



ASX ANNOUNCEMENT

Tuesday 29 August 2023

GreenHy2 Limited | Appendix 4D – Half Year Report

Please find attached the GreenHy2 Limited (ASX: H2G) Appendix 4D – Half year Report.

ENDS

**This announcement has been authorised for release by
GreenHy2 Limited's Board of Directors.**

FOR FURTHER INFORMATION PLEASE CONTACT:

Paul Dagleish

Executive Chairman & Managing Director
1300 321 094

William Howard

Executive Director, CFO & COMPANY SECRETARY
1300 321 094

ABOUT GreenHy2

GreenHy2 Limited (ASX: H2G) is one of Australia's leading innovators in the delivery of engineering solutions for renewable energy. The company was established in 2011 and has specific expertise in Solid State Hydrogen Storage for use in fuel cells and as hydrogen gas. GreenHy2 is a clean energy company dedicated to reducing our collective carbon footprint.

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GreenHy2 Limited

ABN 51 000 689 725

Interim Condensed

Consolidated Financial Statements

For the Half Year Ended 30 June 2023

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Corporate Governance Statement

The Board is committed to achieving and demonstrating the highest standards of corporate governance. The Board continues to refine and improve the governance framework and practices in place to ensure they meet the interests of shareholders. The Company complies with the Australian Securities Exchange (ASX) Corporate Governance Council's Corporate Governance Principles and Recommendations (the Principles).

CORPORATE DIRECTORY

DIRECTORS

Paul Dagleish	Executive Chairman and Managing Director
William Howard	Executive Director, Chief Financial Officer and Company Secretary
Charles Rottier	Non-Executive Director

STOCK EXCHANGE LISTING

The company's shares are quoted on the Australian Stock Exchange under the code H2G.

REGISTERED OFFICE c/o Company Matters Pty Limited Level 12, 680 George Street Sydney NSW 2000	PRINCIPAL PLACE OF BUSINESS Suite 303, 75 King Street Sydney, NSW 2000 +61 1300 321 094 info@greenhy2.com.au www.greenhy2.com.au	POSTAL ADDRESS Suite 303, 75 King Street Sydney, NSW 2000
AUDITOR PKF (NS) Audit & Assurance Ltd Partnership Level 8, 1 O'Connell Street Sydney NSW, 2000 +61 02 8346 6000 www.pkf.com.au	SHARE REGISTRY Link Market Services Level 12, QV1 Building 250 St Georges Terrace Perth WA 6000 +61 1300 554 474 www.linkmarketservices.com.au	

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APPENDIX 4D

COMPANY DETAILS

Name of entity	GreenHy2 Limited
ABN	51 000 689 725
Reporting period	Half-year ended 30 June 2023
Previous corresponding period	Half-year ended 30 June 2022

RESULTS FOR ANNOUNCEMENT TO THE MARKET

All figures expressed in Australian dollars unless otherwise stated.

Revenue from continuing operations	Decrease 78.1% from \$125,989 to \$27,550
Loss after tax from ordinary activities	Decrease 60.5% from \$1,914,986 to \$757,308
Loss for the half-year attributable to the owners	Decrease 60.5% from \$1,914,986 to \$757,308

An explanation of the above figures is included within the “Review of Operations and Financials” section of the attached Directors’ Report.

NET TANGIBLE ASSETS

	30 June 2023	30 June 2022
Net asset backing per ordinary share	\$0.01	\$0.01
Net tangible asset backing per ordinary share	\$0.01	\$0.00

DIVIDENDS

	Amount per share	Franked amount per share (%)
Interim dividend declared	Nil	N/A
Final dividend declared	Nil	N/A

SHARE BUY-BACK SCHEME

The Company does not currently have an on-market share buy-back scheme in place.

DIVIDEND REINVESTMENT PLANS

Not applicable.

DETAILS OF ASSOCIATES AND JOINT VENTURES

Not applicable.

FOREIGN ENTITIES

Not applicable.

