



APPENDIX 4D and INTERIM FINANCIAL REPORT

**FOR THE HALF-YEAR ENDED
31 DECEMBER 2024**

**RemSense Technologies Limited
ABN 50 648 834 771**

CONTENTS

Page

APPENDIX 4D.....	1
DIRECTORS' REPORT	2
AUDITOR'S INDEPENDENCE DECLARATION	5
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME.....	6
CONSOLIDATED STATEMENT OF FINANCIAL POSITION.....	7
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	9
CONSOLIDATED STATEMENT OF CASH FLOWS	11
NOTES TO THE CONSOLIDATED FINANCIAL REPORT	12
DIRECTORS' DECLARATION	29
INDEPENDENT AUDITOR'S REPORT	30
CORPORATE DIRECTORY.....	32

APPENDIX 4D

Reporting period (current period)	Half-year ended 31 December 2024
Previous corresponding period	Half-year ended 31 December 2023

Results for announcement to market

Results performance	6 months to 31-Dec-24	6 months to 31-Dec-23	Percentage Increase / (Decrease)
	\$	\$	
Revenue from ordinary activities	3,115,213	1,122,136	178%
Profit / (Loss) after tax attributable to owners of the Company	796,892	(1,073,624)	174%
Net profit / (loss) attributable to the owners of the Company	796,892	(1,073,624)	174%

Dividend information

	Amount per share (cents)	Franked amount per share (cents)
Final 2024 dividend per share	Nil	Nil
Interim 2025 dividend per share	Nil	Nil

Net tangible assets

	31-Dec-24	31-Dec-23
Net tangible assets per ordinary share (cents)	0.719	0.151

Details of entities over which control has been gained or lost during the period

None.

Review of Results

Additional information supporting the Appendix 4D disclosure requirements can be found in the Directors' Report and the condensed consolidated financial statements for the half-year ended 31 December 2024. This Interim Financial Report should be read in conjunction with the most recent annual financial report.

Review Report

This Interim Financial Report has been subject to review by the Company's external auditor and the review report is attached as part of the Interim Financial Report.

DIRECTORS' REPORT

The Directors present their Interim Financial Report, together with the financial statements, on the consolidated entity (**Group**) consisting of RemSense Technologies Limited (**RemSense** or **the Company**) and the entity it controlled at the end of and during the half-year ended 31 December 2024.

DIRECTORS

The following persons were Directors of RemSense during the entirety of the half-year period and up to the date of this report, unless otherwise stated.

Warren Cook	Managing Director / CEO	Appointed 13 June 2024
Ross Taylor	Non-Executive Chairman	Appointed 20 August 2020
John Clegg	Non-Executive Director	Appointed 21 February 2024

REVIEW OF OPERATIONS

Highlights

- Revenue from ordinary activities increased 178% to \$3.12M, up from \$1.12M in H1 FY2024
- Profit after tax of \$796,892, a significant turnaround from a loss of \$1.07M in H1 FY2024
- Net cash from operating activities of \$365,539, compared to negative cash flow of \$857,075 in H1 FY2024

Business Activity

RemSense Delivers Record Growth, Profitability, and Market Expansion in HY25

Transformational Growth Driving a Strong Future

RemSense has delivered an outstanding first half of FY2025, achieving record revenue growth, breakthrough profitability, and a strong financial turnaround. With surging customer receipts, strategic contract wins, and the continued evolution of its virtualplant technology, the Company is well-positioned to accelerate its global expansion. The milestone cash-positive Q2 FY2025 reinforces a robust financial outlook, reflecting RemSense's commitment to innovation, execution, and market leadership.

Revenue Surges 178%, First Profitable Half-Year Since ASX Listing

RemSense's revenue climbed by 178%, reaching \$3.12M, up from \$1.12M in the previous half-year. This extraordinary growth was primarily fuelled by heightened demand for virtualplant reality capture services across the oil & gas, mining, and industrial sectors, contributing \$2.99M to total revenue. The Company's successful expansion into new domestic and international markets has been a key driver, as it continues delivering high-value projects to global industry leaders. For the first time since its ASX debut in 2021, RemSense achieved a net profit after tax of \$796,892, a dramatic turnaround from the prior period's \$1.07M loss. The Company recorded an EBITDA of \$1,517,913, after eliminating the effect of non-cash share-based payment expenditures. This represents a substantial improvement from a loss making operation in the prior comparative period.

This transformation is further underscored by substantial improvement in cash flow, with net cash generated from operating activities increasing to 365,539 from cash out flow of \$857,075.

REVIEW OF OPERATIONS (continued)

Opportunities

RemSense's continued investment in business development, focused on refining sales messaging and communication strategies, has strengthened its sales pipeline, leading to sustained demand across the oil & gas, mining, and industrial sectors. In addition, the Company is actively exploring opportunities for expansion and diversification into new industries to further solidify its market position.

