



THORNEY
TECHNOLOGIES
TEK

THORNEY TECHNOLOGIES LTD

ABN 66 096 782 188

Appendix 4D and 2024 Half-Year Financial Statements

APPENDIX 4D (Listing Rule 4.2A3)

RESULTS FOR ANNOUNCEMENT TO THE MARKET

(All comparisons to half-year ended 31 December 2022)

	\$'000s	Movement \$'000s	Up/ Down	Movement %
Loss from ordinary activities	(7,750)	(1)	Down	0%
Loss before tax for the year	(9,104)	206	Up	2%
Loss after tax for the year	(9,104)	(2,361)	Down	(35%)

	31-Dec-23	31-Dec-22	Movement
Net tangible asset backing per ordinary share	28.8 cents	34.8 cents	Down 17%

No dividends have been declared for the half-year ended 31 December 2023.

This report should be read in conjunction with the Thorney Technologies Ltd 2023 Annual Report.

Additional information supporting the Appendix 4D disclosure requirements can be found in the Directors' Report and the financial statements for the half-year ended 31 December 2023.

This report is based on the financial statements for the half-year ended 31 December 2023 which have been reviewed by Ernst & Young.

Corporate information

Thorney Technologies Ltd is a disclosing entity under the *Corporations Act 2001* and currently considered an investment entity pursuant to ASX Listing Rules. The Group is an investor in global listed and unlisted equities with a focus on technology investments.

ASX Code:	TEK
Security:	Thorney Technologies Ltd fully paid ordinary shares
Directors:	Alex Waislitz OAM, Chairman Alan Fisher Jeremy Leibler Martin Casey Tim Birch
Secretary:	Craig Smith
Country of incorporation	Australia
Registered office:	Level 45, 55 Collins Street Melbourne Vic 3000
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Investment Manager:	Thorney Management Services Pty Ltd Level 45, 55 Collins Street Melbourne Vic 3000 AFSL: 444369
Auditor:	Ernst & Young 8 Exhibition Street Melbourne Vic 3000
Lawyers:	Arnold Bloch Leibler Level 21, 333 Collins Street Melbourne Vic 3000
Share Registry:	Computershare Investor Services Pty Limited Yarra Falls 452 Johnston Street Abbotsford VIC 3067 For all shareholder related enquiries, please contact the share registry.

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Chairman's letter

Dear fellow shareholder,

For the six months ended 31 December 2023, the TEK investment portfolio underperformed. Despite the disappointing result, my confidence in the technology sector remains. There has never been a better time to invest in the exciting and disruptive technology sector and the market selloff presents a number of very attractive buying opportunities.

It is TEK's belief that innovative and disruptive, game-changing technologies will continue to have an ever-increasing impact on all company operations and personal lifestyles around the world. As a result, we remain committed to maintaining our exposure to the ongoing global technology revolution.

One example of this continuing commitment is our largest listed holding **Calix Limited (ASX.CXL)** which is accelerating the commercialisation of its environmental technologies which are helping to tackle emissions reduction in the cement industry and improving agriculture and aquaculture processes.

Despite Calix trading well below its historic highs we remain optimistic about CXL's position to deliver superior returns over time due to its experienced management team, solid agreement pipeline and promising technology.

The Company achieved key milestones in 1H FY2024, progressing its joint venture agreement with Pilbara Minerals Limited (PLS.ASX) to develop a demonstration plant to produce lithium salts via an innovative "value added" refining process, while its 93% owned subsidiary Leilac, signed a global licence agreement with California-based Direct Air Capture (DAC) company Heirloom Carbon Technologies. The innovative DAC technologies extract carbon dioxide (CO2) directly from the atmosphere and under the agreement, Heirloom will use Leilac technology for CO2 removal by DAC.

Radiopharmaceuticals company, **Clarity Pharmaceuticals Limited (ASX.CU6)**, is another portfolio position we are positive about. Not only do we see the radiopharmaceuticals space as exciting and prospective, but CU6 has six products under IND for US clinical trials. Whilst commercialisation is some time away, we believe the Company is both well-positioned and capitalised to execute on its ambitions.

CU6 reported significant clinical, preclinical and regulatory advances with its promising products during the half year, including pivotal a Phase III trial for prostate cancer.

We are also confident that **Avita Medical Inc. (ASX.AVH)**, our regenerative medicine holding, will achieve revenue growth as it broadens its product offering.