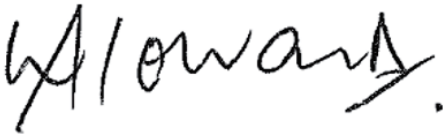
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AUDIT QUALIFICATION OR REVIEW

The Interim Financial Report was subject to a review by the auditors and the unqualified auditor's review report is attached as part of the Interim Report.

ATTACHMENTS

The Interim Financial Report of GreenHy2 Limited for the half-year ended 30 June 2023 is attached.

SIGNED

William Howard
Executive Director, CFO and Company Secretary
Date: 29 August 2023

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DIRECTORS' REPORT

The directors present their report together with the consolidated interim financial statements for the half-year ended 30 June 2023.

DIRECTORS

The directors of the Company at any time during or since the end of the interim period are:

Paul Dalgleish	Managing Director <ul style="list-style-type: none"> - Appointed as Executive Chairman 30 September 2022 - Appointed as Managing Director 9 February 2022 - Resigned as Chief Executive Officer 9 February 2022 - Appointed as Chief Executive Officer 15 July 2019
William Howard	Executive Director <ul style="list-style-type: none"> - Appointed as Executive Director 15 August 2019 - Appointed as Chief Financial Officer and Company Secretary 15 July 2019
Charles Louis Rottier	Non-Executive Director <ul style="list-style-type: none"> - Appointed as Non-Executive Director 18 March 2020

PRINCIPAL ACTIVITIES

The Group's principal activity focus is on revenues from renewable energy study, asset management, maintenance and construction across the telecommunications, infrastructure, resources, power, industrial and commercial sectors.

RESULTS

The consolidated loss after income tax attributable to the members of GreenHy2 Limited was \$757,308.

	30 Jun 2023	30 Jun 2022
	\$	\$
Basic Loss – cents per share	(0.18)	(0.53)
Diluted Loss – cents per share	(0.18)	(0.53)

REVIEW OF OPERATIONS AND FINANCIALS

GreenHy2 continues its focus on our core Renewable Energy Strategy, in particular Solid State Hydrogen Storage Batteries supported by 100% renewable fraction generation.

GreenHy2 continues its Stand-Alone Power Supply trial using Solid State Hydrogen Storage and Solar Generation with Essential Energy as announced to the ASX. The trial is nearing completion, and we are currently in discussions regarding next steps including a proposal for a multi-unit trial with ARENA funding.

The Solid-State Hydrogen Storage business continues to gather momentum with a number of sales opportunities now being tendered and/or negotiated and we are targeting the first sales in the second half of 2023. GreenHy2 anticipates further announcements regarding our sales activity development through 2023.

The current market for Solid State Hydrogen Storage is potentially quite extensive and in a large number of sectors however GreenHy2 is generally focussed on completely renewable Stand-Alone Power Supplies for Utilities, Telecoms, remote communities and private operators where we provide a very safe, lower cost and reliable solution. As an adjunct to this, GreenHy2 is always assessing possible additions to its service offering in the Renewable and related sectors and have reviewed a number of transactions in this space.

SUBSEQUENT EVENTS

On 28 August 2023, GreenHy2 was informed by the Australian Taxation Office [ATO] that an amount of \$514,000 has been granted under the Research and Development Program. The payment is expected to be received by the end of August 2023. The amount is recorded in trade and other receivables in the accompanying financial report.

Except for the matter above, no other matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is included within the financial report.

ROUNDING OF AMOUNTS

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

On behalf of the directors,



William Howard
Executive Director, CFO and Company Secretary
Date: 29 August 2023

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CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF YEAR ENDED 30 JUNE 2023

