

**AnaeCo Limited**  
**Financial report for the**  
**half year ended 31 December 2023**

# AnaeCo Limited Corporate Directory

**ABN** 36 087 244 228

## **Directors**

Mr Martin Casey

Mr Craig Smith

Mr Peter Landos

## **Company Secretary**

Craig Smith

## **Registered office and principal place of business**

Level 45, 55 Collins Street

Melbourne VIC 3000

## **Share Register**

Computershare Investor Services Pty Limited

Level 11

172 St Georges Terrace

Perth WA 6000

## **Auditors**

Ernst & Young

8 Exhibition Street

Melbourne VIC 3000

# AnaeCo Limited

## Directors' Report

The directors submit their report on AnaeCo Limited ("the Company" or "AnaeCo") for the half year ended 31 December 2023.

### DIRECTORS

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

Current Directors	Appointed	Position
Martin Casey	15 November 2018	Non-executive director
Craig Smith	15 November 2018	Non-executive director
Peter Landos	18 November 2020	Non-executive director

### REVIEW AND RESULTS OF OPERATIONS

The net profit after tax of the Company up until 31 December 2023 was \$82,888 (December 2022 Loss: \$70,823). At 31 December 2023, the Company had net liabilities of \$1,536,597 (31 December 2022 \$1,437,935).

#### Operating review

The Company has no operations and did not operate during the financial year.

The Company incurs limited costs including share registry, audit and taxation fees, records management, and interest costs.

A new loan agreement between TIGA Trading Pty Ltd and AnaeCo Limited was signed on 5 October 2023. This agreement requires 13 months' notice from TIGA Trading Pty Ltd to demand payment. As at the date of signing the financial statements, TIGA Trading Pty Ltd has no intention to call on this loan.

During the period, the Company lodged all outstanding audited financial accounts up to 30 June 2023 with the Australian Securities and Investments Commission. These accounts are available on the Company's website, [www.anaeco.com.au](http://www.anaeco.com.au).

The 2023 Annual General Meeting was held on 5 December 2023. At the meeting, there were three resolutions to re-elect the current directors. All resolutions were passed by a poll of shareholders.

#### Subsequent events

There were no events subsequent to balance date.

#### Auditor's Independence Declaration

The Auditor's Independence declaration for the half year ended 31 December 2023 has been received and is included at page 3 and forms part of this Directors' Report.

Signed in accordance with a resolution of the directors.



Martin Casey  
Chairman

Melbourne, 13 March 2024



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working world**

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## Auditor's Independence Declaration to the Directors of AnaeCo Limited

As lead auditor for the review of the half-year financial report of AnaeCo Limited for the half-year ended 31 December 2023, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review;
- b. No contraventions of any applicable code of professional conduct in relation to the review; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink that reads 'Ernst &amp; Young'.

Ernst & Young

A handwritten signature in black ink that reads 'Tony Morse'.

Tony Morse  
Partner  
13 March 2024

# AnaeCo Limited

## Statement of comprehensive income

For the half year ended 31 December 2023

	Notes	31 Dec 2023 \$	31 Dec 2022 \$
Other gains		213,120	-
Finance costs		(61,292)	(27,542)
Corporate and administration expenses		(68,940)	(43,281)
Profit/(loss) before income tax expense		82,888	(70,823)
Income tax expense		-	-
Net profit/(loss) after tax attributable to members of AnaeCo Limited		82,888	(70,823)
Loss per share from continuing operations (cents)		0.00	0.00

The accompanying notes form part of these financial statements.