During the half, AVH secured a key debt financing facility with healthcare investment firm, OrbiMed, for up to \$90 million which should provide it with sufficient capital to meet its goals and position it to reach profitability during 2025.

Imugene Limited (IMU.ASX) is a life sciences holding that is demonstrating encouraging developments with its technology. IMU has several clinical trials underway, and we are confident that the Company is well capitalised to fund these trials and deliver shareholder value.

DUG Technology Limited (ASX.DUG) is a Perth-based technology company specialising in analytical software development and reliable, green, high-performance computing (HPC), mainly focused on the resources sector.

The recovery in the oil and gas industry has led to a strong recovery in DUG's profitability, cash flow and share price, hence our continued optimism in the company. We expect the industry tailwinds to continue as evidenced by contract wins and DUG's spend on new capacity at its Houston operations whilst DUG's management team focuses on building out additional computing power at its newly announced Geraldton site. The increasing use of DUG's proprietary Full Waveform Inversion (FWI) technology provides a further platform for growth at high margins.

Updater, Inc. (UPD) has and continues to be a frustrating investment journey for TEK and all UPD shareholders. Despite the poorly executed and highly dilutive capital raising completed during 2023, we remain hopeful in the fundamentals of the UPD business concept as well as its value-enhancing role in a consortium delivering a major moving contract to the US Department of Defence.

UPD recently provided an update to shareholders and notably, we were encouraged by the company's stated shift in focus from growth to profitability. It is time for the incumbent management and Board to demonstrate an ability to create shareholder value.

The TEK investment team continually monitor the progress of Updater and all other companies in the TEK's unlisted and listed portfolio.

Chairman's letter (continued)

As I have mentioned on many previous occasions, despite its highly prospective portfolio, TEK's share price continues to trade at a discount to its NTA. The investment team and I remain focused on initiatives to eliminate this discount gap.

At the TEK 2023 AGM, we announced the introduction of a high watermark commencing from 1 January 2024 as an additional initiative to address this discount. We also continue to be active with our on-market share buyback.

Outlook

We remain optimistic on the outlook for small cap technology stocks in 2024 given increasing expectations of interest rate cuts across the globe and hopes for a soft economic landing as well as signs of increased M&A activity.

We believe the technology revolution is still in a relatively early phase, and we are committed to remain involved.

Investing in a Listed Investment Company like TEK with its diverse listed and unlisted holdings, deep international connections and access to deal flow remains one of the best ways investors can gain exposure to the potential tech leaders of the future.

My sincere thanks go to my fellow TEK Directors, the outstanding Thorney investment management team and to all TEK shareholders for your continued support.

Sincerely,



Alex Waislitz

Chairman

29 February 2024

Directors' report

The directors present their report, together with the financial statements of Thorney Technologies Ltd (TEK or Group) for the half-year ended 31 December 2023 and the auditor's review report thereon. The financial statements have been reviewed and approved by the directors on the recommendation of the Audit and Risk Committee.

1. Directors

The directors of TEK in office during the half-year and at the date of this report are as follows:

<u>Name:</u>	<u>Period of Directorship:</u>
Alex Waislitz OAM	Director since 9 December 2016
Alan Fisher	Director since 29 August 2015
Jeremy Leibler	Director since 9 December 2016
Martin Casey	Director since 22 June 2016
Tim Birch	Director since 8 November 2021

2. Principal activities

Thorney Technologies Ltd is an investment company listed on the Australian Securities Exchange (ASX:TEK). Its principal activity is investing in global, listed and unlisted, technology investments at all phases of the investment lifecycle.

3. Review of operations

For the six months ended 31 December 2023, the Group recorded a net loss after tax of \$9,104,395.

TEK's five largest portfolio holdings (CXL, CU6, AVH, DUG & IMU), represent approximately 26% of TEK's total assets.

The Net Tangible Asset Backing per share (NTA) after tax as at 31 December 2023 was 28.8 cents per share compared with 30.7 cents per share as at 30 June 2023.

During the half-year period, the Group lodged change of interests of substantial holder notices for SPA, TVL, CCR, ENL, EVS, DUB, BEX, and TGH.

As at 31 December 2023, the On-Market Share Buy-Back (announced on 28 February 2023) has resulted in a total of 18,185,864 shares being bought back at a cost of \$3,054,965, at an average of 16.8 cents per share. The buy-back period ceases on 15 March 2024.

