

CYCLIQ GROUP LIMITED

ABN 47 119 749 647

Appendix 4D

Half-Year Report Period

Results

Reporting Periods

- Current period: Six-month period ended 31 December 2024
- Previous corresponding period: Six-month period ended 31 December 2023

		Percentage Change		31 December 2024 \$'000s	31 December 2023 \$'000s
Revenue	Up	18%	to	2,967	2,524
Other Income	Up	13%	to	277	246
Profit/(Loss) before tax	Up	8%	to	(211)	(230)
Profit/(Loss) after tax	Up	8%	to	(211)	(230)
EBITDA	Down	121%	to	(135)	(61)

Dividends

Current period:

- Interim Dividend Nil Nil
- Date the Dividend is Payable: N/A N/A
- Record Date for determining entitlements to the Dividend: N/A N/A

Previous corresponding period:

- Interim Dividend Nil N/A

Net Tangible Assets (NTA) per Security Dividends

	31 December 2024 ¢	30 June 2024 ¢
NTA backing per ordinary share	0.0041	0.0047

Commentary on Results

During the period ending 31 December 2024, Cycliq made substantial progress in both its operational and strategic initiatives. The Company targeted and achieved a higher average transaction value which led to a strong increase in revenue - \$2.9 million compared to \$2.5 million in the previous year. This growth bears out the Cycliq Group strong focus on product quality, customer support and continued revision of marketing initiatives.

Refer to Directors Report within Interim Financial Report for further commentary.



ANDREW CHAPMAN

Non-Executive Interim Chairman

Dated this Wednesday, 12 February 2025

Cycliq Group Limited

ABN 47 119 749 647

INTERIM FINANCIAL REPORT
for the half-year ended 31 December 2024

Corporate directory**Current Directors**

Andrew Chapman	<i>Non-Executive Interim Chairman</i>
David Wheeler	<i>Non-Executive Director</i>
Gareth Jakeman	<i>Non-Executive Director</i>
Andrew Cotterill	<i>Non-Executive Director</i>

Company Secretary

Tim Slate	<i>Joint Company Secretary</i>
Carla Healy	<i>Joint Company Secretary</i>

Registered Office

Address:	Level 3, 101 St Georges Terrace Perth, WA 6000
Telephone:	+61 (8) 6558 0886
Facsimile:	+61 (8) 6316 3337
Email:	info@cycliq.com
Website:	www.cycliq.com

Securities Exchange

Australian Securities Exchange
ASX Code: CYQ.AX

Share Registry

Automic	
Address:	Level 5, 126 Phillip Street Sydney, NSW 6000
Website:	www.automicgroup.com.au

Principal place of business

Address:	Unit 14, 513 Hay Street, Subiaco, WA, 6008
Email:	info@cycliq.com
Website:	www.cycliq.com

Auditors

Hall Chadwick WA Audit Pty Ltd

Address: 283 Rokeby Road
Subiaco WA 6008

Telephone: +61 (8) 9426 0666

Website: www.hallchadwickwa.com.au

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Directors' report

Your directors present their report on the consolidated entity, consisting of Cycliq Group Limited (**Cycliq** or **the Company**) and its controlled entities (collectively **the Group**), for the half-year ended 31 December 2024.

1. Directors

The names of Directors in office at any time during or since the end of the half-year are:

- Andrew Chapman Non-Executive Interim Chairman
- David Wheeler Non-Executive Director
- Gareth Jakeman Non-Executive Director (appointed 21 November 2024)
- Andrew Cotterill Non-Executive Director (appointed 21 November 2024)
- Chris Mews Non-Executive Director (resigned 21 November 2024)

Directors have been in office since the start of the half-year to the date of this report unless otherwise stated.

2. Operating and financial review

2.1. Operations Review

During the period ending 31 December 2024, Cycliq made substantial progress in both its operational and strategic initiatives. The Company targeted and achieved a higher average transaction value which led to a strong increase in revenue - \$2.9 million compared to \$2.5 million in the previous year. This growth bears out the Cycliq Group strong focus on product quality, customer support and continued revision of marketing initiatives.