# AnaeCo Limited

## Statement of financial position

As at 31 December 2023

	Notes	31 Dec 2023 \$	30 June 2023 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		-	-
Trade and other receivables		36,068	21,543
<b>TOTAL CURRENT ASSETS</b>		<b>36,068</b>	<b>21,543</b>
<b>TOTAL ASSETS</b>		<b>36,068</b>	<b>21,543</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables		17,600	140,000
Interest bearing loans and borrowings	5	-	1,287,908
Provisions	12	-	213,120
<b>TOTAL CURRENT LIABILITIES</b>		<b>17,600</b>	<b>1,641,028</b>
<b>NON-CURRENT LIABILITIES</b>			
Interest bearing loans and borrowings	5	1,555,065	-
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>1,555,065</b>	<b>-</b>
<b>TOTAL LIABILITIES</b>		<b>1,572,665</b>	<b>-</b>
<b>NET LIABILITIES</b>		<b>(1,536,597)</b>	<b>(1,619,485)</b>
<b>EQUITY</b>			
Contributed equity	3	68,351,419	68,351,419
Accumulated losses		(69,888,016)	(69,970,904)
<b>TOTAL SHAREHOLDERS' DEFICIT</b>		<b>(1,536,597)</b>	<b>(1,619,485)</b>

The accompanying notes form part of these financial statements.

# AnaeCo Limited

## Statement of cash flow

For the half year ended 31 December 2023

	31 Dec 2023	31 Dec 2022
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Payments to suppliers and employees	-	-
Government grant – R&D Tax Incentive	-	-
GST received	-	-
Receipts from customers	-	-
Interest received	-	-
Interest paid	-	-
Cash asset held for disposal	-	-
NET CASH FLOWS (USED IN)/FROM OPERATING ACTIVITIES	-	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	-	-
NET CASH FLOWS USED IN INVESTING ACTIVITIES	-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceeds from borrowings	-	-
Repayment of borrowings	-	-
Funding costs related to interest bearing loan	-	-
NET CASH FLOWS FROM/(USED IN) FINANCING ACTIVITIES	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS HELD	-	-
Cash and cash equivalents at beginning of period	-	-
<b>Cash and cash equivalents at end of period</b>	-	-

The accompanying notes form part of these financial statements

# AnaeCo Limited

## Statement of changes in equity

For the half year ended 31 December 2023

	Contributed Equity \$	Accumulated losses \$	Total deficit in equity \$
<b>At the beginning of the half year</b>	68,351,419	(69,970,904)	(1,619,485)
Profit for the period	-	82,888	82,888
Total comprehensive income for the period	-	82,888	82,888
<b>At the end of the half year</b>	68,351,419	(69,888,016)	(1,536,597)

For the half year ended 31 December 2022

	Contributed Equity \$	Accumulated losses \$	Total deficit in equity \$
<b>At the beginning of the half year</b>	68,351,419	(69,718,531)	(1,367,112)
Loss for the period	-	(70,823)	(70,823)
Total comprehensive loss for the period	-	(70,823)	(70,823)
<b>At the end of the half year</b>	68,351,419	(69,789,354)	(1,437,935)

The accompanying notes form part of these financial statements.



# AnaeCo Limited

## Notes to the financial statements

### 1. CORPORATE INFORMATION

The half year condensed consolidated financial report of AnaeCo Limited ("the Company" or "AnaeCo") for the half year ended 31 December 2023 ("the half year financial report") was authorised for issue in accordance with a resolution of the directors on 13 March 2024.

AnaeCo Limited is a company limited by shares incorporated and domiciled in Australia. The addresses of its registered office and principal place of business are disclosed in the introduction to the half year financial report.

Prior to the Company going into administration, the principal activity of the Company was the development and commercialisation of a process for the treatment of organic municipal solid waste (the AnaeCo™ System). The Company Directors are currently assessing the future direction of the business, since the end of the administration period.

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### a. Basis of preparation

The half year financial report is a general purpose condensed financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001* and AASB 134 "Interim Financial Reporting" as issued by the Australian Accounting Standards Board.

The half year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial report.

The financial statements have been prepared on the basis of historical cost, as explained in the accounting policies below. Historical cost is generally based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The half year financial report should be read in conjunction with the annual financial report of AnaeCo Limited as at 30 June 2023 and considered together with any public announcements made by the Company during the half year ended 31 December 2023 in accordance with the continuous disclosure obligations.