The Company has continued to develop its partnership with Chevron, reinforcing a shared commitment to innovation and operational excellence. In collaboration with Chevron's primary Digital Twin provider, RemSense is delivering advanced photogrammetry solutions while expanding its capabilities to include immersive 3D models and asset identification technologies. These initiatives highlight the Company's dedication to leveraging cutting-edge solutions to support Chevron's objectives and drive long-term success.

Further, RemSense is in advanced discussions to launch pilot projects with several global leaders in the aggregates, cement, and bitumen industries. These projects present a strategic opportunity to demonstrate the versatility and value of RemSense's solutions in new market segments.

Additionally, the Company is actively engaging with a Tier 1 oil & gas producer to explore an innovative collaboration in large-scale infrastructure decommissioning and demolition. By harnessing advanced imagery technology, this partnership aims to capture critical data that will enable safer, more efficient, and cost-effective decommissioning of ageing facilities.

This initiative aligns seamlessly with the virtualplant technology roadmap, reinforcing RemSense's commitment to developing a world-class visualisation platform. By delivering actionable insights, our solutions empower industries to enhance safety, efficiency, and operational decision-making, further establishing RemSense as a leader in asset visualisation and management.

RemSense remains focused on building strategic partnerships to expand its sales capacity both internationally and domestically, positioning the Company for continued growth and market leadership.

Product Development Activities

virtualplant is a powerful and flexible platform designed for the immersive visualisation of complex industrial facilities, from small-scale assets to large-scale infrastructure. RemSense remains committed to continuous innovation, working closely with customers to enhance and expand virtualplant's capabilities. The Company is also actively pursuing strategic partnerships with leading technology innovators to develop state-of-the-art visualisation applications that further strengthen the virtualplant technology stack.

During the six (6) months, RemSense achieved significant advancements in the proprietary coordinate transformation and geolocation functionalities of virtualplant's AI-driven Asset Audit application. These enhancements increase scalability and improve performance, enabling the application to process larger volumes of data with greater accuracy and efficiency.

RemSense continues to enhance its Remotely Piloted Aircraft Systems (RPAS) services and expand its equipment capabilities. A key focus has been the development of specialised water sampling solutions for challenging environments, such as deep, abandoned open pits. To help clients meet stringent environmental regulatory requirements, RemSense has engineered integrated solutions incorporating connected sonar systems, tethers, and winches. These innovations enable safe and precise water sampling at depths of up to 200m, ensuring unparalleled accuracy and reliability in data collection.

Through these technological advancements, RemSense continues to set new industry benchmarks, reinforcing its position as a leader in advanced asset visualisation and industrial data solutions.

REVIEW OF OPERATIONS (continued)

Product Development Activities (continued)

This report reflects a strong financial turnaround for RemSense, with significant revenue growth, profitability, and improved financial stability, positioning it for further expansion in the technology and asset visualisation space.

CORPORATE

RemSense is listed on the Australia Securities Exchange (**ASX:REM**) as a technology focused company developing asset visualisation and insight applications for industry agnostic application. At the date of this report, the Company has 165.86 million shares on issue.

The principal activities of the Company are to provide services in the arena of data capturing for purposes of creation of digital twin solutions across industry agnostic application.

The Group has achieved its first profitable half-year period since incorporation and listing on ASX.

SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

Other than as reported in the Review of Operations, there were no matters that significantly affected the affairs of the Group during the reporting period.

MATTERS SUBSEQUENT TO BALANCE DATE

On 6 February 2025, a total of 425,000 fully paid ordinary shares were issued to option holders upon the conversion of 425,000 options, each with an exercise price of 4 cents.

Other than as disclosed above, no other matters or circumstances have arisen since the end of the financial period that have significantly affected, or may significantly affect, the operations of the Group, the results of these operations, or the state of affairs of the Group in future financial years.

AUDITOR INDEPENDENCE

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* (**the Act**) is set out on page 05.

This report is made in accordance with a resolution of the Directors, pursuant to section 298(2)(a) of the Act.

On behalf of the Board of Directors



WARREN COOK

Managing Director / CEO

26 February 2025

Perth, WA



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DECLARATION OF INDEPENDENCE BY ASHLEIGH WOODLEY TO THE DIRECTORS OF REMSENSE TECHNOLOGIES LIMITED

As lead auditor for the review of Remsense Technologies 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.

This declaration is in respect of Remsense Technologies Limited and the entities it controlled during the period.

A handwritten signature in black ink, appearing to read 'Ashleigh Woodley', is written over a light blue horizontal line.

