

**FINEXIA FINANCIAL GROUP LIMITED**  
**ACN 106 760 418**

**Appendix 4D - Half Year Report 31 December 2024**

**1. DETAILS OF THE REPORTING PERIOD AND THE PREVIOUS CORRESPONDING PERIOD**

|                               |                                  |
|-------------------------------|----------------------------------|
| Reporting Period              | Half Year ended 31 December 2024 |
| Previous Corresponding Period | Half Year ended 31 December 2023 |

**2. RESULTS FOR ANNOUNCEMENT**

|                                        |           |
|----------------------------------------|-----------|
| Revenue from Ordinary Activities       | 9,975,980 |
| Previous Corresponding Period          | 7,543,400 |
| Percentage Change from Previous Period | 32%       |

|                                                  |          |
|--------------------------------------------------|----------|
| Profit/(loss) from Ordinary Activities after Tax | (47,400) |
| Previous Corresponding Period                    | 153,042  |
| Percentage Change from Previous Period           | (131%)   |

|                                                          |          |
|----------------------------------------------------------|----------|
| Net Profit/(loss) for the Period attributable to Members | (47,400) |
| Previous Corresponding Period                            | 153,042  |
| Percentage Change from Previous Period                   | (131%)   |

|                                              |          |
|----------------------------------------------|----------|
| Interim dividend per security (franked)      | -        |
| Previous corresponding period (franked)      | 0.5 cent |
| The record date for determining entitlements | -        |

**3. EARNINGS PER SHARE**

| <b>Earnings/(loss) per share<br/>(cents)</b> |        |
|----------------------------------------------|--------|
| Reporting Period                             | (0.08) |
| Previous Period                              | 0.32   |

**4. NET TANGIBLE ASSETS PER SHARE**

| <b>Net Tangible Assets per share<br/>(cents)</b> |       |
|--------------------------------------------------|-------|
| Reporting Period                                 | 28.30 |
| Previous Period                                  | 28.36 |

**5. DETAILS OF DIVIDENDS**

| <b>Interim Dividend</b>                               |         |
|-------------------------------------------------------|---------|
| Reporting Period – No dividend declared               | -       |
| Previous Period – 0.5 cent per security fully franked | 244,513 |
| Dividend reinvestment plans in operation              | Yes     |

6. DETAILS OF ENTITIES WHICH CONTROL HAS BEEN GAINED OR LOST DURING THE PERIOD

| Entities where control has been gained or ceased during the year |                              |
|------------------------------------------------------------------|------------------------------|
| Reporting Period                                                 | Finexia Childcare W1 Pty Ltd |
| Previous Period                                                  | None                         |

Signed on behalf of the Board,



**Neil Sheather**  
**Director**  
6 March 2025

# FINEXIA

ACN 106 760 418

INTERIM FINANCIAL REPORT

FOR THE HALF YEAR ENDED 31  
December 2024

**FINEXIA FINANCIAL GROUP LIMITED**

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**FINEXIA FINANCIAL GROUP LIMITED**  
**DIRECTORS' REPORT**

Your directors submit the half-year financial report of the consolidated entity (the "Group") consisting of Finexia Financial Group Limited (the "Company") and the entities it controlled, for the half-year to 31 December 2024.

In order to comply with the provisions of the *Corporations Act 2001*, the directors' report as follows:

**DIRECTORS**

The names of the directors who held office during or since the end of the half-year and until the date of this report are noted below. Directors were in office for the entire period unless otherwise stated.

**DIRECTORS**

Neil Sheather (appointed 10 November 2014)  
Robert Spano (appointed 1 February 2024)  
Patrick Michael Bell (appointed 1 October 2020  
- resigned 27 February 2025)  
Daniel Ritchie (appointed 19 November 2024)

**RESULTS**

The loss for the half year after tax was \$47,400 (2023: \$153,042 profit).

**REVIEW OF OPERATIONS**

Finexia Financial Group Limited has delivered a satisfactory performance in the first six months of the 2025 financial year. Our continued focus on streamlining operations into our two core strategic segments, namely Private Credit and Funds Management has yielded satisfactory results on both financial and operational fronts.

Finexia recorded top line operating income (*net interest margin (NIM) and management fees*) of A\$4,697,178 a 12.44% increase on the previous corresponding period. This performance is a testament to our team's dedication and our unique positioning as a non-bank lender to the Australian Childcare sector. Disappointingly, our pre-tax operating loss position decreased to a loss of (\$48,682), and our net profit after tax (NPAT) decreased to a loss of (\$47,400). This outcome was primarily driven by increased employee expenses with the expansion of our origination team in Sydney, a 10% increase in the total financing charges including the amortisation of previous financing costs.