#### b. Going Concern

This financial report has been prepared on a going concern basis. The Company is currently in a net deficiency. In arriving at this position the Directors have taken into consideration the following:

- In May 2018 the Company entered a Deed of Company Arrangement ('DOCA') with its creditors and these arrangements included a loan of \$665,000, which has been provided from TIGA Trading Pty Ltd, a company controlled by Thorney Investment Group, on 15 November 2018 upon the completion of the DOCA.
- The Directors have received a letter on 07 March 2024 from TIGA Trading Pty Ltd which states financial support will be provided to the Company to assist the Company in meeting its day-to-day financial obligations as and when they fall due. Financial support will be provided for a period through to 31 December 2025.

At the date of this report and having considered the above factors, the Directors believe that the Company will be able to continue as a going concern.

#### c. Significant accounting policies

Except as disclosed otherwise, the half-year financial report has been prepared using the same accounting policies and methods of computation as used in the annual financial statements for the year ended 30 June 2023.

#### d. New and amended accounting standards and interpretations

Since 1 July 2023, the Company has adopted all Accounting Standards and Interpretations mandatory for annual periods beginning on 1 July 2023.

The financial report complies with Australian Accounting Standards and International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board. Since 1 July 2023, the Company has adopted all Accounting Standards and Interpretations, mandatory for annual periods beginning on or before 1 July 2023.

The Company has completed its assessment of the new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's financial statements. The Company intends to adopt these new and amended standards and interpretations, if applicable, when they become effective. They are expected to have no significant impact on the Company.

# AnaeCo Limited

## Notes to the financial statements

### e. Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

When the Company expects some or all of a provision to be reimbursed, for example under an insurance contract, the reimbursement is recognised as a separate asset but only when the reimbursement is virtually certain. The expense relating to any provision is presented in profit or loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

<b>3. CONTRIBUTED EQUITY</b>	<b>31 December 2023</b>	<b>30 June 2023</b>
	<b>\$</b>	<b>\$</b>
Issued and fully paid ordinary shares	71,315,426	71,315,426
Costs of capital raising	(2,964,007)	(2,964,007)
	<hr/>	<hr/>
	68,351,419	68,351,419
Movements in ordinary fully paid shares	<b>Shares</b>	<b>\$</b>
Balance at 30 June 2023	2,704,798,568	71,315,426
Balance at 31 December 2023	2,704,798,568	71,315,426

### 4. DIVIDENDS

No dividends were paid or proposed during the half year ended 31 December 2023.

<b>5. INTEREST BEARING LOANS AND BORROWINGS</b>	<b>31 December 2023</b>	<b>30 June 2023</b>
	<b>\$</b>	<b>\$</b>
Interest bearing loans and borrowings	1,555,065	1,287,908
	<hr/>	<hr/>
	1,555,065	1,287,908

The agreed loan terms as per the DOCA are a three-month interest deferral from contract inception (15 November 2018), thereafter accruing interest which is payable from the repayment date. The agreed interest rate is the cash rate + 5%. The loan was repayable on demand up to October 2023, at which point a modification was made to the agreement to require 13 months' notice to demand repayment. TIGA Trading have indicated no intention to call, via a letter of support, at the date of signing the financial statements.

### 6. COMMITMENTS AND CONTINGENCIES

The Company has no capital commitments at the date of this report.

### 7. SEGMENT REPORTING

The financial results of the segment are the equivalent of the financial statements as a whole. The future intentions of the Company are still to be decided.

### 8. EVENTS AFTER BALANCE DATE

There were no events subsequent to balance date.

### 9. FINANCIAL INSTRUMENTS

At 31 December 2023, the carrying value of the financial assets and liabilities approximated their fair values.