Ashleigh Woodley
Director

BDO Audit Pty Ltd
Perth
26 February 2025

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the half-year ended 31 December 2024

	Note	31 December 2024 \$	31 December 2023 \$
Revenue	3	3,115,213	1,122,136
Government grants	4	154,155	143,057
Other income		11,500	-
Finance income		3,149	-
Other gains		34,655	4,209
Expenses			
Cost of sales	5	(652,447)	(380,924)
Marketing and business development costs		(86,371)	(125,119)
Personnel expenses		(641,511)	(1,145,919)
Share-based payment expense	5	(534,307)	(48,262)
General and administration costs		(179,458)	(219,478)
Professional fees		(161,776)	(171,704)
Depreciation	8	(34,318)	(49,589)
Amortisation	9	(153,941)	(114,304)
Amortisation – right of use assets		(43,102)	(47,537)
Research and development costs		(25,196)	(23,796)
Finance expenses	5	(9,353)	(16,394)
Profit/(loss) before income tax		796,892	(1,073,624)
Income tax expense		-	-
Profit/(loss) for the period		796,892	(1,073,624)
Other comprehensive income, net of tax		-	-
Total comprehensive income/(loss) for the period		796,892	(1,073,624)
Total comprehensive income/(loss) attributable to owners of the Company		796,892	(1,073,624)
Earnings /(loss) per share (cents per share)			
Basic and diluted	12	0.48	(1.06)

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
As of 31 December 2024

	Note	31 December 2024 \$	30 June 2024 \$
Assets			
Cash and cash equivalents	6	431,099	325,650
Trade and other receivables	7	1,483,055	6,196
Contract assets	3	21,028	22,178
Prepayments		145,509	97,357
Other financial assets		65,830	62,681
Total current assets		2,146,521	514,062
Property, plant, and equipment	8	242,520	274,350
Intangible assets	9	1,129,487	1,191,945
Right of use assets		44,049	87,151
Other financial assets		49,225	49,225
Total non-current assets		1,465,281	1,602,671
Total assets		3,611,802	2,116,733
Liabilities			
Trade and other payables		346,764	199,694
Borrowings		137,027	95,063
Lease Liabilities		38,692	92,086
Employee benefits		331,092	153,517
Contract liabilities	3	117,802	271,774
Total current liabilities		971,377	812,134
Borrowings	13	1,083	11,007
Employee benefits		80,121	80,121
Provisions		12,000	12,000
Contract liabilities	4	224,673	209,726
Total non-current liabilities		317,877	312,854
Total liabilities		1,289,254	1,124,988
Net assets		2,322,548	991,745

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (continued)
As of 31 December 2024

	Note	31 December 2024 \$	30 June 2024 \$
Equity			
Issued capital	10	8,827,535	8,827,931
Reserves	10	969,856	484,263
Accumulated losses		(7,474,843)	(8,320,449)
Total equity		2,322,548	991,745

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the half-year ended 31 December 2024

	Share capital	Predecessor reserve	Options reserve	Performance rights reserve	Accumulated losses	Total equity
	\$	\$	\$	\$	\$	\$
Balance on 1 July 2023	7,204,024	(8,674)	59,306	-	(5,825,767)	1,428,889
Loss for the period	-	-	-	-	(1,073,624)	(1,073,624)
Total comprehensive loss for the period	-	-	-	-	(1,073,624)	(1,073,624)
<i>Transactions with owners in their capacity as owners</i>						
Contributions of equity, net of transaction costs	969,553	-	-	-	-	969,553
Transfer to accumulated losses on exercise of options	-	-	(810)	-	810	-
Share-based payments	-	-	72,727	-	-	72,727
Balance on 31 December 2023	8,173,577	(8,674)	131,223	-	(6,898,581)	1,397,545

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)
For the half-year ended 31 December 2024

	Share capital	Predecessor reserve	Options reserve	Performance rights reserve	Accumulated losses	Total equity
	\$	\$	\$	\$	\$	\$
Balance on 1 July 2024	8,827,931	(8,674)	433,615	59,322	(8,320,449)	991,745
Profit after income tax expense for the period	-	-	-	-	796,892	796,892
Total comprehensive loss for the year	-	-	-	-	796,892	796,892
<i>Transactions with owners in their capacity as owners</i>						
Contributions of equity, net of transaction costs	(396)	-	-	-	-	(396)
Transfer to accumulated losses on exercise of performance rights	-	-	-	(48,714)	48,714	-
Share-based payment transactions	-	-	512,861	21,446	-	534,307
Balance on 31 December 2024	8,827,535	(8,674)	946,476	32,054	(7,474,843)	2,322,548