The disappointing net profit result has been the catalyst for your Board to initiate a wide sweeping review of the operational businesses and the Group's overall strategy. In the coming months the Board will be in a position to provide shareholders and the broader market the result of this strategic review.

A significant highlight of this period has been the introduction of Factory Capital ('Factory') onto the Finexia register (19.98%) via a shareholder approved private placement, which was completed on 19 November 2024. We welcome Factory's investment and the appointment of Mr Daniel Ritchie to the Board as a non-executive director.

### **Operational Highlights**

- The total loan book (receivables) as at 31 December 2024 - \$125m (excludes securities backed lending)
- Finexia Childcare lending total Assets Under Management as at 31 December 2024 – \$105.1m
- The loan book growth has been primarily fuelled by demand for Finexia's childcare loan product coupled with the Company having access to additional funding through its established loan note facility with fixed income specialists Income Asset Management (IAM:ASX). The Company also secured an additional funding source through private credit specialists, Global Credit Investments (GCI)

Thank you for your continued trust and support. As we navigate this dynamic financial landscape, our commitment to creating sustainable, long-term value for all our stakeholders remains steadfast.

### **SUBSEQUENT EVENTS**

As announced to the ASX on the 6th of March 2025, following the resignation of Mr Patrick Bell, the Company signed a non-binding agreement where a group of investors (including Mr Bell) proposed to lead the acquisition of Creative Capital Group Pty Ltd ("CCG") and the management rights of Finexia Childcare Finance Trust ("FCFT").

The proposed transaction involves certain business assets and operations including:

1. The entire issued share capital of CCG
2. Management rights and operational control of the FCFT
3. Assets related to CCG's lending operations, including security interests, loan documentation, and customer relationships

Subsequently, several other parties have expressed interest in these assets, signed non-disclosure agreements, and have been granted access to the data room for due diligence purposes.

Finexia's management is conducting a structured process to evaluate all proposals for these assets.

This transaction is significant and will be reflected in the consolidated financial statements in the following reporting period, subject to the completion of the transaction and the satisfaction of the required conditions.

Other than the above, there was no other matter or circumstance that has arisen since 31 December 2024 that has significantly affected, or may significantly affect:

- (a) the Group's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Group's state of affairs in future financial year

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

The lead auditor's independence declaration is set out on page 8 and forms part of the Directors' Report for the half-year ended 31 December 2024.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306 (3) of the *Corporations Act 2001*, and on behalf of the Board by:

**FINEXIA FINANCIAL GROUP LIMITED**  
**DIRECTORS' REPORT**



**Neil Sheather**  
**Director**

Dated the 6<sup>th</sup> day of March 2025

For personal use only

**LEAD AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C  
OF THE *CORPORATIONS ACT 2001* TO THE DIRECTORS OF FINEXIA FINANCIAL GROUP LIMITED.**



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**Auditor's independence declaration to the Members of  
Finexia Financial Group Limited**

I declare that, to the best of my knowledge and belief, during the year ended 31 December 2024, there have been:

- a) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

A handwritten signature in black ink, appearing to read "Louis Marks".

**FORVIS MAZARS ASSURANCE PTY LIMITED**

A handwritten signature in black ink, appearing to read "Michael Georghiou".

**Michael Georghiou**  
Director

Brisbane, 05 March 2025

## CONDENSED CONSOLIDATED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2024

|                                                              | Note | 31 December 2024 | 31 December 2023 |
|--------------------------------------------------------------|------|------------------|------------------|
| <b>Continuing Operations</b>                                 |      |                  |                  |
| Interest income & other lending fees                         |      | 8,062,633        | 4,763,923        |
| Interest expense                                             |      | (5,278,802)      | (3,365,753)      |
| Net interest margin                                          |      | 2,783,831        | 1,398,170        |
| Other operating income                                       | 4    | 1,913,347        | 2,779,477        |
| Total operating income                                       |      | 4,697,178        | 4,177,647        |
| Operating expenses                                           | 5    | (4,636,150)      | (3,898,371)      |
| <b>Profit/(Loss) before credit impairment and income tax</b> |      | 61,028           | 279,276          |
| Credit impairment (charge)/release                           |      | (109,710)        | -                |
| <b>Profit/(Loss) before income tax</b>                       |      | (48,682)         | 279,276          |
| Income tax expense                                           |      | 1,282            | (126,234)        |
| <b>Profit/(Loss) after tax for the year</b>                  |      | <b>(47,400)</b>  | <b>153,042</b>   |
| <b>Total comprehensive profit for the year</b>               |      | <b>(47,400)</b>  | <b>153,042</b>   |
| <b>Profit/(Loss) attributable to:</b>                        |      |                  |                  |
| Owners of the parent                                         |      | <b>(47,400)</b>  | <b>153,042</b>   |
| <b>Earnings per share</b>                                    |      |                  |                  |
| Basic (cents)                                                |      | (0.08)           | 0.32             |
| Diluted (cents)                                              |      | (0.08)           | 0.31             |
| <b>Dividend per ordinary share (cents)</b>                   |      | -                | 0.5              |

The accompanying notes form part of these condensed consolidated interim financial statements.

