

CFOAM Limited

ABN 46 611 576 777

Interim Report - 31 December 2024

CFOAM Limited
Directors' report
31 December 2024

The directors present their report, together with the financial statements of CFOAM Limited during the half-year ended 31 December 2024.

Directors

The following persons were directors of CFOAM Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Gary Steinepreis
Todd Hoare
Nicholas Ong

Principal activities and review of operations

The principal activity has been compliance work, the delisting from ASX and wind-down of operations. The Company is working to monetise its unlisted investments and then return the capital to shareholders.

The loss after providing for income tax amounted to US\$3,026 (2023: profit US\$134,565)

Events after the reporting period

No matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the entity's operations, the results of those operations, or the entity's state of affairs in future financial years.

Significant changes in the state of affairs

There were no other significant changes in the state of affairs during the financial half-year other than as stated above.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

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

On behalf of the directors

A handwritten signature in black ink that reads "G Steinepreis". The signature is written in a cursive style with a large initial "G" and a long horizontal stroke.

Gary Steinepreis
Director
Perth, 11 February 2025



Tel: +61 8 6382 4600
Fax: +61 8 6382 4601
www.bdo.com.au

Level 9, Mia Yellagonga Tower 2
5 Spring Street
Perth WA 6000
PO Box 700 West Perth WA 6872
Australia

DECLARATION OF INDEPENDENCE BY JACKSON WHEELER TO THE DIRECTORS OF CFOAM LIMITED

As lead auditor for the review of CFOAM Limited for the half-year ended 31 December 2024, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
2. No contraventions of any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink, appearing to read 'J. Wheeler', written over a horizontal line.

Jackson Wheeler

Director

BDO Audit Pty Ltd

Perth

11 February 2025

CFOAM Limited
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General information

The financial statements cover CFOAM Limited. The financial statements are presented in United States dollars, which is CFOAM Limited's presentation currency with the prior period being presented in United States dollars.

CFOAM Limited is an unlisted public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

Registered office and principal place of business

Level 1
33 Ord Street
West Perth WA 6005

A description of the nature of the entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 11 February 2025.

CFOAM Limited
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2024

	Note	31 Dec 2024 US\$	31 Dec 2023 US\$
Revenue			
Other income		16,717	3,049
		<u>16,717</u>	<u>3,049</u>
Expenses			
Accounting and audit fees		(10,076)	(17,454)
Australian securities exchange fees		(307)	(10,592)
Other expenses		(9,360)	(3,972)
Fair value movement	3	-	163,512
Foreign exchange loss		-	21
		<u>(19,743)</u>	<u>131,515</u>
Profit (Loss) before income tax		(3,026)	134,565
Income tax expense		-	-
		<u>(3,026)</u>	<u>134,565</u>
Profit (Loss) after income tax expense for the half-year		(3,026)	134,565
Other comprehensive income (loss)			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operations		<u>(208,932)</u>	<u>76,752</u>
Total comprehensive profit (loss) for the half-year		<u>(211,958)</u>	<u>211,317</u>
Profit (Loss) per share for loss attributable to the owners of CFOAM Limited			
Basic profit (loss) per share		\$0.00	\$0.00018
Diluted profit (loss) per share		\$0.00	\$0.00018

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

CFOAM Limited
Statement of financial position
As at 31 December 2024

	Note	31 Dec 2024 US\$	30 Jun 2024 US\$
Assets			
Current assets			
Cash and cash equivalents		729,406	813,397
Trade and other receivables		1,724	981
Financial assets at fair value through profit or loss	3	-	-
Total current assets		<u>731,131</u>	<u>814,377</u>
Non-current assets			
Financial assets at fair value through profit or loss	3	<u>1,807,739</u>	<u>1,956,928</u>
Total non-current assets		<u>1,807,739</u>	<u>1,956,928</u>
Total assets		<u>2,538,869</u>	<u>2,771,305</u>
Liabilities			
Current liabilities			
Trade and other payables		<u>7,975</u>	<u>28,453</u>
Total current liabilities		<u>7,975</u>	<u>28,453</u>
Total liabilities		<u>7,975</u>	<u>28,453</u>
Net assets		<u>2,530,894</u>	<u>2,742,852</u>
Equity			
Issued capital	4	23,413,750	23,413,750
Reserves	5	72,367	281,299
Accumulated losses		<u>(20,955,223)</u>	<u>(20,952,197)</u>
Total equity		<u>2,530,894</u>	<u>2,742,852</u>

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

CFOAM Limited
Statement of changes in equity
For the half-year ended 31 December 2024

