	1 Jan 22 $	Addition $	Step Acquisition $	Exchange difference $	30 Jun 22 $	30 Jun 22 $
Zameen	(9,626,322)	600,481	(1,627,141)	–	(10,652,982)	2,578,521	987,212	–	(386,205)	3,179,528	(7,473,454)
Pakwheels	(4,264,259)	(34,788)	(326,194)	–	(4,625,241)	1,162,270	400,014	–	(151,046)	1,411,238	(3,214,003)
Kupatana	(1,173,106)	–	–	–	(1,173,106)	20,097	–	–	–	20,097	(1,153,009)
	(15,063,687)	565,693	(1,953,335)	–	(16,451,329)	3,760,888	1,387,226	–	(537,251)	4,610,863	(11,840,466)

Half Year ended 30 June 2021

	Share of associates profit or loss					Share of other comprehensive income					Share of total comprehensive income
Operating company	1 Jan 21 $	Addition $	Unrealised foreign exchange gain/(loss) $	Step Acquisition $	30 Jun 21 $	1 Jan 21 $	Addition $	Step Acquisition $	Exchange difference $	30 Jun 21 $	30 Jun 21 $
Zameen	(11,436,665)	447,725	(244,482)	–	(11,233,422)	2,506,662	342,608	–	9,066	2,858,336	(8,375,086)
Propzy	89,671	–	–	–	89,671	(89,671)	–	–	–	(89,671)	–
Pakwheels	(4,038,255)	(13,320)	43,519	–	(4,008,056)	1,030,317	(45,833)	–	(1,396)	983,088	(3,024,968)
Kupatana	(1,173,106)	–	–	–	(1,173,106)	20,097	–	–	–	20,097	(1,153,009)
Moteur	(448,665)	–	–	448,665	–	42,761	–	(42,761)	–	–	–
	(17,007,020)	434,405	(200,963)	448,665	(16,324,913)	3,510,166	296,775	(42,761)	7,670	3,771,850	(12,553,063)

iii. The tables below provide the summarised financial position of associates that are material to the group. The information disclosed reflects the amounts presented in the financial statements of the relevant associates and not the Company's share of those amounts. They have been amended to reflect adjustments made by the entity when using the equity method, including fair value adjustments (such as amortisation charges of intangible assets identified at investment) and modifications for differences in accounting policy.

The summarised financial position of the associated companies at the period end, are as follows:

30 Jun 2022

	Assets					Liabilities						
	Current assets			Non-current assets		Current liabilities			Non-current liabilities			
Operating Company	Cash and cash equivalents $	Other current assets $	Total current assets $	Non-current assets $	Intangible assets on investment $	Financial liabilities $	Other current liabilities $	Total current liabilities $	Financial liabilities $	Other non-current liabilities $	Total non-current liabilities $	Net assets $
Zameen	21,212,532	15,123,225	36,335,757	12,730,206	–	10,857,544	7,648,300	18,505,844	3,836,983	–	3,836,983	26,723,136
Pakwheels	62,970	595,830	658,800	126,344	–	4,009,800	91,166	4,100,966	–	–	–	(3,315,822)
	21,275,502	15,719,055	36,994,557	12,856,550	–	14,867,344	7,739,466	22,606,810	3,836,983	–	3,836,983	23,407,314

31 Dec 2021

	Assets					Liabilities						
	Current assets			Non-current assets		Current liabilities			Non-current liabilities			
Operating Company	Cash and cash equivalents $	Other current assets $	Total current assets $	Non-current assets $	Intangible assets on investment $	Financial liabilities $	Other current liabilities $	Total current liabilities $	Financial liabilities $	Other non-current liabilities $	Total non-current liabilities $	Net assets $
Zameen	16,483,318	17,422,929	33,906,247	6,002,960	–	9,279,789	4,374,798	13,654,587	526,845	–	526,845	25,727,775
Pakwheels	59,624	564,035	623,659	103,564	–	3,987,044	5,026	3,992,070	–	–	–	(3,264,847)
	16,542,942	17,986,964	34,529,906	6,106,524	–	13,266,833	4,379,824	17,646,657	526,845	–	526,845	22,462,928

The summarised financial performance of associated companies for the financial year, are as follows:

	Half Year ended 30 June 2022					Half Year ended 30 June 2021				
Operating company	Net profit/ (loss) before unrealised foreign exchange gain/(loss) $	Unrealised foreign exchange gain/(loss) $	Other comprehensive income $	Amortisation of intangible assets $	Total comprehensive income $	Net profit/ (loss) before unrealised foreign exchange gain/(loss) $	Unrealised foreign exchange gain/(loss) $	Other comprehensive income $	Amortisation of intangible assets $	Total comprehensive income $
Zameen	2,017,898	(5,467,956)	3,317,496	–	(132,562)	1,524,429	(821,573)	1,151,321	(19,866)	1,834,311
Pakwheels	(94,426)	(885,386)	1,085,756	–	105,944	(37,653)	118,123	(124,404)	1,500	(42,434)
	1,923,472	(6,353,342)	4,403,252	–	(26,618)	1,486,776	(703,450)	1,026,917	(18,366)	1,791,877

Total revenue generated by operating entities in the period during which they were accounted by the Group as associate companies, using the equity accounting method, is $45,831,594 (2021: $28,661,165) as follows:

Operating Company	Half Year 30 June 2022 $	Half Year 30 June 2021 $
Zameen	44,264,484	27,442,056
Pakwheels	1,567,110	1,219,109
	45,831,594	28,661,165

9. Share capital

	30 June 2022 Shares	31 Dec 2021 Shares	30 June 2022 $	31 Dec 2021 $
Fully paid ordinary shares				
Opening balance	366,336,307	342,868,343	218,918,649	184,809,420
Issued for cash	12,629,186	23,333,334	18,943,000	35,000,000
Issued for business combinations	–	–	–	–
Issued to employees and directors	318,255	134,630	456,098	167,396
	379,283,748	366,336,307	238,317,747	219,976,816
Less: Transaction costs	–	–	(2,157,859)	(1,058,167)
Balance at period end	379,283,748	366,336,307	236,159,888	218,918,649

Fully paid ordinary shares carry one vote per share and carry a right to dividends as and when declared by the Company.