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF FINANCIAL POSITION AS AT  
31 DECEMBER 2024**

|                                                                   | <b>Note</b> | <b>31 December 2024</b> | <b>30 June 2024</b> |
|-------------------------------------------------------------------|-------------|-------------------------|---------------------|
| <b>ASSETS</b>                                                     |             |                         |                     |
| Cash and cash equivalents                                         | 7           | 10,877,797              | 6,832,688           |
| Trade and other receivables                                       | 7           | 3,847,372               | 3,602,626           |
| Financial assets                                                  | 7           | 28,621,770              | 39,996,294          |
| Loan assets                                                       | 8           | 91,056,717              | 58,458,875          |
| Prepayments or other assets                                       |             | 112,553                 | 73,268              |
| Property, plant and equipment                                     |             | 1,293,197               | 1,373,822           |
| Deferred tax assets                                               |             | 233,388                 | 207,808             |
| Intangibles                                                       | 10          | 2,054,838               | 2,293,039           |
| <b>TOTAL ASSETS</b>                                               |             | <b>138,097,632</b>      | <b>112,838,420</b>  |
| <b>LIABILITIES</b>                                                |             |                         |                     |
| Trade and other payables                                          | 11          | 4,925,569               | 2,276,080           |
| Current tax liabilities                                           |             | 121,875                 | 1,088,338           |
| Leases                                                            |             | 313,354                 | 370,592             |
| Other liabilities                                                 |             | -                       | 3,213               |
| Loans and borrowings                                              | 12          | 112,190,985             | 92,294,482          |
| Employee provisions                                               |             | 625,992                 | 609,543             |
| <b>TOTAL LIABILITIES</b>                                          |             | <b>118,177,775</b>      | <b>96,642,248</b>   |
| <b>NET ASSETS</b>                                                 |             | <b>19,919,858</b>       | <b>16,196,172</b>   |
| <b>EQUITY</b>                                                     |             |                         |                     |
| Issued capital                                                    | 13          | 19,026,206              | 15,255,120          |
| Retained earnings                                                 |             | 893,652                 | 941,052             |
| <b>Total equity attributable to equity holders of the Company</b> |             | <b>19,919,858</b>       | <b>16,196,172</b>   |

The accompanying notes form part of these condensed consolidated interim financial statements.

FINEXIA FINANCIAL GROUP LIMITED

CONDENSED CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED  
31 DECEMBER 2024

| Consolidated                                                                 | Issued Capital<br>\$ | Retained Earnings<br>\$ | Total<br>\$       |
|------------------------------------------------------------------------------|----------------------|-------------------------|-------------------|
| <b>Balance at 1 July 2023</b>                                                | 14,648,781           | 2,076,138               | 16,724,919        |
| Profit/(Loss) attributable to members of the parent entity                   | -                    | 70,490                  | 70,490            |
| Shares issue cost                                                            | -                    | -                       | -                 |
| <i>Transactions with owners of the Company recognised directly in equity</i> | -                    | -                       | -                 |
| Issue of shares                                                              | 606,339              | -                       | 606,339           |
| Dividends paid or provided for                                               | -                    | (1,205,576)             | (1,205,576)       |
| <b>Balance as at 30 June 2024</b>                                            | <b>15,255,120</b>    | <b>941,052</b>          | <b>16,196,172</b> |

| Consolidated                                                                 | Issued Capital<br>\$ | Retained Earnings<br>\$ | Total<br>\$       |
|------------------------------------------------------------------------------|----------------------|-------------------------|-------------------|
| <b>Balance at 1 July 2024</b>                                                | <b>15,255,120</b>    | <b>941,052</b>          | <b>16,196,172</b> |
| Profit/(Loss) attributable to members of the parent entity                   | -                    | (47,400)                | (47,400)          |
| <i>Transactions with owners of the Company recognised directly in equity</i> | -                    | -                       | -                 |
| Issue of shares                                                              | 3,771,086            | -                       | 3,771,086         |
| <b>Balance as at 31 December 2024</b>                                        | <b>19,026,206</b>    | <b>893,652</b>          | <b>19,919,858</b> |

The accompanying notes form part of these condensed consolidated interim financial statements.