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

CONSOLIDATED STATEMENT OF CASH FLOWS
For the half-year ended 31 December 2024

	Note	31 December 2024 \$	31 December 2023 \$
Cash flows from operating activities			
Receipts from customers		1,851,282	1,114,827
Government grants		157,602	101,526
Payments to suppliers and employees		(1,626,606)	(2,033,238)
Interest paid		(16,739)	(16,394)
Payments for R&D		-	(23,796)
Net cash generated from/ (used in) operating activities		365,539	(857,075)
Cash flows from investing activities			
Government grants		-	145,481
Proceeds from disposal of property, plant, and equipment		19,150	10,989
Payments for property, plant, and equipment		(2,488)	(26,616)
Payments for intangible assets		(91,483)	(285,405)
Net cash generated from/ (used in) investing activities		(74,821)	(155,551)
Cash flows from financing activities			
Proceeds from issue of shares and options		-	1,095,457
Proceeds from exercise of options		-	-
Proceeds from other short-term loans		65,000	-
Repayment of premium funding facility		(99,983)	(49,214)
Repayment of other short-term loans		(83,856)	(40,000)
Repayment of chattels and mortgages		(9,924)	(8,948)
Payments of lease liabilities (Principal)		(53,394)	(44,506)
Payment of capital raising costs		(3,112)	(56,643)
Net cash generated from/ (used in) financing activities		(185,269)	896,146
Net increase/ (decrease) in cash and cash equivalents		105,449	(116,480)
Cash and cash equivalents on 1 July		325,650	789,652
Cash and cash equivalents on 31 December	6	431,099	673,172

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

NOTES TO THE CONSOLIDATED FINANCIAL REPORT **For the half-year ended 31 December 2024**

1 CORPORATE INFORMATION

The financial statements cover RemSense Technologies Limited ("the Company") as a Group consisting of RemSense Technologies Limited and the entity it controlled ("the Group") at the end of, or during the half-year. The financial statements are presented in Australian Dollars, which is RemSense Technologies Limited's functional and presentation currency.

RemSense Technologies Limited is a listed public company limited by shares, incorporated, and domiciled in Australia. Its registered office and principal place of business is Suite 173, 580 Hay Street, Perth, WA, 6000.

A description of the nature of the Group'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 26 February 2025.

2 MATERIAL ACCOUNTING POLICIES

2.1 Basis of preparation

This interim financial report for the half-year ended 31 December 2024 is a condensed general purpose financial report prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This interim 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 Group as the annual financial report.

The interim financial report should be read in conjunction with the most recent annual financial report for the year ended 30 June 2024.

It is also recommended that the interim financial report be considered together with any public announcements made by RemSense Technologies Limited during the half-year ended 31 December 2024 in accordance with the continuous disclosure obligations arising under the ASX Listing Rules.

2.2 Going Concern

The consolidated financial statements have been prepared on a going concern basis which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business.

For the half-year ended 31 December 2024, the Group recorded a profit of \$796,892 (31 December 2023: loss of \$1,073,624) and had net cash inflows from operating activities of \$365,539 and net cash outflows from investing activities of \$74,821 (31 December 2023: net cash outflows of \$857,075 & \$155,551).

As of 31 December 2024, the Group had net assets of \$2,322,548 (30 June 2024: \$991,745), a working capital surplus of \$1,175,142 (30 June 2024: working capital deficit of \$298,072) and total cash on hand of \$431,099 (30 June 2024: \$325,650).

2.2 Going concern (continued)

The Directors believe the Group will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

2.3 Accounting policies

The Group has adopted all the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ("AASB") that are mandatory for the current reporting period.

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

There were no new Accounting Standards and Interpretations relevant to the Group during the reporting period.

2.4 Segment information

For management purposes, the Group is organised into one operating segment, being technology development, RPAS services and its virtualplant Visual Twin software product, and services a range of markets and applications. All the Group's activities are interrelated, and discrete financial information is reported to the CODM as a single segment. Accordingly, all significant operating decisions are based upon analysis of the Group as one segment. The financial results from the segment are equivalent to the financial statements of the Group as a whole. The accounting policies used by the Group in reporting segments internally are the same as those adopted in the financial report.

There have been no changes to the basis of segmentation or the measurement basis for segment profit or loss since 30 June 2024.

3 REVENUE

(a) The Group's disaggregation of revenue from contracts with customers is as follows:

	31 December 2024 \$	31 December 2023 \$
Virtualplant scanning services	2,987,336	954,072
virtualplant subscriptions	127,877	168,064
	3,115,213	1,122,136

3 REVENUE (continued)

	31 December 2024 \$	31 December 2023 \$
<i>Timing of revenue recognition</i>		
Services transferred at a point in time*	2,987,336	954,072
Services transferred over time**	127,877	168,064
	3,115,213	1,122,136

* Revenue from virtualplant subscription contracts is recognised over time.