A key highlight during the period was the successful modification of Cycliq's organic marketing strategy. By leveraging social media platforms more effectively, Cycliq produced several viral TikTok videos that collectively amassed over one million views within the month of August. This surge in digital engagement not only enhanced brand visibility but also contributed to increased sales and customer acquisition.

Another key focus of the quarter was the review of the company's eCommerce platform and supply chain arrangements, which we expect to update during 2025; and preliminary work on our new product design process with the view of expanding both the feature set of our products and vision applications.

On 22 August 2024, Cycliq announced a 10-year license agreement with NVISO Group Ltd (to be renamed BeEmotion.ai Ltd) to integrate AI technology into its range of Fly cameras and edge devices. The partnership aims to enhance cyclist safety through advanced computer vision and artificial intelligence. On 26 August 2024, Cycliq announced a \$352,000 capital raise at \$0.004 per share to fund the payments owed to BeEmotion.ai under the licence agreement. The shares were issued on 2 September 2024.

On 29 October 2024, the Company announced it had received a \$276,840 cash refund under the Federal Government's Research and Development Tax Incentive Scheme.

On 21 November 2024, the Company appointed Mr Andrew Cotterill and Mr Gareth Jakeman as Non-Executive Directors. Mr Cotterill is an experienced Executive and Director who specialises in building and scaling fast-growth organisations. Mr Jakeman is an experienced Director who specialises in strategy execution for tech enabled enterprises.

On the same date, the Company announced that Chris Mews had resigned from the position of Non-Executive Director to focus on this other business interests and directorships.

On 19 December 2024, the Company established an Advisory Board to ensure that Cycliq has access to contemporary knowledge and skill sets to complement our in-house capability. The first appointee to the Advisory Board was Professor Adam Osseiran, a former Board member of Brainchip Holdings Ltd and a thought leader in Edge AI via Neuromorphic computing chips.

2.2. Financial Review

a. Operating results

For the period ended 31 December 2024 the Group delivered a net loss of \$211,214 (31 December 2023: loss of \$230,695).

b. Financial position

The net assets of the Group have increased from net liabilities of \$11,980 at 30 June 2024 to net assets of \$214,225 at 31 December 2024.

3. Events Subsequent to Reporting Date

There are no events of a material nature or transaction that have arisen since year end and the date of this report that has significantly affected, or may significantly affect, the Group's operations, the results of those operations or its state of affairs.

Directors' report**4. Future Developments, Prospects and Business Strategies**

Disclosure of information regarding likely developments in operations of the Group in future financial years and the expected results of those operations is likely to result in unreasonable prejudice to the Group. Therefore this information has not been disclosed in the report.

5. Environmental Regulations

In the normal course of business, there are no environmental regulations or requirements that the Company is subject to.

The Directors have considered the enacted National Greenhouse and Energy Reporting Act 2007 (the NGER Act) which introduced a single national reporting framework for the reporting and dissemination of information about the greenhouse gas emissions, greenhouse gas projects, and energy use and production of corporations. At the current stage of development, the Directors have determined that the NGER Act has no effect on the Company for the current period. The Directors will reassess this position when the need arises.

6. Auditor's independence declaration

The lead auditor's independence declaration under section 307C of the *Corporations Act 2001* (Cth) for the half-year ended 31 December 2024 has been received and can be found on page 5 of the Interim Financial Report.

ANDREW CHAPMAN

Non-Executive Interim Chairman

Dated this Wednesday, 12 February 2025

To the Board of Directors,

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As lead audit Director for the review of the financial statements of Cycliq Group Limited and the entities it controlled for the half year ended 31 December 2024, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours Faithfully,