**CONDENSED CONSOLIDATED INTERIM STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED  
31 DECEMBER 2024**

|                                                                | Note     | Consolidated        |                     |
|----------------------------------------------------------------|----------|---------------------|---------------------|
|                                                                |          | 31 December<br>2024 | 31 December<br>2023 |
|                                                                |          | \$                  | \$                  |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>                     |          |                     |                     |
| Receipts from customers                                        |          | 2,045,818           | 2,096,191           |
| Payments to suppliers and employees                            |          | (1,581,522)         | (3,188,588)         |
| Interest income                                                |          | 10,309,923          | 1,918,559           |
| Interest and other finance costs                               |          | (5,012,372)         | (2,202,384)         |
| Distribution received                                          |          | -                   | 2,321,802           |
| Income tax paid                                                |          | (699,803)           | -                   |
| <b>Net cash (used)/provided in operating activities</b>        |          | <b>5,062,044</b>    | <b>945,580</b>      |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>                     |          |                     |                     |
| Payments for property, plant & equipment                       |          | (82,314)            | (35,218)            |
| Payments for listed equities                                   |          | -                   | (727,224)           |
| Payments/Proceeds for units in investments entities            |          | 13,302,338          | -                   |
| Payment for intangibles & Formation Costs                      |          | (584,599)           | (400,000)           |
| Payment for investments                                        |          | -                   | (12,008,014)        |
| Proceed from/(Repayment of) leases                             |          | (57,238)            | -                   |
| Proceeds from sale of investment                               |          | (384,559)           | 19,384,515          |
| <b>Net cash (used)/provided by investing activities</b>        |          | <b>12,193,628</b>   | <b>6,214,059</b>    |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>                     |          |                     |                     |
| Proceeds from/(Payment of) Loans Receivable                    |          | (22,274,284)        | (18,232,554)        |
| Proceeds from/(Repayment of) Loans & Borrowings                |          | 5,138,457           | 14,496,930          |
| Term Deposit                                                   |          | 154,417             | -                   |
| Payment of dividends                                           |          | -                   | (823,800)           |
| Issue of shares                                                |          | 3,770,847           | -                   |
| <b>Net cash (used)/provided in financing activities</b>        |          | <b>(13,210,563)</b> | <b>(4,559,424)</b>  |
| Net (decrease)/increase in cash held                           |          | <b>4,045,109</b>    | 2,600,215           |
| Cash at beginning of year                                      |          | <b>6,832,688</b>    | 5,741,581           |
| Net foreign exchange differences                               |          | -                   | -                   |
| <b>Cash and cash equivalents at end of year</b>                | <b>7</b> | <b>10,877,797</b>   | <b>8,341,796</b>    |
| <b>Cash and cash equivalents held by continuing operations</b> |          | <b>10,877,797</b>   | <b>8,341,796</b>    |

The accompanying notes form part of these condensed consolidated interim financial statements.

## **1. REPORTING ENTITY**

Finexia Financial Group Limited (the 'Company') is a company domiciled in Australia. The condensed consolidated interim financial statements of the Company as at and for the half year ended 31 December 2024 comprises the Company and its subsidiaries (together referred to as the 'Group'). The Group is primarily focused on providing financial services, predominantly in funds management and private credit.

The consolidated annual financial statements of the Group as at and for the half year ended 31 December 2024 are available upon request from the Company's registered office at Level 18, Australia Square Tower Building, 264 George Street, Sydney, NSW 2000 or at [www.finexia.com.au](http://www.finexia.com.au).

## **2. BASIS OF PREPARATION**

### **(A) STATEMENT OF COMPLIANCE**

The condensed consolidated interim financial statements are general purpose financial statements prepared in accordance with the requirements of the *Corporations Act 2001*, applicable accounting standards including AASB 134 *Interim Financial Reporting*, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB').

These condensed consolidated interim financial statements do not include full disclosures of the type normally included in annual financial statements. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in the full financial statements.

Some comparative figures have been reclassified for the current financial half year. These additional adjustments have been minor in nature and have not resulted in any adjustment to the net assets of the Group.

It is recommended that these condensed consolidated interim financial statements be read in conjunction with the interim financial statements for the half year ended 31 December 2023, full year financial statement for 2024, and any public announcements made by Finexia Financial Group Limited during the half-year in accordance with the continuous disclosure requirements arising under the *Corporations Act 2001* and the ASX Listing Rules.

### **(B) ESTIMATES**

When preparing the condensed consolidated interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the condensed consolidated interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Group's last annual financial statements for the year ended 30 June 2024.

### 3. MATERIAL ACCOUNTING POLICIES

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

The balance sheet presentation is on a liquidity basis as the presentation provides information that is reliable and is more relevant.