** Revenue from scanning jobs is recognised at a point in time.

(b) The Group's assets and liabilities related to contracts with customers are as follows:

	31 December 2024 \$	30 June 2024 \$
Contract assets		
Balance on 1 July	22,178	33,909
Reclassified to trade receivables	(22,178)	(33,909)
Consideration for work completed not billed	21,028	22,178
	21,028	22,178

The contract assets primarily relate to the Group's rights to consideration for work completed but not billed at the reporting date for virtualplant scanning services. The contract assets are transferred to receivables when the rights become unconditional. This usually occurs when the Group issues an invoice to the customer.

	31 December 2024 \$	30 June 2024 \$
Contract liabilities		
Unearned revenue	117,802	271,774
	117,802	271,774

The contract liabilities relate to the advance consideration received from customers for virtualplant scanning services, for which revenue is recognised at a point in time and virtualplant subscriptions for which revenue is recognised over time.

4 GOVERNMENT GRANTS

	31 December 2024 \$	31 December 2023 \$
R&D tax incentive	154,155	143,057

During the period, the Group received a research and development (R&D) grant amounting to \$169,102 (2023: \$247,007). This grant income has been recognised as deferred income in the statement of financial position and is being amortised in line with the associated intangible assets, in accordance with AASB 120 *Accounting for Government Grants and Disclosure of Government Assistance*. On 31 December 2024, the portion of R&D tax incentive relating to capitalised expenditure is:

	31 December 2024 \$	30 June 2024 \$
Contract liabilities		
R&D tax incentive – deferred income	224,673	209,726

This treatment aligns the recognition of grant income with the economic benefits derived from the associated intangible assets.

5 EXPENSES

Profit/(loss) before income tax includes the following specific expenses:

		31 December 2024 \$	31 December 2023 \$
	Note		
Cost of sales			
Cost of sales		652,447	380,924
Finance expenses			
Interest and finance charges paid / payable on borrowings		6,896	10,345
Interest and finance charges paid / payable on lease liabilities		2,457	6,049
		9,353	16,394
Superannuation expense			
Defined contribution superannuation expense – key management		20,229	39,690
Defined contribution superannuation expense - staff		88,925	107,231
		109,154	146,921
Share-based payment expense			
Key management personnel	13	413,695	48,262
Staff		64,970	-
Others		55,642	-
		534,307	48,262

6 CASH AND CASH EQUIVALENTS

	31 December 2024 \$	30 June 2024 \$
Cash at bank	429,364	325,500
Cash on deposits	-	-
Other	1,735	150
Cash and cash equivalents in the statement of cash flows	431,099	325,650

7 TRADE AND OTHER RECEIVABLES

	31 December 2024 \$	30 June 2024 \$
Current		
Trade receivables	1,370,278	6,174
Other receivables*	112,777	22
	1,483,055	6,196

*Other receivables are non-interest bearing.

Provision for expected credit losses

The Group has not recognised a provision for expected credit losses for the year ended 30 June 2024 as credit risk has not increased significantly since initial recognition.

There were no trade receivable impairment losses for the half-year ended 31 December 2024 (2023: Nil).

The ageing of trade receivables is as follows:

	31 December 2024 \$	30 June 2024 \$
Not overdue	1,324,121	6,174
0-3 months overdue	46,157	-
	1,370,278	6,174

8 PROPERTY, PLANT AND EQUIPMENT

	31 December 2024 \$	30 June 2024 \$
Plant and equipment – at cost	669,065	666,577
Less: accumulated depreciation	(472,494)	(443,470)
	196,571	223,107
Furniture and office equipment – at cost	38,836	38,836
Less: accumulated depreciation	(9,848)	(8,309)
	28,988	30,527
Communication and computer equipment – at cost	57,909	57,909
Less: accumulated depreciation	(47,366)	(44,554)
	10,543	13,355
Mobile equipment and motor vehicles – at cost	58,409	58,409
Less: accumulated depreciation	(51,991)	(51,048)
	6,418	7,361
Leasehold improvements – at cost	6,426	6,426
Less: accumulated depreciation	(6,426)	(6,426)
	-	-
	242,520	274,350

Reconciliations

Reconciliations of the written-down values at the beginning and end of the current period and previous financial year are set out below:

	Plant and equipment \$	Furniture and office equipment \$	Computer & comms equipment \$	Mobile Equipment \$	Total \$
Balance on 1 July 2023	293,051	34,285	20,076	9,856	357,268
Additions	13,692	-	4,483	-	18,175
Disposals	(5,000)	(2,062)	(4,603)	-	(11,665)
Depreciation on disposals	5,000	1,732	3,350	-	10,082
Depreciation expense	(83,636)	(3,428)	(9,951)	(2,495)	(99,510)
Balance on 30 June 2024	223,107	30,527	13,355	7,361	274,350
Additions	2,488	-	-	-	2,488
Disposals	-	-	-	-	-
Depreciation on disposals	-	-	-	-	-
Depreciation expense	(29,024)	(1,539)	(2,812)	(943)	(34,318)
Balance on 31 December 2024	196,571	28,988	10,543	6,418	242,520