Hall Chadwick

HALL CHADWICK WA AUDIT PTY LTD

Mark Delaurentis

MARK DELAURENTIS CA
Director

Dated this 12th day of February 2025
Perth, Western Australia

Condensed consolidated statement of profit or loss and other comprehensive income

for half-year ended 31 December 2024

	Note	31 December 2024 \$	31 December 2023 \$
Continuing operations			
Revenue	2a	2,966,582	2,524,485
Costs of sales		(1,544,338)	(1,235,782)
Gross Profit		1,422,244	1,288,703
Other income	2b	276,840	246,597
Administrative expenses	3a	(355,611)	(264,962)
Advertising & Marketing expenses		(364,785)	(375,877)
Employee related costs	3b	(648,327)	(660,702)
Share based payments expense	4	(12,707)	(36,249)
Research and development expenses		(111,969)	(5,434)
Depreciation and amortisation		(73,507)	(165,711)
Other operating expenses	3c	(340,498)	(253,345)
Finance costs		(2,894)	(3,715)
Loss before tax		(211,214)	(230,695)
Income tax benefit / (expense)		-	-
Loss for the half-year		(211,214)	(230,695)
Loss after income tax for the half-year attributable to:			
▪ Non-controlling interest		47,415	5,222
▪ Members of the parent entity		(258,629)	(235,917)
		(211,214)	(230,695)
Other comprehensive (loss)/income, net of income tax			
▪ Exchange difference on translating foreign operations attributable to Parent		72,712	(5,587)
Other comprehensive (loss)/ income for the half-year, net of tax		72,712	(5,587)
Total comprehensive loss for the half year		(138,502)	(236,282)
Total Comprehensive income/(loss) for the half-year attributable to:			
▪ Non-controlling interest		47,415	5,222
▪ Members of the parent entity		(185,917)	(241,504)
		(138,502)	(236,282)
Earnings per share:		(cents)	(cents)
Basic and diluted loss per share (cents per share)	5	(0.0608)	(0.0665)

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

CYCLIQ GROUP LIMITED

AND CONTROLLED ENTITIES
ABN 47 119 749 647

CYCLIQ

INTERIM FINANCIAL REPORT

31 December 2024

Condensed consolidated statement of financial position

as at 31 December 2024

	Note	31 December 2024 \$	30 June 2024 \$
Current assets			
Cash and cash equivalents		1,123,643	619,500
Trade and other receivables	6	168,315	151,716
Inventories	7	289,607	309,289
Prepayments	8	289,751	405,761
Total current assets		1,871,316	1,486,266
Non-current assets			
Trade and other receivables	6	8,663	8,663
Plant and equipment	9	20,221	18,771
Intangible assets	10	319,460	80,787
Right-of-use Assets	11	-	7,208
Total non-current assets		348,344	115,429
Total assets/ (liabilities)		2,219,660	1,601,695
Current liabilities			
Trade and other payables	12	1,798,952	1,436,941
Provisions	14	206,483	130,505
Borrowings	13	-	38,965
Lease liabilities	15	-	7,264
Total current liabilities		2,005,435	1,613,675
Total liabilities		2,005,435	1,613,675
Net assets/ (liabilities)		214,225	(11,980)
Equity			
Issued capital	16	16,645,852	16,158,852
Reserves		4,232,706	4,282,287
Accumulated losses		(20,728,893)	(20,470,264)
Parent entity interest		149,665	(29,125)
Minority interest		64,560	17,145
Total equity		214,225	(11,980)

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

Condensed consolidated statement of changes in equity

for the half-year ended 31 December 2024

Note

	Issued Capital \$	Foreign Currency Translation Reserve \$	Share Based Payments Reserve \$	Warrants Reserve \$	Convertible Notes Reserve \$	Accumulated Losses \$	Minority Interest \$	Total \$
Balance at 1 July 2023	16,068,852	25,618	4,123,093	103,575	21,150	(19,550,066)	(23,333)	768,889
Loss for the half-year attributable owners of the parent	-	-	-	-	-	(235,917)	5,222	(230,695)
Other comprehensive income	-	(5,587)	-	-	-	-	-	(5,587)
Total comprehensive income for the half-year attributable owners of the parent	-	(5,587)	-	-	-	(235,917)	5,222	(236,282)
Transaction with owners, directly in equity:								
Conversion of performance shares	90,000	-	(90,000)	-	-	-	-	-
Issue of performance shares	-	-	36,249	-	-	-	-	36,249
Balance at 31 December 2023	16,158,852	20,031	4,069,342	103,575	21,150	(19,785,983)	(18,111)	568,856
Balance at 1 July 2024	16,158,852	21,768	4,135,794	103,575	21,150	(20,470,264)	17,145	(11,980)
Loss for the half-year attributable owners of the parent	-	-	-	-	-	(258,629)	47,415	(211,214)
Other comprehensive income	-	72,712	-	-	-	-	-	72,712
Total comprehensive income/(loss) for the half-year attributable owners of the parent	-	72,712	-	-	-	(258,629)	47,415	(138,502)
Transaction with owners, directly in equity:								
Conversion of performance shares	135,000	-	(135,000)	-	-	-	-	-
Issue of performance shares	-	-	12,707	-	-	-	-	12,707
Issue of shares	352,000	-	-	-	-	-	-	352,000
Balance at 31 December 2024	16,645,852	94,480	4,013,501	103,575	21,150	(20,728,893)	64,560	214,225