As announced at the 2023 Annual General Meeting, the Board reached an in-principle agreement with the Investment Manager to implement a high water mark when calculating performance fees for TEK. The initial high water mark (HWM) has been set as the Measurable Value of the Measurable Portfolio as at 1 January 2024.

For each 6-month period, where the Measurable Portfolio less the Base Fee less the HWM is greater than zero, a performance fee will be paid. The HWM resets each time a performance fee is payable. Should the Measurable Portfolio close below the HWM, no performance fee is payable. The implementation is subject to compliance with the ASX Listing Rules and any required approvals.

No dividends have been paid or declared since the start of the financial year.

4. Auditor's independence declaration

The Auditor's independence declaration, as required under section 307C of the *Corporations Act 2001*, is set out on the following page.

Signed in accordance with a resolution of directors:



Alex Waislitz
Chairman

Melbourne,
29 February 2024

Auditor's Independence Declaration to the Directors of Thorney Technologies Ltd

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

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



Ernst & Young



Tony Morse
Partner
29 February 2024

Statement of comprehensive income

For the half-year ended 31 December 2023

	Note	December 2023 \$	December 2022 \$
Income			
Net changes in fair value of trading investments	2	(8,756,196)	(8,065,247)
Interest income	2	927,685	191,373
Dividend income	2	62,702	124,830
Other income	2	16,189	-
Total investment (loss) income	2	(7,749,620)	(7,749,044)
Expenses			
Management fees		(909,872)	(1,148,791)
Performance fees		-	-
Directors' fees		(113,775)	(113,262)
Finance costs		-	(150)
Fund administration and operational costs		(49,252)	(61,409)
Legal and professional fees		(224,907)	(181,336)
Other administrative expenses		(56,969)	(55,959)
Total expenses		(1,354,775)	(1,560,907)
(Loss) before income tax benefit		(9,104,395)	(9,309,951)
Income tax benefit	3	-	2,567,130
Total comprehensive (loss) for the half-year		(9,104,395)	(6,742,821)
Basic and diluted (loss) cents per share	11	(2.21)	(1.59)

The Statement of comprehensive income should be read in conjunction with the notes to the half-year financial statements.

Statement of financial position

As at 31 December 2023

	Note	December 2023 \$	June 2023 \$
ASSETS			
Current assets			
Cash and short-term deposits	6	6,313,788	12,829,522
Financial assets	5	65,760,979	66,598,409
Receivables	7	1,090,328	1,997,769
Prepayments		106,021	36,481
Total current assets		73,271,116	81,462,181
Non-current assets			
Financial assets	5	25,984,891	29,806,456
Deferred tax assets	4	19,101,351	19,101,351
Total non-current assets		45,086,242	48,907,807
TOTAL ASSETS		118,357,358	130,369,988
LIABILITIES			
Current liabilities			
Payables and accruals	8	1,187,195	2,186,576
Total current liabilities		1,187,195	2,186,576
Non-current liabilities			
Deferred tax liabilities	4	-	-
Total non-current liabilities		-	-
TOTAL LIABILITIES		1,187,195	2,186,576
NET ASSETS		117,170,163	128,183,412
EQUITY			
Issued capital	9	113,106,538	115,015,392
Reserve		195,467,970	186,492,439
Accumulated losses		(191,404,345)	(173,324,419)
TOTAL EQUITY		117,170,163	128,183,412

The Statement of financial position should be read in conjunction with the notes to the half-year financial statements.

Statement of changes in equity

For the half-year ended 31 December 2023

	Issued capital \$	Profit reserve \$	Accumulated losses \$	Total equity \$
Balance at 1 July 2023	115,015,392	186,492,439	(173,324,419)	128,183,412
Loss for the half-year	-	-	(9,104,395)	(9,104,395)
Total comprehensive loss for the half-year	-	-	(9,104,395)	(9,104,395)
Transfer to Profits Reserve	-	8,975,531	(8,975,531)	-
<u>Transactions with shareholders:</u>				
Share buy-back	(1,908,854)	-	-	(1,908,854)
Total transactions with shareholders	(1,908,854)	-	-	(1,908,854)
Balance as at 31 December 2023	113,106,538	195,467,970	(191,404,345)	117,170,163

For the half-year ended 31 December 2022

	Issued capital \$	Profit reserve \$	Accumulated losses \$	Total Equity \$
Balance at 1 July 2022	116,170,898	173,871,891	(135,181,898)	154,860,891
Loss for the half-year	-	-	(6,742,821)	(6,742,821)
Total comprehensive loss for the half-year	-	-	(6,742,821)	(6,742,821)
Transfer to Profits Reserve	-	9,635,644	(9,635,644)	-
<u>Transactions with shareholders:</u>				
Share buy-back	-	-	-	-
Total transactions with shareholders	-	-	-	-
Balance as at 31 December 2022	116,170,898	183,507,535	(151,560,363)	148,118,070

The Statement of changes in equity should be read in conjunction with the notes to the half-year financial statements.