### 4. REVENUE

#### Disaggregation of revenue

The Group derives its revenue from the transfer of services over time and at a point in time as below:

|                                                      | <b>Consolidated</b> |                  |
|------------------------------------------------------|---------------------|------------------|
|                                                      | <b>31-Dec-24</b>    | <b>31-Dec-23</b> |
|                                                      | <b>\$</b>           | <b>\$</b>        |
| <b>Other Operating Revenue</b>                       |                     |                  |
| Proprietary product distribution                     | 1,467,715           | 2,486,352        |
| Commission and brokerage from non-lending activities | 567,475             | 224,774          |
| Other Income                                         | 55,767              | 192,157          |
| Gain/(loss) on sale of investment                    | (177,610)           | (123,806)        |
|                                                      | <b>1,913,347</b>    | <b>2,779,477</b> |

### 5. EXPENSES

|                                     | <b>Consolidated</b> |                  |
|-------------------------------------|---------------------|------------------|
|                                     | <b>31-Dec-24</b>    | <b>31-Dec-23</b> |
|                                     | <b>\$</b>           | <b>\$</b>        |
| <b>Operating Expenses</b>           |                     |                  |
| Employee expenses                   | 2,323,811           | 1,750,959        |
| Corporate and professional expenses | 1,588,860           | 1,594,578        |
| Depreciation and amortisation       | 344,152             | 202,381          |
| Product commissions                 | -                   | 97,089           |
| Finance expenses                    | 127,577             | -                |
| Other expenses                      | 251,750             | 253,364          |
|                                     | <b>4,636,150</b>    | <b>3,898,371</b> |

### 6. SEGMENT INFORMATION

The directors have considered the requirements of AASB 8 – *Operating Segments* and the internal reports that are reviewed by the chief operating decision maker in allocating resources and have concluded that the Group operated in the financial services industry.

The following summary describes the operations in each of the Group's reportable segments:

- *Private credit*
- *Funds and Asset Management*
- *Stock broking and Corporate Advisory*

Information regarding the performance of each reportable segment is included below.

**FINEXIA FINANCIAL GROUP LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

|                                         |  | Private credit |            | Stockbroking and corporate advisory |            | Managed investment funds |           | Unallocated  |              | Total       |            |
|-----------------------------------------|--|----------------|------------|-------------------------------------|------------|--------------------------|-----------|--------------|--------------|-------------|------------|
|                                         |  | Dec-24         | Dec-23     | Dec-24                              | Dec-23     | Dec-24                   | Dec-23    | Dec-24       | Dec-23       | Dec-24      | Dec-23     |
|                                         |  | \$             | \$         | \$                                  | \$         | \$                       | \$        | \$           | \$           | \$          | \$         |
| External revenue                        |  | 9,603,442      | 6,140,225  | 1,423,291                           | 1,137,026  | -                        | 194,149   | (50,821)     | 72,000       | 10,975,912  | 7,543,400  |
| Other revenue                           |  | -              | -          | -                                   | -          | -                        | -         | -            | -            | -           | -          |
| Rental income                           |  | -              | -          | -                                   | -          | -                        | -         | -            | 72,000       | -           | 72,000     |
| Other income                            |  | -              | -          | -                                   | -          | -                        | -         | -            | -            | -           | -          |
| Other non-cash movements                |  | -              | -          | -                                   | -          | -                        | -         | -            | -            | -           | -          |
| Change in fair value of investments     |  | -              | -          | -                                   | (235,732)  | -                        | -         | -            | -            | -           | (235,732)  |
| Segment profit/(loss) before income tax |  | 3,691,694      | 2,179,741  | (600,264)                           | 103,744    | -                        | 194,149   | (3,138,830)  | (2,324,592)  | (47,400)    | 153,042    |
| Reportable segment assets               |  | 144,659,611    | 90,293,131 | 16,501,622                          | 14,661,008 | -                        | 2,828,710 | (10,312,945) | (10,343,191) | 150,848,288 | 97,439,658 |
| Reportable segment liabilities          |  | 133,773,360    | 85,031,100 | 4,486,226                           | 4,876,583  | -                        | -         | (7,331,154)  | (8,720,662)  | 130,928,432 | 81,187,021 |