	Note	Consolidated entity	
		30 Jun 2023	30 Jun 2022
		\$	\$
Revenue	3	27,550	125,989
Other income	3	41,349	3,121
Revenue and other income		68,899	129,110
Employee and director benefits expense		436,544	1,171,389
Administration costs		125,055	(145,652)
Occupancy costs		38,995	42,432
Depreciation and amortisation		5,608	74,655
Equipment and other subcontractor costs		7,688	72,097
Listing and other statutory charges		51,966	54,348
Interest and finance charges		2,749	15,594
Other professional expenses		157,602	133,448
Total expenses		826,207	1,418,310
Loss before income tax expense from continuing operations		(757,308)	(1,289,199)
Income tax (expense)/benefit		-	-
Loss after income tax expense from continuing operations		(757,308)	(1,289,199)
Loss after income tax expense from discontinued operations	11	-	(625,787)
Loss before income tax expense		(757,308)	(1,914,986)
Other comprehensive income		-	-
Total comprehensive loss for the half-year		(757,308)	(1,914,986)
Earnings per share for loss from continuing operations attributable to the owners of GreenHy2 Limited			
Basic Loss – cents per share		(0.18)	(0.35)
Diluted Loss – cents per share		(0.18)	(0.35)
Earnings per share for loss from discontinued operations attributable to the owners of GreenHy2 Limited			
Basic Loss – cents per share		-	(0.17)
Diluted Loss – cents per share		-	(0.17)
Earnings per share for loss attributable to the owners of GreenHy2 Limited			
Basic Loss – cents per share		(0.18)	(0.53)
Diluted Loss – cents per share		(0.18)	(0.53)

The above statement of comprehensive income should be read in conjunction with the accompanying notes

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CONSOLIDATED STATEMENT OF FINANCIAL POSITION

FOR THE HALF YEAR ENDED 30 JUNE 2023

	Note	Consolidated entity	
		30 Jun 2023	31 Dec 2022
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	5	1,574,598	2,250,855
Trade and other receivables	6	803,437	931,864
Other assets		176,003	141,302
Total current assets		2,554,038	3,324,021
NON-CURRENT ASSETS			
Plant and equipment		26,825	32,433
Intangible Assets		1,251,330	1,077,992
Other assets		804,000	804,000
Total non-current assets		2,082,155	1,914,425
Total assets		4,636,193	5,238,446
CURRENT LIABILITIES			
Trade and other payables	8	171,544	249,881
Interest bearing loans and borrowings	6	147,572	49,920
Provisions		171,654	138,936
Total current liabilities		490,770	438,737
NON-CURRENT LIABILITIES			
Provisions		51,740	44,992
Total non-current liabilities		51,740	44,992
Total liabilities		542,510	483,729
Net assets		4,093,683	4,754,717
EQUITY			
Contributed equity	9	86,548,193	86,548,193
Share option reserve	10	2,599,013	2,502,739
Accumulated losses		(85,053,523)	(84,296,215)
Total equity		4,093,683	4,754,717

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED 30 JUNE 2023

	Contributed equity \$	Accumulated losses \$	Share Option Reserve \$	Total equity \$
At 1 January 2022	84,948,858	(81,058,452)	2,220,147	6,110,554
Loss for the year	-	(1,914,986)	-	(1,914,986)
Other comprehensive income	-	-	-	-
Total comprehensive loss	-	(1,914,986)	-	(1,914,986)
Share issues	-	-	-	-
Share based payments	-	-	91,557	91,557
Transfer on the cancellation of performance rights	-	-	-	-
Cost of share raising	-	-	-	-
At 30 June 2022	84,948,858	(82,973,438)	2,311,704	4,287,124
At 1 January 2023	86,548,193	(84,296,215)	2,502,739	4,754,717
Loss for the year	-	(757,308)	-	(757,308)
Other comprehensive income	-	-	-	-
Total comprehensive loss	-	(757,308)	-	(757,308)
Share issues	-	-	-	-
Share based payments	-	-	96,274	96,274
Transfer on the cancellation of performance rights	-	-	-	-
Cost of share raising	-	-	-	-
At 30 June 2023	86,548,193	(85,053,523)	2,599,013	4,093,683

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

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CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE HALF YEAR ENDED 30 JUNE 2023