9 INTANGIBLE ASSETS

	31 December 2024 \$	30 June 2024 \$
Patents and trademarks– at cost	19,995	19,995
Less: accumulated amortisation	-	-
	19,995	19,995
virtualplant: Software – at cost	834,990	834,990
Less: accumulated amortisation	(262,126)	(177,941)
	572,865	657,049
virtualplant: IP – at cost	400,000	400,000
Less: accumulated amortisation	(196,603)	(156,274)
	203,397	243,726
virtualplant: other software development – at cost	291,883	291,883
Less: accumulated amortisation	(50,134)	(20,708)
	241,748	271,175
Intangible assets under construction	91,483	-
	91,483	-
	1,129,487	1,191,945

Reconciliations

Reconciliations of the written-down values at the beginning and end of the current period and previous financial year are set out below:

	Patents and trademarks \$	virtualplant software \$	virtualplant IP \$	virtualplant other software development \$	Intangible assets under construction \$	Total \$
Balance on 1 July 2023	17,425	616,670	323,726	74,222	-	1,032,044
Additions	2,570	332,944	-	230,101	-	565,614
Impairment	-	(131,965)	-	-	-	(131,965)
Reclassification	-	-	-	(12,439)	-	(12,439)
Amortisation	-	(160,601)	(80,000)	(20,708)	-	(261,309)
Balance on 30 June 2024	19,995	657,049	243,726	271,175	-	1,191,945
Additions	-	-	-	-	91,483	91,483
Amortisation	-	(84,184)	(40,329)	(29,428)	-	(153,941)
Balance on 31 December 2024	19,995	572,865	203,397	241,747	91,483	1,129,487

9 INTANGIBLE ASSETS (continued)

Impairment indicators

During the period ending 31 December 2024, management completed a full review of its capitalised development expenditure as specified under AASB136 para 12. There were no indicators of impairment identified during this exercise.

10 CAPITAL AND RESERVES

Issued Capital

	Ordinary shares			
	Number of shares		Amount in \$	
	December 2024	June 2024	December 2024	June 2024
Opening	164,859,687	93,770,089	8,827,931	7,204,024
Issue of fully paid shares for cash	-	71,089,598	-	1,818,957
Issue of shares on conversion of options	1,000,000	-	-	-
Capital raising costs	-	-	(396)	(195,050)
Closing	165,859,687	164,859,687	8,827,535	8,827,931

Ordinary shares entitled the holder to participate in dividends and the proceeds on the winding up of the company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the company does not have a limited amount of authorised capital.

On a show of hands, every member present at a meeting in person or by proxy shall have one vote and upon a poll, each share shall have one vote.

There is no current on-market share buy-back.

Reserves

Predecessor accounting reserve

The predecessor accounting reserve arises from the capital reorganisation and records the net liabilities of RemSense Technologies Limited as at the acquisition date being 14 April 2021.

Share-based payments reserve

The share-based payments reserve represents the fair value of performance rights and shares to be issued to directors, consultants, and employees. This reserve will be transferred to issued capital once the shares are issued or reversed through retained earnings if the options expire or are cancelled. Refer to note 13.

10 CAPITAL AND RESERVES (continued)

Reserves (continued)

	31 December 2024 \$	30 June 2024 \$
Predecessor accounting	(8,674)	(8,674)
Options	946,476	433,615
Performance rights	32,054	59,322
	969,856	484,263

The following table shows the movement in the options reserve during the half-year:

	Options			
	Number of options December 2024	June 2024	Amount in \$ December 2024	June 2024
Balance on 1 July	96,176,771	22,198,838	433,615	59,306
Cancellation of options on employee termination	-	(920,000)	-	(50,057)
Expired and exercised Class A Director & founder options issued 19-Mar-21	-	-	-	332,682
Expiry of Class A broker options issued on 29-Oct-21	-	-	-	-
Issue of 15 cent options to a KMP, expiring on 10-Dec-25	-	2,000,000	-	25,240
Issue of 4 cent options to KMPs and employees, expiring 31-Mar-29	-	22,500,000	-	95,640
Issue of listed 15 cent options to a broker, expiring on 15-Dec-25	-	2,446,500	-	24,465
Issue of free-attaching listed 15 cent options to a broker, expiring on 15-Dec-25	-	4,540,000	-	-
Issue of free attaching 4 cent options expiring on 09-Nov-26	-	36,961,433	-	-
Issue of 4 cent options to KMPs and employees, and consultants, expiring on 09-Nov-26	-	7,700,000	-	40,446
Expiry of 30-Jun-24, 30 cent options, issued on 20-Apr-21	-	(1,250,000)	-	(94,107)
Previously issued options expensed over vesting period	-	-	212,131	-
Issue of 3.8 cent options to KMP, expiring on 30-Nov-29	17,000,000	-	300,730	-
Balance on 31 December	113,176,771	96,176,771	946,476	433,615