**FINEXIA FINANCIAL GROUP LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

**7. FINANCIAL ASSETS**

Financial assets held at period end include the following:

|                                                                                   | <b>Consolidated</b> |                   |
|-----------------------------------------------------------------------------------|---------------------|-------------------|
|                                                                                   | <b>31-Dec-24</b>    | <b>30-Jun-24</b>  |
|                                                                                   | <b>\$</b>           | <b>\$</b>         |
| <b>Current</b>                                                                    |                     |                   |
| Cash at Bank (i)                                                                  | 10,877,797          | 6,832,688         |
| (i) Reconciliation to cash and cash equivalents at the end of the financial year: |                     |                   |
| <b>Cash and cash equivalents</b>                                                  | <b>10,877,797</b>   | <b>6,832,688</b>  |
| <br>                                                                              |                     |                   |
| Cash and cash equivalents                                                         | 10,877,797          | 6,832,688         |
| Receivables                                                                       | 3,847,372           | 3,602,626         |
| <br>                                                                              |                     |                   |
| <b>Financial assets</b>                                                           |                     |                   |
| - ASX listed equity securities (i) (ii)                                           | 354,122             | 325,202           |
| - Listed equity securities portfolio (i) (ii)                                     | 187,164             | 732,809           |
| - Investment in unlisted companies (iii)                                          | 80,100              | 80,100            |
| - Investment in The Stay Company Income Fund (iv)                                 | 22,696,027          | 22,296,027        |
| - Investment in Childcare Income Fund (v)                                         | 2,699,500           | 16,401,838        |
| - Others Financial Assets                                                         | 2,604,857           | 160,318           |
|                                                                                   | <b>28,621,770</b>   | <b>39,996,294</b> |

*(i) Classification of financial assets at fair value through profit or loss*

The Group classifies its equity based financial assets at fair value through profit or loss if they are acquired principally for trading (i.e. selling in short-term). They are presented as current assets as they can be easily converted into cash in less than 12 months. The Group is an investment entity for the purpose of AASB 10 and therefore investments where the Group holds more than a 50% share of issued capital are not consolidated and are presented at fair value.

*(ii) Amounts recognised in profit or loss*

Changes in the fair values of financial assets at fair value have been recorded through profit or loss, representing a net loss of \$0 for the period (2023: net loss of \$235,732)

*(iii) Investment in unlisted companies*

The Group holds investments in unlisted companies. Investments are recorded at fair value less impairment.

*(iv) Investment in Childcare Income Fund*

The group has a direct investment in the Childcare Income Fund, a registered managed investment scheme that commenced operations around November 2022. This retail fund is designed to provide investors with direct exposure to a portfolio focused on financing childcare centre.

The fund has been returning to investors between 8% to 11% p.a. via a monthly cash distribution. The fair value of the investment is based on the unaudited positive net assets of the fund as at 31 December 2024.

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(v) *Investment in The Stay Company Income Fund*

The Group holds direct investment in The Stay Company Income Fund. The wholesale fund was launched on 9 August 2021 and is an investment that aims to offer to sophisticated investors direct exposure to a portfolio of accommodation businesses located in key Queensland markets.

The fund has been returning to investors between 8% to 12% p.a. via a monthly cash distribution. The fair value of the investment is based on the unaudited positive net assets of the fund as at 31 December 2024.

**8. LOAN ASSETS**

|                                                             | <b>Consolidated</b> |                   |
|-------------------------------------------------------------|---------------------|-------------------|
|                                                             | <b>31-Dec-24</b>    | <b>30-Jun-24</b>  |
|                                                             | <b>\$</b>           | <b>\$</b>         |
| Mortgage assets - secured <sup>(1)</sup>                    | 90,131,458          | 57,605,169        |
| Loan – Dragonfly Biosciences Ltd - unsecured <sup>(2)</sup> | 522,597             | 544,980           |
| Loan - SBL                                                  | 292,373             | 288,636           |
| Stayco P2                                                   | 44,289              | -                 |
| Stayco Services                                             | 66,000              | -                 |
| Loan - Rigs Recovery Pty Ltd - secured                      | -                   | 20,090            |
|                                                             | <b>91,056,717</b>   | <b>58,458,875</b> |

<sup>(1)</sup> The Group provides finance solutions to various enterprises. The loan liabilities are matched against the loan assets. The Group receives various fees on establishment and a net interest margin. The interest rates are between 4% to 20% and the loans terms are between 12 to 24 months. Generally, the Group takes security, such as in the form of registered mortgages and security interest over assets to support the loan assets.

<sup>(2)</sup> Finexia Securities Ltd has provided a secured loan facility to a third party, Dragonfly Biosciences Ltd, at an interest rate of 10% per annum. The loan is secured by the assets of the borrowing entity.