	Issued capital US\$	Reserves US\$	Accumulated losses US\$	Total equity US\$
Balance at 1 July 2024	23,413,750	281,299	(20,952,197)	2,742,852
Loss after income tax expense for the half-year	-	-	(3,026)	(3,026)
Other comprehensive loss for the half-year, net of tax	-	(208,932)	-	(208,932)
Total comprehensive loss for the half-year	-	(208,932)	(3,026)	(211,958)
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity	-	-	-	-
Costs of contributions of equity	-	-	-	-
Balance at 31 December 2024	<u>23,413,750</u>	<u>72,367</u>	<u>(20,955,223)</u>	<u>2,530,894</u>

	Issued capital US\$	Reserves US\$	Accumulated losses US\$	Total equity US\$
Balance at 1 July 2023	23,413,750	506,763	(21,313,552)	2,606,961
Loss after income tax expense for the half-year	-	-	134,565	134,565
Other comprehensive loss for the half-year, net of tax	-	76,752	-	76,752
Total comprehensive loss for the half-year	-	76,752	134,565	211,317
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity	-	-	-	-
Costs of contributions of equity	-	-	-	-
Transfer of reserves to accumulated losses	-	(257,448)	257,448	-
Balance at 31 December 2023	<u>23,413,750</u>	<u>326,067</u>	<u>(20,921,539)</u>	<u>2,818,278</u>

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

CFOAM Limited
Statement of cash flows
For the half-year ended 31 December 2024

	31 Dec 2024	31 Dec 2023
	US\$	US\$
Cash flows from operating activities		
Receipts from customers (inclusive of sales and other taxes)	-	-
Payments to suppliers and employees (inclusive of sales and other taxes)	(40,030)	(16,667)
Interest received	16,716	3,049
	<hr/>	<hr/>
Net cash used in operating activities	<u>(23,314)</u>	<u>(13,618)</u>
Cash flows from investing activities		
Proceeds from redemption of Aerovation convertible notes	-	1,633,621
Investment in CarBon New Energy Ltd	-	(632,849)
	<hr/>	<hr/>
Net cash provided by investing activities	<u>-</u>	<u>1,000,772</u>
Net increase / (decrease) in cash and cash equivalents	(23,314)	987,154
Foreign currency effect on cash translation	(60,678)	-
Cash and cash equivalents at the beginning of the financial half-year	813,398	210,610
	<hr/>	<hr/>
Cash and cash equivalents at the end of the financial half-year	<u><u>729,406</u></u>	<u><u>1,197,764</u></u>

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

Note 1. Material accounting policies

Basis for Preparation

This condensed interim financial report for the half-year reporting period ended 31 December 2024 has been prepared in accordance with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001.

The interim report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2024 and any public announcements made by CFOAM Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, except for the adoption of new and amended standards as set out below and a new financial instruments policy.

(a) New and amended standards adopted by CFOAM Limited

The entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The entity did not have to change its accounting policies or make retrospective adjustments as a result of adopting these amended standards.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Significant accounting judgements and estimates

The significant accounting judgements, estimates and assumptions adopted in the half-year financial report are consistent with those applied in the preparation of the annual report for the year ended 30 June 2024.

Note 2. Operating segments

Identification of reportable operating segments

In conjunction with AASB 8 Operating Segments, the Company has identified its operating segment based on internal reports that are reviewed and used by the Chief Operating Decision Maker (CODM) in assessing performance and in determining the allocation of resources.

There is one reporting segment, being CFOAM Limited, therefore the financial performance and position of this segment are represented by the primary financial statements,

Geographical information

All assets are based in Australia.

Revenue Recognition:

All revenue recorded related to Australia.

CFOAM Limited
Notes to the financial statements
31 December 2024

Note 3. Financial assets - Investment in Aerovation and CarBon New Energy

Financial assets at fair value through profit or loss ("FVPL")	31 Dec 2024	30 June 2024
	US\$	US\$
Current assets		
Balance at 1 July	-	1,633,621
Redemption-Convertible note in Aerovation Technologies Pty Ltd (Aerovation)	-	(1,633,621)
Foreign exchange movements	-	-
Fair value movement	-	-
	<u>-</u>	<u>-</u>
Total financial assets at fair value	<u>-</u>	<u>-</u>
Non-current assets		
Balance at 1 July	1,956,928	783,372
Acquisition-Investment in CarBon New Energy Ltd (CarBon New Energy)	-	963,787
Foreign exchange movements	(149,189)	52,379
Fair value movement	-	157,390
	<u>1,807,739</u>	<u>1,956,928</u>
Total financial assets at fair value	<u>1,807,739</u>	<u>1,956,928</u>

As at 31 December 2024, the fair value of the Company's financial assets were assessed in accordance with AASB 9 Financial Instruments, and as a result there was no fair value change recognised in this financial period.