11 FINANCIAL INSTRUMENTS

The carrying amounts of receivables and payables are considered a reasonable approximation of their fair value.

12 EARNINGS/ (LOSS) PER SHARE

	31 December 2024 \$	31 December 2023 \$
<i>Basic and diluted earnings/(loss) per share</i>		
Profit/ (loss) after income tax attributable to owners of RemSense Technologies Limited	796,892	(1,073,624)
	Cents	Cents
Basic earnings/ (loss) per share	0.48	(1.06)
Diluted earnings /(loss) per share	0.48	(1.06)
	Number	Number
<i>Weighted average number of ordinary shares</i>		
Issued ordinary shares on 1 July	164,859,687	93,770,089
Effect of shares converted from options during the period	628,415	-
Effect of shares issued during the period	-	7,596,100
Weighted average number of ordinary shares on 31 December	165,488,102	101,366,189

13 BORROWINGS

	31 December 2024 \$	30 June 2024 \$
Chattels and mortgages	21,459	31,383
Premium funding	116,651	49,094
ATO payment plan	-	25,593
	138,110	106,070
Current	137,027	95,063
Non-current	1,083	11,007
	138,110	106,070

The carrying amounts of borrowings are considered a reasonable approximation of their fair value.

14 SHARE-BASED PAYMENTS

The share-based payment expense included within the consolidated financial statements can be broken down as follows:

	31 December 2024 \$	31 December 2023 \$
Expensed in Personnel Expenses and Other Employee Benefits		
Options issued to key management personnel	392,249	376,715
Rights issued to key management personnel	21,446	-
Options issued to employees	64,970	59,482
Expensed in Professional fees		
Options issued to consultants	55,642	-
Expensed in the statement of profit or loss	534,307	436,197

Share-based payment programme

The Company has adopted an Employee Share Option Scheme ("ESOS"). Under the ESOS, the Company may grant options and rights to Company eligible employees to acquire securities to a maximum of 10% of the Company's total issued ordinary shares at the date of the grant. The fair value of share options granted is measured using the Black Scholes option pricing model.

The options and rights vest on a time scale as specified in the ESOS and are granted for no consideration. Options and rights granted under the plan carry no dividend or voting rights. When exercisable, each option is converted into one ordinary share. The maximum term of an option is five years from grant date and the exercise price is settled in cash.

Options will not be transferable and will not be listed on the ASX unless the offer provides otherwise or the Board in its absolute discretion approves.

14 SHARE-BASED PAYMENTS (continued)

Options

On 31 December 2024, a summary of the Group options issued and not exercised under the share-based payment programme are as follows. Options are settled by the physical delivery of shares:

Grant date	Vesting date	Expiry date	Exercise Price (cents)	Balance at the start of the period	Granted during the period	Exercised during the period	Expired / forfeited during the period	Balance at the end of the period	Vested and exercisable at the end of the period
20-Jul-22	20-Jul-22	30-Jun-25	40	1,020,000	-	-	-	1,020,000	1,020,000
15-Dec-22	15-Dec-22	30-Jun-25	25	515,000	-	-	-	515,000	515,000
28-Jun-23	28-Jun-23	10-Dec-25	15	9,000,000	-	-	-	9,000,000	9,000,000
2-Aug-23	2-Aug-23	10-Dec-25	15	2,446,500	-	-	-	2,446,500	2,446,500
24-Aug-23	24-Aug-23	10-Dec-25	15	2,000,000	-	-	-	2,000,000	2,000,000
10-May-24	16-Nov-24	31-Mar-29	4	12,000,000	-	-	-	12,000,000	12,000,000
10-May-24	13-Jun-24	09-Nov-26	4	5,000,000	-	-	-	5,000,000	5,000,000
16-May-24	27-Nov-24	31-Mar-29	4	10,400,000	-	-	-	10,400,000	10,400,000
24-May-24	10-Dec-24	31-Mar-29	4	500,000	-	-	-	500,000	500,000
20-Jun-24	20-Dec-24	31-Mar-29	4	2,200,000	-	-	-	2,200,000	2,200,000
29-Nov-24	29-Nov-24	30-Nov-29	3.8	-	17,000,000	-	-	17,000,000	17,000,000
Total				45,081,500	17,000,000	-	-	62,081,500	62,081,500
Weighted average exercise price (cents)				8.34	3.8	-	-	7.09	7.09

At the reporting date, the weighted average remaining contractual life of options outstanding at period end was 3.43 years.