**9. FAIR VALUE MEASUREMENT**

***Fair value measurement of financial instruments***

Financial assets and financial liabilities measured at fair value in the statement of financial position are grouped into three (3) levels of a fair value hierarchy. The three (3) levels are defined based on the observability of significant inputs to the measurement, as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: unobservable inputs for the asset or liability

|                                          | <b>Level 1 (i)</b> | <b>Level 2</b> | <b>Level 3</b>    | <b>Total</b>      |
|------------------------------------------|--------------------|----------------|-------------------|-------------------|
| <b>Dec-24</b>                            | <b>\$</b>          | <b>\$</b>      | <b>\$</b>         | <b>\$</b>         |
| <b>Classes of financial assets</b>       |                    |                |                   |                   |
| Listed equities                          | 354,122            | -              | -                 | <b>354,122</b>    |
| International listed equities portfolio  | 187,164            | -              | -                 | <b>187,164</b>    |
| Finexia Direct Accommodation Income Fund | -                  | -              | 22,696,027        | <b>22,696,027</b> |
| Investment in Childcare Fund             | -                  | -              | 2,699,500         | <b>2,699,500</b>  |
| Investment in unlisted entities          | -                  | -              | 80,100            | <b>80,100</b>     |
| Formation cost and Note Assets           | -                  | -              | 2,604,857         | <b>2,604,857</b>  |
|                                          | <b>541,286</b>     | <b>-</b>       | <b>28,080,484</b> | <b>28,621,770</b> |
|                                          | <b>Level 1 (i)</b> | <b>Level 2</b> | <b>Level 3</b>    | <b>Total</b>      |

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

| <b>Jun-24</b>                            | <b>\$</b>        | <b>\$</b> | <b>\$</b>         | <b>\$</b>         |
|------------------------------------------|------------------|-----------|-------------------|-------------------|
| <b>Classes of financial assets</b>       |                  |           |                   |                   |
| Listed equities                          | 325,202          | -         | -                 | 325,202           |
| International listed equities portfolio  | 732,809          | -         | -                 | 732,809           |
| Term Deposit                             | 154,418          | -         | -                 | 154,418           |
| Finexia Direct Accommodation Income Fund | -                | -         | 22,296,027        | 22,296,027        |
| Investment in Childcare Fund             | -                | -         | 16,401,838        | 16,401,838        |
| Investment in unlisted entities          | -                | -         | 86,000            | 86,000            |
|                                          | <b>1,212,429</b> | <b>-</b>  | <b>38,783,865</b> | <b>39,996,294</b> |

(i) The fair value of financial instruments traded in active markets (such as publicly traded equities and available- for-sale securities) is based on quoted market prices at the reporting date. The quoted market price used for financial assets held by the Group is the last closing price or unit (acquisition) strike price.

(ii) There have been no transfers between the levels of the fair value hierarchy during the six (6) months to 31 December 2024.

**10. INTANGIBLE ASSETS**

|                                           | <b>Goodwill</b>  | <b>Customer list</b> | <b>Trail book</b> | <b>Total</b>     |
|-------------------------------------------|------------------|----------------------|-------------------|------------------|
|                                           | <b>\$</b>        | <b>\$</b>            | <b>\$</b>         | <b>\$</b>        |
| Balance at 1 July 2024                    | 1,635,698        | 517,341              | 140,000           | 2,293,039        |
| Acquisition through business combinations | -                | -                    | -                 | -                |
| Amortisation                              | -                | -                    | -                 | -                |
| Impairment loss                           | (200,201)        | (38,000)             | -                 | (238,201)        |
| <b>Balance at 31 December 2024</b>        | <b>1,435,497</b> | <b>479,341</b>       | <b>140,000</b>    | <b>2,054,838</b> |

**11. TRADE AND OTHER PAYABLES**

|                             | <b>CONSOLIDATED</b> |                  |
|-----------------------------|---------------------|------------------|
|                             | <b>31-Dec-24</b>    | <b>30-Jun-24</b> |
|                             | <b>\$</b>           | <b>\$</b>        |
| <b>Trade payables</b>       |                     |                  |
| Suppliers                   | 3,234,723           | 685,437          |
| Accruals and other payables | 1,690,846           | 1,590,643        |
|                             | <b>4,925,569</b>    | <b>2,276,080</b> |

**12. LOANS AND BORROWINGS**

|                                                         | <b>CONSOLIDATED</b> |                   |
|---------------------------------------------------------|---------------------|-------------------|
|                                                         | <b>31-Dec-24</b>    | <b>30-Jun-24</b>  |
|                                                         | <b>\$</b>           | <b>\$</b>         |
| Secured loans - mortgages <sup>(1)</sup>                | 57,895,577          | 55,548,000        |
| Securitised notes <sup>(2)</sup>                        | 50,000,000          | 29,084,051        |
| Unsecured loans – Cash deposit agreement <sup>(3)</sup> | 4,195,408           | 7,562,431         |
| Bank guarantee                                          | 100,000             | 100,000           |
|                                                         | <b>112,190,985</b>  | <b>92,294,482</b> |

<sup>(1)</sup>Creative Capital Group provides finance solutions to various enterprises. The loan liabilities are matched

**FINEXIA FINANCIAL GROUP LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

against the loan assets and investments.