Statement of cash flows

For the half-year ended 31 December 2023

	December 2023 \$	December 2022 \$
Cash from operating activities:		
Interest received	540,289	191,373
Dividends received	62,702	124,830
Proceeds from sale of trading investments	3,401,760	15,234,440
Payments for trading investments	(5,235,598)	(13,128,543)
Payments to suppliers and employees	(1,919,045)	(2,773,961)
Finance costs	-	(150)
Other income received	(18,203)	99,255
Net cash used in operating activities	(3,168,095)	(252,756)
Cash flows from investing activities:		
Payments for financial assets	(1,439,025)	(429,163)
Net cash used in investing activity	(1,439,025)	(429,163)
Cash flows from financing activities:		
Payments for buy-back of shares	(1,908,854)	-
Net cash provided by financing activities	(1,908,854)	-
Net decrease in cash held	(6,515,974)	(681,919)
Net foreign exchange differences	239	769
Cash at the beginning of the year	12,829,523	9,331,642
Cash at the end of the half-year	6,313,788	8,650,492

The Statement of cash flows should be read in conjunction with the notes to the half-year financial statements.

Notes to the financial statements

The half-year financial statements of Thorney Technologies Ltd for the half-year ended 31 December 2023 were authorised for issue in accordance with a resolution of the Board of Directors on 29 February 2024.

1. Summary of accounting policies

(a) Basis of preparation

The half-year financial statements are general purpose financial statements that have been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half-year financial statements do not include all of the information required for full-year statements. Accordingly, these financial statements should be read in conjunction with the financial statements for the year ended 30 June 2023 and any public announcements made by Thorney Technologies Ltd during the half-year in accordance with the continuous disclosure requirements of the *Corporations Act 2001* and the *ASX Listing Rules*.

Changes in Accounting Standards

The accounting policies adopted in the preparation of the financial statements for the half-year ended 31 December 2023 are consistent with those of the most recent annual financial report. The impact of adopting any new or amended standards and interpretations that applied in 2023 was not material.

2. Total investment income

The major components of investment income in the Statement of comprehensive income are:

	December 2023 \$	December 2022 \$
Net realised (loss) of trading investments	(2,490,562)	(5,396,865)
Unrealised (loss) for change in fair value of trading investments	(5,244,022)	(3,184,789)
Unrealised FX (loss) / gain	(1,021,612)	516,407
Net changes in fair value of trading investments	(8,756,196)	(8,065,247)
Interest income	927,685	191,373
Dividend income	62,702	124,830
Other income	16,189	-
Total investment (loss)	(7,749,620)	(7,749,044)

Notes to the financial statements continued

3. Income tax

The income tax benefit attributable to the half-year differs from the prima facie amount payable on the loss before tax benefit. The difference is reconciled as follows:

	December 2023 \$	December 2022 \$
Current tax		
Current income tax expense (benefit)	-	(218,529)
Deferred tax		
Origination and reversal of temporary differences	-	(2,348,601)
Income tax (benefit) recognised in the statement of comprehensive income	-	(2,567,130)
(Loss) before income tax benefit	(9,104,395)	(9,309,951)
Prima facie tax benefit on (loss) from ordinary activities before income tax at 25% (2022: 25%)	2,276,099	2,327,488
Deferred income tax benefit		
- Unrealised (loss) / gain in relation to financial assets	(2,338,032)	184,152
- Utilisation of tax losses not recognised	61,933	-
- Other	-	55,490
Income tax benefit recognised in the consolidated statement of comprehensive income	-	2,567,130

4. Deferred tax

	December 2023 \$	June 2023 \$
Deferred tax		
Trading Stock	(5,442,193)	(5,411,782)
Long term financial assets	5,031,119	2,609,305
Business establishment costs	293,005	408,511
Other	37,726	8,030
Tax losses recognised	19,181,694	21,487,287
Total net deferred tax asset recognised	19,101,351	19,101,351
Tax losses not recognised	13,418,292	11,174,632

At 31 December 2023 the Group has estimated unused gross revenue tax losses of \$130,399,946 (June 2023: \$130,647,677) that are available to offset against future taxable capital and revenue profits, subject to continuing to meet relevant statutory tests.