# AnaeCo Limited

## Notes to the financial statements

### 10. RELATED PARTY TRANSACTIONS

TIGA Trading Pty Ltd, a company controlled by the Thorney Investment Group, advanced a total of \$750,000 on 15 November 2018 to assist the Company entering out of administration, as per the agreed terms of the DOCA. Of this \$665,000 was paid to the Administrators for the benefit of the Creditor's Trust, and \$85,000 was paid on behalf of the Company for reimbursement of costs to Benelong Capital Partners Pty Ltd (Promoter). Since the Company has exited from administration TIGA Trading Pty Ltd has continued to fund the Company's operating expenses. At 31 December 2023, the loan payable to TIGA Trading Pty Ltd is \$1,555,065.

The Directors have received a letter on 7 March 2024 from TIGA Trading Pty Ltd which states financial support will be provided to the Company to assist the Company in meeting its day-to-day financial obligations as and when they fall due. Financial support will be provided for a period through to 31 December 2025.

TIGA Trading Pty Ltd, Thorney Holdings Pty Ltd and Thorney Investment Group Australia Pty Ltd are related body corporates controlled by Alex Waislitz by virtue of 608(1) of the *Corporations Act 2001*.

TIGA Trading Pty Ltd employs personnel to provide company secretarial and financial accounts preparation services to the Company. TIGA and AnaeCo have agreed to waive the cost of these services for the current and previous years.

Mr Martin Casey is Chief of Staff to Thorney Investment Group, Mr Peter Landos is Chief Operating Officer of Thorney Investment Group, Mr Craig Smith is Chief Financial Officer of the Thorney Investment Group.

### 11. DOCA POST COMPLETION OBLIGATION

The Post Completion Obligation per DOCA Clause 7.6 is the potential maximum obligation amount the Company would need to pay to the Creditor's Trust, upon the re-quotation of the Creditor's Trust shares on the ASX. An amount will be payable under this obligation if the Company re-lists on the ASX and the Creditor's Trust shares are valued at less than \$320,000. If the value of the Trust shares at the time of re-listing is less than \$320,000, then the Company must pay the difference between the value of the Trust shares and \$320,000. The amount has not been recognised as a financial liability as at 31 December 2023 as the Company has no plans to re-list on the ASX at this time.

### 12. PROVISIONS

	31 December 2023	30 June 2023
	\$	\$
Provision for penalties	-	213,120
	-	213,120

The company recorded an estimated provision at 30 June 2023 for penalties relating to late lodgement of historical financial reports of the Company, based on the potential statutory penalties of up to \$26,640 per financial report. These penalties have not been incurred, and as a result, the provision was derecognised in the current period.

# AnaeCo Limited

## Directors' Declaration

In accordance with a resolution of the directors of AnaeCo Limited, I state that:

In the opinion of the directors:

- (a) the half year financial report and notes of the Company are in accordance with the *Corporations Act 2001* including:
  - (i) giving a true and fair view of the Company's financial position as at 31 December 2023 and of its performance for the half year ended on that date; and
  - (ii) complying with Australian Accounting Standard AASB 134 "*Interim Financial Reporting*" and the Corporations Regulations 2001; and
- (b) subject to the matters referred to in note 2 to the financial statements, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



Martin Casey

Chairman

Melbourne, 13 March 2024

## Independent Auditor's Review Report to the Members of AnaeCo Limited

### Report on the Half-Year Financial Report

#### Conclusion

We have reviewed the accompanying half-year financial report of AnaeCo Limited (the Entity), which comprises the condensed statement of financial position as at 31 December 2023, the condensed statement of comprehensive income, condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Entity is not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Entity's financial position as at 31 December 2023 and of its financial performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). 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 Entity in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

#### Directors' Responsibilities for the Half-Year Financial Report

The directors of the Entity 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 is free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. 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 Entity's financial position as at 31 December 2023 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*.



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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.

Ernst & Young

Tony Morse  
Partner

Melbourne  
13 March 2024