	Note	Consolidated entity	
		30 Jun 2023	30 Jun 2022
		\$	\$
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts from customers		86,715	8,121,869
Payments to suppliers and employees		(867,254)	(9,608,260)
Government grants and tax incentives		427,765	-
Interest and finance charges paid		(2,671)	(40,779)
Interest received		41,279	3,410
Net cash (used)/generated by operating activities		(314,166)	(1,523,759)
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		-	106,275
Intangibles		(459,743)	(692,144)
Net cash (used)/generated by investing activities		(459,743)	(585,869)
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from borrowings		164,118	370,000
Repayment of borrowings		(66,466)	(922,429)
Net cash used in by financing activities		97,652	(552,429)
Net decrease in cash and cash equivalents		(676,257)	(2,662,057)
Cash and cash equivalents at beginning of year		2,250,855	3,970,985
Cash and cash equivalents at the end of the half year		1,574,598	1,308,928
The above figures reconcile to the balance sheet at the end of the financial year as follows:			
Balances as above		1,574,598	1,308,928
Reclassification of cash of disposal groups held for sale		-	(423,049)
Cash and cash equivalents at the end of the half year		1,574,598	885,879

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

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NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2023

1 Corporate information

The interim condensed consolidated financial statements of GreenHy2 Limited (the Company) and its subsidiaries (collectively, the Group) for the six months ended 30 June 2023 were authorised for issue in accordance with a resolution of the directors on 31 August 2023.

GreenHy2 Limited is a for profit company limited by shares, incorporated in Australia whose shares are publicly traded on the Australian Stock Exchange. The company's registered office is c/o Company Matters Pty Limited, Level 12, 680 George Street, Sydney NSW 2000.

The consolidated financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

The nature of the operations and principal activities of the consolidated entity are described in the Directors' Report.

Rounding

The company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

2 Significant accounting policies

2.1 Basis of preparation

These interim financial statements for the half-year reporting period ended 30 June 2023 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These interim financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2022 and any public announcements made by the Group during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Compliance with International Financial Reporting Standards (IFRS)

The financial report also complies with the IFRS as issued by the International Accounting Standards Board (IASB).

2.2 New standards, interpretations and amendments adopted by the Group

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

Except as described below, the accounting policies adopted in the preparation of the interim condensed consolidated financial report are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2022.

2.3 Non-current assets or disposal groups classified as held for sale

Non-current assets and assets of disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continued use. They are measured at the lower of their carrying amount and fair value less costs of disposal. For non-current assets or assets of disposal groups to be classified as held for sale, they must be available for immediate sale in their present condition and their sale must be highly probable.

An impairment loss is recognised for any initial or subsequent write down of the non-current assets and assets of disposal groups to fair value less costs of disposal. A gain is recognised for any subsequent increases in fair value less costs of disposal of a non-current assets and assets of disposal groups, but not in excess of any cumulative impairment loss previously recognised.

Non-current assets are not depreciated or amortised while they are classified as held for sale. Interest and other expenses attributable to the liabilities of assets held for sale continue to be recognised.

Non-current assets classified as held for sale and the assets of disposal groups classified as held for sale are presented separately on the face of the statement of financial position, in current assets. The liabilities of disposal groups classified as held for sale are presented separately on the face of the statement of financial position, in current liabilities.

3 Revenue and other income

	Consolidated entity	
	30 Jun 2023	30 Jun 2022
	\$	\$
Revenues from contracts with customers	27,550	125,989
Interest revenue calculated using the effective interest method	41,349	3,121
Total revenue and other income	68,899	129,110

Revenue from contracts with customers by type of customer	Consolidated entity	
	30 Jun 2023	30 Jun 2022
	\$	\$
Commercial	27,550	125,989
Total revenues from contracts with customers	27,550	125,989

The transaction price allocated to the remaining performance obligations is as follows:

	Consolidated entity	
	30 Jun 2023	30 Jun 2022
	\$	\$
Within one year	-	-
Total revenue and other income	-	-

4 Significant transactions during the period

There are no significant transactions during the period.