The condensed consolidated statement of changes in equity is to be read in conjunction with the accompanying notes

Condensed consolidated statement of cash flows

for the half-year ended 31 December 2024

Note	31 December 2024 \$	31 December 2023 \$
Cash flows from operating activities		
Receipts from customers	3,003,356	2,526,534
Other income received	276,840	246,597
Interest and borrowing costs paid	(2,758)	(3,715)
Payments to suppliers and employees	(2,635,113)	(2,775,291)
Net cash from/(used in) operating activities	642,325	(5,875)
Cash flows from investing activities		
Purchase of intangible assets (capitalised development costs)	(300,000)	(86,942)
Purchase of plant and equipment	(6,422)	-
Net cash used in investing activities	(306,422)	(86,942)
Cash flows from financing activities		
Proceeds from issue of shares	352,000	-
Repayment of borrowings	(38,964)	(42,028)
Net cash used in financing activities	313,036	(42,028)
Net increase/(decrease) in cash held	648,939	(134,845)
Foreign exchange effects on cash balances held	(144,796)	(32,556)
Cash and cash equivalents at the beginning of the half-year	619,500	1,111,184
Cash and cash equivalents at the end of the half-year	1,123,643	943,783

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

Notes to the condensed consolidated financial statements

for the half-year ended 31 December 2024

Note 1 Statement of material accounting policies

These are the consolidated financial statements and notes of Cycliq Group Limited (**Cycliq** or **the Company**) and controlled entities (collectively **the Group**). Cycliq is a company limited by shares, domiciled and incorporated in Australia.

The financial statements were authorised for issue on 12 February 2025 by the directors of the Company.

a. Basis of preparation

This interim financial report is intended to provide users with an update on the latest annual financial statements of Cycliq Group Limited and its controlled entities. As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in combination with the annual financial statements of the Group for the year ended 30 June 2024 together with any public announcements made during the half-year.

All amounts are presented in Australian Dollars unless otherwise noted. For the purposes of preparing the report, the half year has been treated as a discrete reporting period.

i. Statement of compliance

The half-year financial report is a general-purpose financial report prepared in accordance with the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*. The half-year report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

ii. Going concern

The half year financial report has been prepared on a going concern basis which contemplates the continuity of normal business activity, and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The Group incurred a loss for the period of \$211,214 (31 December 2023: \$230,695 loss) and a net operating cash in-flow \$642,325 (31 December 2023: \$5,875 out-flow). At 31 December 2024 the Group held cash assets of \$1,123,643 with current assets of \$1,871,316 (30 June 2024 cash assets of \$619,500 with current assets of \$1,486,266). These factors indicate a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern. The directors have prepared a cashflow forecast which indicates that the group will have sufficient cashflows to meet all commitments and working capital requirements for the 12-month period from the date of signing this report.

The Directors are confident of the Group's ability to continue as a going concern for the following reasons:

- Management have prepared a cashflow forecast for the next 12 months that indicates the operating cash inflows will be sufficient to meet expenses and other financial obligations, including management's estimate of the Company's net exposure to joint venture liabilities;
- Management believe Cycliq's market opportunity is significant which the group is continuing to generate revenue;
- Management are confident of generating sufficient revenue from the sale of Fly 6 Pro, Fly12 Sport and the complementary purchase opportunities for customers; and
- The ability to raise capital or loans from shareholders or related parties.

Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate for this financial report.

Should the Group's cash flow deviate from the cash flow forecast, a material uncertainty will exist that cast significant doubt on the Group's ability to continue as a going concern and it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements.

The financial statements do not include any adjustment relating to the recoverability or classification of recorded asset amounts or to the amounts or classification of liabilities that might be necessary should the Group not be able to continue as a going concern.

iii. Accounting policies

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

Notes to the condensed consolidated financial statements

for the half-year ended 31 December 2024

Note 1 Statement of material accounting policies**b. Use of estimates and judgments**

The preparation of the interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these interim financial statements, significant judgements made by management in applying the Company's accounting policies and key sources of estimation uncertainty were the same as those that were applied to the consolidated financial statements as at and for the year ended 30 June 2024.

c. New and amended standards adopted by the Group

A number of new standards, amendments to standards and interpretations issued by AASB which are not yet mandatorily applicable to the Company have not been applied in preparing these financial statements. The Company does not plan to adopt these standards early.

i. Other standards not yet applicable

There are no other standards that are not yet effective and that would be expected to have a material impact on the entity in the current or future reporting periods and on foreseeable future transactions.

Note 2 Revenue and other income**a. Revenue**

Fly12 Sport sales

Fly 6 Pro sales

Fly6 Gen 3 sales

Other accessories sales

Other

b. Other income

Grant income

	31 December 2024 \$	31 December 2023 \$
	1,390,821	1,416,483
	867,910	-
	179,588	666,175
	446,895	346,136
	81,368	95,691
	2,966,582	2,524,485
	276,840	246,597
	276,840	246,597

Notes to the condensed consolidated financial statements
for the half-year ended 31 December 2024**Note 3 Expenses**

The following significant revenue and expense items are relevant in explaining the financial performance:

a. Administrative expenses:

- Consultants expenses
- Audit fee expenses
- Legal expenses
- ASX operating expenses
- Share registry expenses
- Other administrative expenses

b. Employee related expenses:

- Salaries and wages
- Annual Leave expenses
- Superannuation costs
- Sub-contractor costs
- Directors fees

c. Other operating costs

- Travel & Accommodation expenses
- Foreign currency gains and losses
- IT costs
- Insurance
- Rental expense
- Other operating expenses

31 December 2024	31 December 2023
\$	\$

142,281	134,015
18,270	25,343
125,085	41,692
13,095	9,482
9,719	7,817
47,161	46,613
355,611	264,962
266,157	268,904
10,538	3,410
30,487	38,640
270,345	253,748
70,800	96,000
648,327	660,702
2,680	23,514
199,607	7,712
31,999	25,863
39,915	50,434
25,090	13,570
41,207	132,252
340,498	253,345

Notes to the condensed consolidated financial statements

for the half-year ended 31 December 2024

Note 4 Share based payments**Performance shares**

10,000,000 Class A Performance Shares and 15,000,000 Class B Performance Shares were granted in September 2022 as follows:

Class A Performance Shares		
Grant Date	12 September 2022	
Vesting conditions	Vested and converted into fully paid ordinary shares	
	Anthony Giacoppo	Terrain Dynamics Pty Ltd
Number of Class A Performance Shares	5,000,000	5,000,000
Total Valuation	\$90,000	
Expense recorded to 31 December 2024	Nil	
Class B Performance Shares		
Grant Date	12 September 2022	
Vesting conditions	Vested and converted into fully paid ordinary shares	
	Anthony Giacoppo	Terrain Dynamics Pty Ltd
Number of Class B Performance Shares	5,000,000	10,000,000
Total Valuation	\$135,000	
Expense recorded to 31 December 2024	\$12,707	

These shares have been valued using the share price at the date of issue and taking into account the probability that the vesting conditions are met. The performance milestones relating to the Class A Performance Shares were achieved in August 2023. The performance milestones relating to the Class B Performance Shares were achieved in August 2024.