During the half year ended 30 June 2022, 65,702 ordinary shares were issued to employee as share based payments with value of $81,360.

A further 40,323 (2021:52,433) ordinary shares were issued to Directors as share based payments with a value of $60,000 (2021: $60,000).

In the same period, 12,629,186 ordinary shares with value of $18,943,000 were issued for cash through Share Purchase Plan.

10. Convertible loan notes

As at 30 June 2022, there were convertible loan notes held in the following operating entities.

Operating company	Conversion prior to Maturity Date	Consideration US$	Interest rate per annum	Balance for conversion at period end US$	Current shareholding %	Maximum Group equity holding % after conversion
Pakwheels	3 October 2022	600,000	10%	835,123	36.84%	Variable*

* Note 5.1 – Other financial asset.

11. Notes to the condensed consolidated statement of cash flows

	Half year ended	
	30 Jun 2022 $	30 Jun 2021 $
Cash flows from operating activities		
Net loss before tax	(9,956,446)	(7,316,796)
Adjustments for:		
Amortisation of intangible assets	5,953,488	5,216,370
Depreciation	392,936	370,604
Gain/(loss) on disposal of property, plant and equipment	26,517	(26,310)
Disposal of Right-of-use assets	(31,174)	10,931
Net foreign exchange difference	(406,788)	(1,973,083)
Share of net profit/(loss) from associates	1,387,642	(233,441)
Interest income	(76,887)	(44,578)
Interest expense	72,747	47,242
Non-cash employee benefits expense – share based payments	521,562	187,034
Impairment of goodwill	1,403,797	459,218
Net effect of loss and subsequent gain on control of iMyanmarhouse	–	542,800
Fair value from contingent consideration	(1,240,064)	–
Gains on disposal of an associate	–	(1,066,718)
	(1,952,670)	(3,826,727)
Change in operating assets and liabilities:		
Trade and other receivables	(1,044,653)	2,685,122
Trade and other payables	324,516	(3,736,918)
Cash used in operations	(2,672,807)	(4,878,523)
Interest paid	(72,747)	(47,242)
Interest received	35,194	5,134
Net cash used in operating activities	**(2,710,360)**	**(4,920,631)**

12. Contingencies

Various claims arise in the ordinary course of business against Frontier Digital Ventures Limited and its subsidiaries. The amount of the liability (if any) at 30 June 2022 cannot be ascertained and the Directors believe that any resulting liability would not materially affect the financial position of the Group.

13. Subsequent events

COVID-19

The Group will continue to assess and monitor the COVID-19 situation closely as well as the measures imposed by the Governments of the respective countries where the Group operates. Although the duration and ultimate impact COVID-19 will have on world economies remains unknown, the Group and its operating businesses are well capitalised and are in a strong position to navigate the uncertainty COVID-19 has presented to businesses worldwide.

Other subsequent events

On 22 July 2022, The Group disposed of its equity interest in Kupatana of 26.67% for cash consideration of US$85,751 (AUD equivalent $122,759).

There have been no other transactions or events of a material and unusual nature between the end of the reporting period and the date of this report that will, in the opinion of the Directors of the Company, significantly affect the operations of the consolidated entity, the results of those operations, or state of affairs of the consolidated entity in future years.

Deloitte.

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Independent Auditor's Review Report to the Members of Frontier Digital Ventures Limited

Conclusion

We have reviewed the half-year financial report of Frontier Digital Ventures Limited (the "Company") and its subsidiaries (the "Group"), which comprises the condensed consolidated statement of financial position as at 30 June 2022, and the condensed consolidated statement of comprehensive income, the condensed consolidated statement of cash flows and the condensed consolidated statement of changes in equity for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration as set out on pages 5 to 24.

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 the Group 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 2022 and of 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.*

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 Half-year Financial Report* section of our report. We are independent of the Group in accordance with 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.

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

Emphasis of Matter – Material Uncertainty Related to Going Concern

We draw attention to note 1 in the half-year financial report, where it is described that there are events or conditions which indicate that a material uncertainty exists that may cast significant doubt on the Group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Deloitte.

Directors' Responsibilities 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 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 30 June 2022 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.

Deloitte Touche Tohmatsu
DELOITTE TOUCHE TOHMATSU

Anneke du Toit
Partner
Chartered Accountants
Melbourne, 24 August 2022

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Company Secretary

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Mark Licciardo
Email: m.licciardo@acclime.com

The Board

Anthony Klok – Independent Director, non-executive Chairman
Shaun Antony Di Gregorio – Non-independent executive Director and Chief Executive Officer
Mark Licciardo – Independent, non-executive Director and Company Secretary
Frances Po – Independent, non-executive Director

Chief Executive Officer

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Chief Financial Officer

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