Fair Value of Financial Instruments

Financial assets and financial liabilities measured at fair value in the Statement of Financial Position are grouped into three levels of a fair value hierarchy. The three 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; and
- Level 3: unobservable inputs for the asset or liability.

The following table shows the levels within the hierarchy of financial assets and liabilities measured at fair value on a recurring basis at 31 December 2024.

31 December 2024	Level 1	Level 2	Level 3	Total
	US\$	US\$	US\$	US\$
Investment in CarBon New Energy	-	-	1,199,454	1,199,454
Investment in Aerovation	-	-	608,285	608,285
Total Financial assets at FVPL	<u>-</u>	<u>-</u>	<u>1,807,739</u>	<u>1,807,739</u>

The fair value of the Level 3 financial assets in Aerovation have been based on a transaction which occurred in August 2023 and settled in October 2023, whereby Aerovation Technologies Pty Ltd restructured its business and obtained a third party investment which allowed for the repayment of the convertible note investment held by the Company.

The fair value of the level 3 financial assets in CarBon New Energy has been based on recent share raising prices during the previous half year.

The directors consider this to reflect the investments fair value at reporting date.

CFOAM Limited
Notes to the financial statements
31 December 2024

Note 4. Issued Capital

	31 Dec 2024 Shares	30 Jun 2024 Shares	31 Dec 2024 US\$	30 Jun 2024 US\$
Ordinary shares - fully paid	734,340,634	734,340,634	23,413,750	23,413,750

Movements in ordinary share capital

Details	Date	Shares	US\$
Balance	30 June 2024	<u>734,340,634</u>	<u>23,413,750</u>
Balance	31 December 2024	<u>734,340,634</u>	<u>23,413,750</u>

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held. On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

Note 5. Reserves

	31 Dec 2024 US\$	30 June 2024 US\$
Foreign currency reserve	<u>72,367</u>	<u>281,299</u>
	<u>72,367</u>	<u>281,299</u>

Nature and Purpose of Reserves

Foreign currency reserve

The reserve is used to recognise exchange differences arising movement in the investment in Aerovation and CarBon New Energy which is in Australian dollars.

Note 6. Contingencies and commitments

There have been no changes since 30 June 2024.

Note 7. Events after the reporting period

No matter or circumstance has arisen since 31 December 2024 that has significantly affected, or may significantly affect the entity's operations, the results of those operations, or the entity's state of affairs in future financial years.

CFOAM Limited
Directors' declaration
31 December 2024

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the entity's financial position as at 31 December 2024 and of its performance for the financial half-year ended on that date; 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.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors

A handwritten signature in black ink that reads "G Steinepreis". The signature is written in a cursive style with a large, looped initial "G" and a vertical line extending downwards from the bottom of the "G".

Gary Steinepreis
Director

11 February 2025
Perth

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of CFOAM Limited

Report on the Half-Year Financial Report

Qualified conclusion

We have reviewed the half-year financial report of CFOAM Limited (the Company), which comprises the statement of financial position as at 31 December 2024, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year ended on that date, a summary of material accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, except for the effects of the matter described in the *Basis for qualified conclusion* section, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Company does not comply with the *Corporations Act 2001* including:

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

Basis for qualified conclusion

As disclosed in Note 3 to the half-year financial report, CFOAM Limited holds an equity interest in Aerovation Technologies Pty Ltd ("Aerovation") and an equity interest in CarBon New Energy Limited ("Carbon New Energy").

Due to an inability to access the financial information of the investees, the fair value of the Aerovation investment as at 31 December 2024 was based on a transaction which occurred in August 2023 and settled in October 2023. In respect of the Carbon New Energy investment, the fair value as at 31 December 2024 was based on the most recent share raising which settled in November 2023.

As management were unable to obtain financial information to perform a fair value assessment on investments as at the reporting date, we were unable to obtain sufficient appropriate evidence about the carrying amount of these financial assets as at 31 December 2024. Consequently, we were unable to determine whether any adjustment to the carrying value of the equity investments were necessary. Our audit opinion for the year ended 30 June 2024 was also modified in respect of the same matter.

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)* (the Code) that are relevant to the 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 the same terms if given to the directors as at the time of this auditor's review report.

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 internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's 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 Company's financial position as at 31 December 2024 and its financial 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.

BDO Audit Pty Ltd

BDO


Jackson Wheeler

Director

Perth, 11 February 2025