At 31 December 2023, the Group has estimated unused gross capital tax losses of \$Nil (June 2023: Nil) for which no deferred tax asset has been recognised.

5. Fair value measurements

To reflect the source of valuation inputs used when determining the fair value of its financial assets and financial liabilities, the Group uses the fair value hierarchy prescribed in AASB 13 Fair value measurement:

Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: valuation techniques using market observable inputs, either directly or indirectly.

Level 3: valuation techniques using non-market observable data.

The Group invests in both listed and unlisted investments, in order to execute its investment mandate and maximise total returns to shareholders. Unlisted investments include seed, start-up and early-stage businesses and private equity businesses. For these unlisted investments, the Group invests in financial instruments, such as loan notes, derivatives and unlisted equities that are not quoted in an active market.

	December 2023 \$	June 2023 \$
Assets measured at fair value		
Level 1: Listed equities	61,651,653	59,773,497
Level 2: Unlisted financial instruments	-	-
Level 3: Unlisted financial instruments (unlisted equity, loan notes, derivatives, fixed income securities)	30,094,217	36,631,368
Total financial assets	91,745,870	96,404,865
Total current	65,760,979	66,598,409
Total non-current	25,984,891	29,806,456
Liabilities measured at fair value		
Level 1: -	-	-
Level 2: -	-	-
Level 3: -	-	-
Total financial liabilities	-	-

Unlisted financial assets are valued at fair value in accordance with AASB 13 *Fair value measurement*, applying the principles in *'International Private Equity and Venture Capital Valuation Guidelines'*.

The Group classifies the fair value of listed equities that are actively trading in an active market at 31 December 2023 as Level 1.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available. If the Group can determine the fair value of the investment by utilising observable market data as significant inputs, then the fair value of the instrument is classified as Level 2.

If this is not the case, the Group uses a market-based valuation technique to determine fair value. The fair value of these investments are classified as Level 3. We refer to 30 June 2023 *Annual Report* for further information on the market-based valuation techniques adopted.

Notes to the financial statements continued

5. Fair value measurements (continued)

For assets and liabilities that are recognised at fair value on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation based on the lowest level input that is significant to the fair value measurement as a whole at the end of each reporting period.

Reconciliation of recurring fair value measurements categorised within Level 3 is as follows:

Financial assets:	Loan notes	Unlisted equities	Total
Balance at 1 July 2023	9,882,174	26,749,194	36,631,368
Unrealised (loss) recognised in statement of comprehensive income	(691,566)	(4,503,415)	(5,194,981)
Net Purchase/Sales of financial assets	1,495,409	(56,384)	1,439,025
Conversion of loan notes to unlisted equities	(3,545,232)	3,545,232	-
Convertible note redemption	(2,333,000)	-	(2,333,000)
Transfer from Level 1 (delisting from the ASX)	-	551,366	551,366
Transfer to a Level 1 listed security	(102,228)	(897,333)	(999,561)
Balance at 31 December 2023	4,705,557	25,388,660	30,094,217

We refer to the interim financial report of the previous financial year for the comparable information.

6. Cash and short term deposits

	December 2023 \$	June 2023 \$
Cash at bank	6,313,788	12,829,522
Total cash and equivalents	6,313,788	12,829,522

Cash at bank earns interest at floating rates based on daily bank deposit rates. Short-term deposits are made for varying periods of between 1 day and 90 days, depending on the immediate cash requirements of the Group, and earn interest at the respective short-term deposit rates. The carrying value of Cash and short-term deposits approximates fair value.

7. Receivables

	December 2023 \$	June 2023 \$
Unsettled trades ¹	135,546	139,159
Promissory Note – secured ²	-	752,850
GST and other	954,782	1,105,760
Total receivables	1,090,328	1,997,769
Total current	1,090,328	1,997,769
Total non-current	-	-

¹Unsettled trades include amounts due from brokers for settlement of securities sold and are settled within 2 days of the transaction.

² The promissory note (secured) was issued by Bobsbox LLC and paid in full during the period.