14 SHARE-BASED PAYMENTS (continued)

Key valuation assumptions made at the valuation date, under the Black & Scholes option pricing model for the options issued during this half year, are summarised below:

	Number of Options	Exercise Price (cents)	Grant date	Expiry date	Vesting Date	Life of the Options (years)	Volatility	Risk free Rate	Fair value at grant date (cents)	Share price at grant date (cents)
Tranche 13	17,000,000	3.8	29-Nov-24	30-Nov-29	29-Nov-24	5.01	100%	4.05%	1.769	2.5

14 SHARE-BASED PAYMENTS (continued)

Performance rights

On 31 December 2024, a summary of the Group options issued and not exercised are as follows:

Grant date	Vesting year	Expiry date	Balance at the start of the period	Granted during the period	Exercised during the period	Expired / forfeited during the period	Balance at the end of the period	Vested and exercisable at the end of the period
07-Sep-23	2025	07-Sep-25	1,000,000	-	(1,000,000)	-	-	-
07-Sep-23	2026	07-Sep-25	1,000,000	-	-	-	1,000,000	-
			2,000,000	-	(1,000,000)	-	1,000,000	-

The above grant will vest subject to the satisfaction of the following vesting hurdles:

Subject to remaining in tenure as a director of the Company:

- 1,000,000 to vest on 07-Sep-25

Each performance right represents a right to have issued one fully paid ordinary share at the end of the performance period. No exercise price will be payable and the applicable performance hurdles must be met to be eligible to receive the shares.

On 24 August 2023, Warren Cook received 2,000,000 performance rights as part of his contract of employment. 1,000,000 of these rights were converted into fully paid ordinary shares on 7 September 2024 and the remaining balance will be converted on 7 September 2025 subject to being in tenure at that date. The fair value of the expense is based on the share price on grant date (4.9 cents), expensed over vesting period.

15 SUBSIDIARIES

The consolidated financial statements incorporate the assets, liabilities, and results of the following wholly owned subsidiary.

Name of subsidiary	Place of incorporation	Equity Interests	
		2024 %	2023 %
RemSense Pty Ltd	Australia	100	100

Balances and transactions between the Company and its subsidiaries, which are related parties of the Company, have been eliminated on consolidation.

16 RELATED PARTIES

Key management personnel compensation

Key management personnel compensation comprises the following:

	31 December 2024 \$	31 December 2023 \$
Short-term employee benefits	175,673	340,578
Long-term employee benefits	-	(57,325)
Post-employment benefits	27,633	34,544
Share-based payments – options	392,249	48,262
Share-based payments – performance rights	21,446	-
	617,001	366,059

17 COMMITMENTS AND CONTINGENCIES

As of 31 December 2024, the Company has not identified any commitments and contingencies.

18 MATTERS SUBSEQUENT TO THE END OF THE FINANCIAL PERIOD

On 6 February 2025, a total of 425,000 fully paid ordinary shares were issued to option holders upon the conversion of 425,000 options, each with an exercise price of 4 cents.

There are no matters or circumstances have arisen since the end of the financial period that have significantly affected, or may significantly affect, the operations of the Group, the results of these operations, or the state of affairs of the Group in future financial years.

DIRECTORS' DECLARATION
For the half-year ended 31 December 2024

In the opinion of the Directors of RemSense Technologies Limited (the 'Group'):

- (a) the consolidated financial statements and notes set out on pages 06 to 28 are in accordance with the *Corporations Act 2001* including:
 - (i) complying with Australian Accounting standard AASB 134 *Interim Financial Reporting*, the *Corporations Regulations 2001*, and mandatory professional reporting requirements, and
 - (ii) giving a true and fair view of the Group's financial position as of 31 December 2024 and of its performance for the half-year ended on that date; and
- (b) there are reasonable grounds to believe that the Group 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 directors.



Warren Cook
Managing Director/CEO

26 February 2025
Perth

INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of Remsense Technologies Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Remsense Technologies Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 31 December 2024, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, material accounting policy information 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 accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001* including:

- i. Giving a true and fair view of the Group'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 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)* (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 Group'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

A handwritten signature in black ink, appearing to read 'Ashleigh Woodley', is written over a faint, larger 'BDO' logo.

Ashleigh Woodley

Director

Perth, 26 February 2025

CORPORATE DIRECTORY

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Mr Warren Cook
Mr John Clegg

Company Secretary

Mr David McArthur

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