Creative Capital receives various fees on establishment, net margin income, loan management and distributions on its investments.

**13. SHARE CAPITAL**

|                                                 | Consolidated      |                   |                   |                   |
|-------------------------------------------------|-------------------|-------------------|-------------------|-------------------|
|                                                 | 31-Dec-24         |                   | 30-Jun-24         |                   |
|                                                 | No. of shares.    | \$                | No. of shares.    | \$                |
| <b>(a) Ordinary shares fully paid</b>           | <b>62,303,966</b> | <b>19,026,206</b> | 49,843,253        | 15,255,120        |
| <b>(b) Movement in ordinary shares on issue</b> |                   |                   |                   |                   |
| Opening balance                                 | 49,843,253        | 15,255,120        | 47,965,577        | 14,648,781        |
| Add: dividend reinvestment plan                 | -                 | -                 | 527,676           | 156,339           |
| Add: issuance of shares                         | 12,460,713        | 3,738,214         | 1,350,000         | 450,000           |
| Shares issues cost                              | -                 | 32,872            | -                 | -                 |
|                                                 | <b>62,303,966</b> | <b>19,026,206</b> | <b>49,843,253</b> | <b>15,255,120</b> |

**14. DIVIDENDS**

During the half-year, the Company made the following dividend payments:

|                                   | Half-year ended 31 December 2024 |            | Half-year ended 31 December 2023 |            |
|-----------------------------------|----------------------------------|------------|----------------------------------|------------|
|                                   | Cents per share                  | Total (\$) | Cents per share                  | Total (\$) |
| <b>Fully paid ordinary shares</b> |                                  |            |                                  |            |
| Interim Dividend                  | -                                | -          | 0.5                              | \$244,513  |

**15. CONTINGENT LIABILITIES**

There were no contingent liabilities as at 31 December 2024 (31 December 2023: nil).

**16. EVENTS SUBSEQUENT TO REPORTING DATE**

As announced to the ASX on the 6th of March 2025, following the resignation of Mr Patrick Bell, the Company signed a non-binding agreement where a group of investors (including Mr Bell) proposed to lead the acquisition of Creative Capital Group Pty Ltd ("CCG") and the management rights of Finexia Childcare Finance Trust ("FCFT").

The proposed transaction involves certain business assets and operations including:

1. The entire issued share capital of CCG
2. Management rights and operational control of the FCFT
3. Assets related to CCG's lending operations, including security interests, loan documentation, and customer relationships

Subsequently, several other parties have expressed interest in these assets, signed non-disclosure agreements, and have been granted access to the data room for due diligence purposes.

Finexia's management is conducting a structured process to evaluate all proposals for these assets.

Other than the above, there was no other matter or circumstance that has arisen since 31 December 2024 that has significantly affected, or may significantly affect:

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**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**

- (a) the Group's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Group's state of affairs in future financial year

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**FINEXIA FINANCIAL GROUP LIMITED**  
**DIRECTOR'S DECLARATION**

In the opinion of the directors of Finexia Financial Group Limited ("the Company")

The financial statements and notes, as set out on pages 9 to 20 are in accordance with the *Corporations Act 2001*

including:

- a. Giving a true and fair view of the financial position of the Group as at 31 December 2024 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date; and
- b. Complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001* and;

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.



**Neil Sheather**  
**DIRECTOR**

6 March 2025

## Independent Auditor's Report to the Directors of Finexia Financial Group Limited

### Conclusion

We have reviewed the accompanying half-year financial report of Finexia Financial Group Limited ("Company") and its subsidiaries ("Group"), which comprises the condensed consolidated interim statement of financial position as at 31 December 2024, the condensed consolidated interim statement of comprehensive income, the condensed consolidated interim statement of changes in equity, and the condensed consolidated interim statement of cash flows for the half-year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information, and the Directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Finexia Financial Group Limited is not in accordance with the *Corporations Act 2001*, including:

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

### Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* ("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 was given to the Directors of the Company on 5 March 2025, would remain in the same terms if given to the directors as at the time of this auditor's review report dated 6 March 2025.

### Emphasis of Matter

We refer to Note 16, Events Subsequent to the Reporting Date, which discloses a non-binding offer to potentially purchase a material portion of the Company's business. Our opinion is not modified in this respect.

## Directors' Responsibility 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 internal control as the Directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or to cease operations, or have no realistic alternative but to do so.

## 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. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including, giving a true and fair view of the Group's financial position as at 31 December 2024 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Finexia Financial Group Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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 material matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



**FORVIS MAZARS ASSURANCE PTY LIMITED**



**Michael Georghiou**  
Director

Brisbane, 06 March 2025