Notes to the financial statements continued

8. Payables and accruals

	December 2023 \$	June 2023 \$
Management fee payable	909,872	1,007,787
Performance fee accrual	-	-
Unsettled trades	-	346,448
Sundry creditors and accruals	277,323	832,341
Total payables and accruals	1,187,195	2,186,576

Payables are non-interest bearing and unsecured.

The Management fee and Performance fee is paid within 60 days of receiving an invoice from the Investment Manager. The accrual includes GST after deduction of the reduced input tax credit. Sundry creditors are generally paid in accordance with the terms negotiated with each individual creditor. The carrying value of payables approximates fair value.

Unsettled trades include amounts to brokers for settlement of securities purchased and are settled within 2 days of the transaction.

9. Issued capital

	December 2023 Number of shares	June 2023 Number of shares	December 2023 \$	June 2023 \$
(a) Ordinary shares				
Balance at 1 July	418,095,951	425,041,104	115,015,392	116,170,898
Ordinary shares issued	-	-	-	-
Share buy-back	(11,240,711)	(6,945,153)	(1,908,854)	(1,155,506)
Cost of issue	-	-	-	-
Total issued and authorised capital	406,855,240	418,095,951	113,106,538	115,015,392

10. Related party transactions

The following table provides the total amount of transactions which have been entered into with related parties during the six months ended 31 December 2023 and 2022:

Services from and transactions with related parties		
	December 2023 \$	December 2022 \$
<i>Entities with significant influence over the Group:</i>		
Thorney Management Services Pty Ltd ¹	887,680	1,120,772
TIGA Trading Pty Ltd	26,000	26,000
<i>Related parties of key management personnel of the Group:</i>		
Arnold Bloch Leibler ²	32,443	35,855

All related party transaction amounts are shown exclusive of GST.

¹ Under the Investment Management Agreement the Investment Manager, Thorney Management Services Pty Ltd, is entitled to a Base Fee based on total assets under management and a Performance Fee in respect of any annual Increase Amount. Based on the Decrease Amount for the six months to 31 December 2023, there is no Performance Fee accrued in the 2024 half-year financial statements (1H23: \$Nil). The accrual includes GST after deduction of the reduced input tax credit. Refer to note 8.

²Arnold Bloch Leibler is a leading Australian law firm of which Jeremy Leibler is a partner.

Notes to the financial statements continued

11. Earnings per share

	December 2023	December 2022
Basic and diluted earnings per share (cents)	(2.21)	(1.59)
(Loss) used in calculating basic and diluted earnings per share (\$)	(9,104,395)	(6,742,821)
	2023 Number of Shares	2022 Number of shares
Weighted average number of ordinary shares used in calculating basic and diluted earnings per share	412,154,932	425,041,104

12. Contingent liabilities

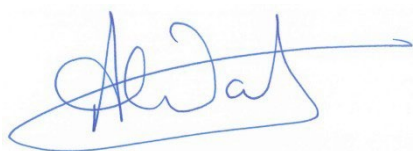
The Group has no contingent liabilities as at 31 December 2023 (December 2022: nil).

Directors' declaration

In accordance with a resolution of directors of Thorney Technologies Ltd, I state that:

1. In the opinion of the Directors:
 - (a) the financial statements and notes of Thorney Technologies Ltd for the half-year ended 31 December 2023 are in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the financial position as at 31 December 2023 and of its performance for the half-year ended on that date; and
 - (ii) complying with Accounting Standards and the *Corporations Regulations 2001*;
 - (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board,

A handwritten signature in blue ink, appearing to read 'Alex Waislitz', with a long horizontal stroke extending to the right.

Alex Waislitz
Chairman

Melbourne,
29 February 2024

Independent Auditor's Review Report to the Members of Thorney Technologies Ltd

Report on the Half-Year Financial Report

Conclusion

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

Based on our review, which is not an audit, we have not become aware of any matter that make us to believe that the half-year financial report of the Company does not comply with the *Corporations Act 2001*, including:

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

Basis for conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity* (ASRE 2410). Our responsibilities are further described in the *Auditor's responsibilities for the review of the half-year financial report* section of our report. We are independent of the 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 our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Directors' Responsibility for the Half-Year 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 is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility for the Review of the Half-Year 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 2023 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



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.

A stylized, handwritten signature of 'Ernst & Young' in black ink.

Ernst & Young

A stylized, handwritten signature of 'Tony Morse' in black ink.

Tony Morse
Partner

Melbourne
29 February 2024