Notes to the condensed consolidated financial statements
for the half-year ended 31 December 2024**Note 5 Earnings per share (EPS)****a. Reconciliation of earnings to profit or loss**

Loss for the half-year attributable to members of the parent entity

Loss used in the calculation of basic and diluted EPS

31 December 2024 \$	31 December 2023 \$
(258,629)	(235,917)
(258,629)	(235,917)

b. Weighted average number of ordinary shares outstanding during the half-year used in calculation of basic EPS

31 December 2024 No.	31 December 2023 No.
425,057,942	355,003,298

c. Earnings per share

Basic and diluted EPS (cents per share)

31 December 2024 ¢	31 December 2023 ¢
(0.0608)	(0.0665)

d. At the end of the half-year ended 31 December 2024 the Group had 2,626,395 unissued shares under option (Dec 2023: 2,626,395) and 7,142,857 unissued shares under warrant (Dec 2023: 7,142,857).

Note 6 Trade and other receivables**Current**

Trade debtors

Less: provision for Doubtful debts

Other receivables

Goods and Services Tax receivable

31 December 2024 \$	30 June 2024 \$
52,348	74,018
(3)	(3)
56,214	71,318
59,756	6,383
168,315	151,716
8,663	8,663

Non-current

Other receivables

CYCLIQ GROUP LIMITED

AND CONTROLLED ENTITIES
ABN 47 119 749 647

CYCLIQ
INTERIM FINANCIAL REPORT

31 December 2024

Notes to the condensed consolidated financial statements

for the half-year ended 31 December 2024

Note 7 Inventories

Finished goods

31 December 2024 \$	30 June 2024 \$
289,607	309,289
289,607	309,289

Note 8 Prepayments**Current**

Manufacturing prepayments
Other prepayments

31 December 2024 \$	30 June 2024 \$
222,589	330,006
67,162	75,755
289,751	405,761

Note 9 Property, plant, and equipment

Computer equipment at cost
Accumulated depreciation

Office furniture and equipment at cost
Accumulated depreciation

Total property, plant, and equipment

31 December 2024 \$	30 June 2024 \$
85,431	79,009
(69,851)	(65,471)
15,580	13,538
35,044	35,044
(30,403)	(29,811)
4,641	5,233
20,221	18,771

Notes to the condensed consolidated financial statements

for the half-year ended 31 December 2024

Note 10 Intangible assets**Non-current**

Product development costs

License Agreement (see note below)

Accumulated amortisation

Total Intangible assets

31 December 2024 \$	30 June 2024 \$
1,479,909	1,577,568
300,000	-
(1,460,449)	(1,496,781)
319,460	80,787

Movement for the period

Opening Balance

Additions (see note below)

Amortisation

Impairment write-down

Foreign exchange movement

Closing balance

80,787	232,868
300,000	77,605
(61,327)	(213,821)
-	(16,738)
-	873
319,460	80,787

License Agreement

In August 2024, the Company announced that it had signed a 10-year licence agreement with NVISO Group Ltd (to be renamed BeEmotion) to integrate AI technology into its range of Fly cameras and edge devices. BeEmotion is an expert in the human behavioural AI on the extreme edge and has developed cutting-edge object detection and visual recognition technologies.

The licence agreement terms are for an initial payment of \$300,000 for the consideration of the licence fee, a 12-month commitment for research and development of \$300,000 and a quarterly royalty of 7.5% of net receipts obtained due to the development of any of the IP.

Cycliq's partnership with BeEmotion provides an accelerated plan to execute on device edge-computation, object detection, and real-time interpretation of road threats. Cycliq is planning to deploy the BeEmotion technology in a range of new and existing software and hardware products.

Note 11 Right-of-use Assets**Carrying value**

Cost

Accumulated depreciation

Carrying value

31 December 2024 \$	30 June 2024 \$
<i>Premises</i>	<i>Premises</i>
71,526	71,526
(71,526)	(64,318)
-	7,208

Reconciliation

Opening balance

Additions

Depreciation expense

Closing balance

7,208	5,337
-	28,832
(7,208)	(26,961)
-	7,208

CYCLIQ GROUP LIMITED

AND CONTROLLED ENTITIES
ABN 47 119 749 647

CYCLIQ
INTERIM FINANCIAL REPORT

31 December 2024

Notes to the condensed consolidated financial statements

for the half-year ended 31 December 2024

Note 12 Trade and other payables**Current***Unsecured*

Trade payables

Accrued expenses

Other payables

31 December 2024 \$	30 June 2024 \$
366,537	133,210
1,280,906	1,211,614
151,509	92,117
1,798,952	1,436,941

Note 13 Borrowings**Current**

Insurance premium funding

31 December 2024 \$	30 June 2024 \$
-	38,965
-	38,965

Note 14 Provisions**Current**

Provision for current employee benefits

Provision for warranty claims

31 December 2024 \$	30 June 2024 \$
73,356	62,818
133,127	67,687
206,483	130,505

Notes to the condensed consolidated financial statements

for the half-year ended 31 December 2024

Note 15 Lease liabilities**Carrying value**

Current liabilities

Non-current liabilities

31 December 2024 \$	30 June 2024 \$
-	7,264
-	-
-	7,264

Reconciliation

Opening balance

Additions

Interest

Principal repayments

Closing balance

7,264	5,531
-	28,832
136	790
(7,400)	(27,889)
-	7,264

Note 16 Issued capital

Fully paid ordinary shares at no par value

a. Ordinary shares

At the beginning of the period

Shares issued during the period:

- Capital raise

- Conversion of performance shares

At reporting date

31 Dec 24 No.	30 Jun 24 No.	31 Dec 24 \$	30 Jun 24 \$
460,516,658	357,516,658	16,645,852	16,158,852
357,516,658	347,516,658	16,158,852	16,068,852
88,000,000	-	352,000	-
15,000,000	10,000,000	135,000	90,000
460,516,658	357,516,658	16,645,852	16,158,852

b. Options

c. At the end of the half-year ended 31 December 2024 the Group had 2,626,395 unissued shares under option (Dec 2023: 233,792,586) and 7,142,857 unissued shares under warrant (Dec 2023: 7,142,857).

**Notes to the condensed consolidated financial statements
for the half-year ended 31 December 2024****Note 17 Operating Segments****a. Segment Performance****Half-Year ended 31 December 2024**

Revenue

▫ Revenue

Total segment revenue

Total group revenue

Segment net profit from continuing
operations before tax*Reconciliation of segment loss to group
loss*(i) Amounts not included in segment
results but reviewed by Board:

▫ Other income

▫ Administrative expenses

▫ Advertising & Marketing
expenses

▫ Employee related expenses

▫ Research and development
expenses

▫ Depreciation and amortisation

▫ Other operating expenses

(ii) Unallocated items

▫ Share-based payments

▫ Interest and finance costs

Loss before income tax

USA \$	Australia \$	UK \$	Other \$	Total \$
1,059,523	450,420	721,365	735,274	2,966,582
1,059,523	450,420	721,365	735,274	2,966,582
				2,966,582
507,959	215,941	345,838	352,506	1,422,244
				276,840
				(355,611)
				(364,785)
				(648,327)
				(111,969)
				(73,507)
				(340,498)
				(12,707)
				(2,894)
				(211,214)

Notes to the condensed consolidated financial statements

for the half-year ended 31 December 2024

Note 17 Operating segments (cont.)**Half-Year ended 31 December 2023**

	USA \$	Australia \$	UK \$	Other \$	Total \$
Revenue					
▪ Revenue	826,508	341,324	573,767	782,885	2,524,484
Total segment revenue	826,508	341,324	573,767	782,885	2,524,484
Total group revenue					2,524,484
Segment net profit from continuing operations before tax	421,917	174,240	292,898	399,648	1,288,703
<i>Reconciliation of segment loss to group loss</i>					
(i) Amounts not included in segment results but reviewed by Board:					
▪ Other income					246,597
▪ Administrative expenses					(264,962)
▪ Advertising & Marketing expenses					(375,877)
▪ Employee related expenses					(660,702)
▪ Research and development expenses					(5,434)
▪ Depreciation and amortisation					(165,711)
▪ Other operating expenses					(253,345)
(ii) Unallocated items					
▪ Share-based payments					(36,249)
▪ Interest and finance costs					(3,715)
Loss before income tax					(230,695)

Notes to the condensed consolidated financial statements

for the half-year ended 31 December 2024

Note 17 Operating segments (cont.)**b. Segment Assets and Liabilities**

As at 31 December 2024	USA \$	Australia \$	UK \$	Other \$	Total \$
Segment Assets	18,696	7,948	12,729	12,975	52,348
<i>Reconciliation of segment to group assets</i>					
▪ Unallocated assets					2,167,312
Total assets					2,219,660
Segment Liabilities	-	-	-	-	-
<i>Reconciliation of segment to group liabilities</i>					
▪ Unallocated liabilities					2,005,435
Total liabilities					2,005,435

As at 30 June 2024	USA \$	Australia \$	UK \$	Other \$	Total \$
Segment Assets	28,516	14,678	14,625	16,199	74,018
<i>Reconciliation of segment to group assets</i>					
▪ Unallocated assets					1,527,677
Total assets					1,601,695
Segment Liabilities	-	-	-	-	-
<i>Reconciliation of segment to group liabilities</i>					
▪ Unallocated liabilities					1,613,675
Total liabilities					1,613,675

Note 18 Commitments

As disclosed in Note 10, the Company has signed a 10-year licence agreement with NVISO Group Ltd to integrate AI technology into its range of Fly cameras and edge devices. The licence agreement terms are for an initial payment of \$300,000 for the consideration of the licence fee, a 12-month commitment for research and development of \$300,000 and a quarterly royalty of 7.5% of net receipts obtained due to the development of any of the IP.

Note 19 Contingent liabilities

As previously disclosed, the Company remains in dispute with its joint venture partner in Hong Kong and continues to seek a final resolution or settlement of that dispute. Management considers the joint venture liabilities have been adequately provided for within the financial statements. In the event a resolution or settlement is not achieved, and legal or other proceedings against the Company are pursued, this may impact the Company's cash flow.

Note 20 Financial Instruments

The Group's cash, receivables, and payables are carried at the carrying value which is considered to be the same as their fair values at report date.

Note 21 Events subsequent to reporting date

There are no events of a material nature or transaction that have arisen since year end and the date of this report that has significantly affected, or may significantly affect, the Group's operations, the results of those operations or its state of affairs.

Directors' declaration

The Directors of the Company declare that:

1. The condensed financial statements and notes, as set out on pages 6 to 21, are in accordance with the *Corporations Act 2001* and:
 - (a) comply with Accounting Standard AASB 134: *Interim Financial Reporting*; and
 - (b) give a true and fair view of the financial position as at 31 December 2024 and of the performance for the half-year ended on that date of the Company.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the *Corporations Act 2001* and is signed for and on behalf of the directors by:

ANDREW CHAPMAN

Non-Executive Interim Chairman

Dated this Wednesday, 12 February 2025

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF CYCLIQ GROUP LIMITED

Conclusion

We have reviewed the accompanying half-year financial report of Cycliq Group Limited ("the Company") and Controlled Entities ("the Consolidated Entity") which comprises the condensed consolidated statement of financial position as at 31 December 2024, the condensed consolidated statement of profit or loss and other 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 material accounting policies and other selected explanatory notes, 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 half-year financial report of Cycliq Group Limited and Controlled Entities does not comply with the *Corporations Act 2001* including:

- a. Giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2024 and of its performance for the half-year ended on that date; and
- b. Complying with Accounting Standard AASB 134: *Interim Financial Reporting* and *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* 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.

Material Uncertainty Related to Going Concern

We draw attention to Note 1(a)(ii) in the financial report, which indicates that the Consolidated Entity incurred a net loss of \$211,214 during the half year ended 31 December 2024. As stated in Note 1(a)(ii), these events or conditions, along with other matters as set forth in Note 1(a)(ii), indicate that a material uncertainty exists that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Responsibility of the Directors for the Financial Report

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

Auditor's Responsibility for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2024 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.



HALL CHADWICK WA AUDIT PTY LTD



MARK DELAURENTIS CA
Director

Dated this 12th day of February 2025
Perth, Western Australia