5 Cash and short-term deposits

	Consolidated entity	
	30 Jun 2023	31 Dec 2022
	\$	\$
Cash at bank and on hand	1,574,598	2,250,855
Short term deposits	-	-
Cash and cash equivalents	1,574,598	2,250,855

6 Financial assets and financial liabilities

6.1 Financial assets

At 30 June 2023 the Group had financial assets (consisting of trade and other receivables) of \$69,051 (31 December 2022: \$199,361). These assets were measured at amortised cost.

6.2 Financial liabilities: Interest-bearing loans and borrowings

Set out below is an overview of financial liabilities held by the Group as at 30 June 2023 and 31 December 2022:

	Interest Rate	Maturity	Consolidated entity	
			30 Jun 2023	31 Dec 2022
			\$	\$
Current interest-bearing loans and borrowings				
Obligations under leases			-	-
Insurance Borrowing	4.35%		147,572	49,920
Total current interest-bearing loans and borrowings			147,572	49,920
Non Current interest-bearing loans and borrowings				
Obligations under leases			-	-
Total non- current interest-bearing loans and borrowings			-	-
Total interest-bearing loans and borrowings			147,572	49,920

The Group doesn't have any loan and asset leasing facilities during the report period.

Other leases in relation to plant, vehicles and other equipment amount is nil during the report period.

6.3 Financial liabilities: Bank guarantees and surety bonds

The Group doesn't have any bank guarantee and surety bond facilities during the report period (31 December 2022: \$nil bank guarantee and \$nil surety bonds).

6.4 Fair values

The carrying value of all current financial assets and liabilities approximates the fair value largely due to the short-term maturity of these instruments. Non-current financial liabilities are recognised at a discount value implicit in the leases.

6.5 Financial instruments risk management objectives and policies

The Group's principal liabilities comprise loans and borrowings and trade and other payables. The main purpose of these financial liabilities is to finance the Group's operations. The Group's principal financial assets include trade receivables and cash and short-term deposits that derive directly from its operations. The Group has determined that there is no material market, credit, liquidity or interest risk in relation to the cash or other receivables held in deposits. The Group's senior management oversees the management of these risks under the policies approved by the Risk, HSE and Commercial Committee and the Board.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market price. Market risk comprises three types of risk, interest rate risk, foreign currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and debt.

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's long-term debt is secured with fixed interest rates. All long-term deposits have fixed interest rates. As a result, the Board believes there is no material interest rate risk.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group's has minimal to this risk profile.

Other price risk

The Group does not have any equity instruments or commodity risk exposure.

Credit risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with reputable banks and financial institutions.

An impairment analysis is performed at each reporting date using a provision matrix to measure expected credit losses ("ECL"). The provision rates are based on days past due for groupings of various customer segments with similar loss patterns. The calculation reflects the probability-weighted outcome, the time value of money and reasonable and supportable information that is available at the reporting date about past events, current conditions and forecasts of future economic conditions. Generally, trade receivables are written-off if past due for more than one year and are not subject to enforcement activity. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in Note 6.1. The Group does not hold collateral as security.

The Group evaluates the concentration risk with respect to trade receivables as low, as its customers are located within several industries and operate in largely independent markets.

Historically the Group's incurred losses have been insignificant.

Liquidity Risk

The Group monitors its risk of a shortage of funds using by utilising liquidity planning tools across a 15-month horizon.

The Group's objective is to maintain a balance between continuity of funding and flexibility through the use of short-term borrowings and finance leases. The Group assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Group has access to a variety of sources of funding and the majority of the debt maturing within 12 months can be rolled over with existing lenders.

7 Segment reporting

GreenHy2 sold its Asset maintenance and service business, KP Electric (Australia) Pty Ltd, on 1 July 2022. After the sales, GreenHy2 only has one core business - Renewable Energy Strategy, in particular, Solid State Hydrogen Storage Batteries supported by 100% renewable fraction generation and it operates only in one geographical area, being Australia.

8 Trade and other payables

	Consolidated entity	
	30 Jun 2023	31 Dec 2022
	\$	\$
Trade payables	83,490	143,945
Other payables	88,054	105,936
Total trade and other payables	171,544	249,881

9 Contributed equity

	Consolidated entity	
	30 Jun 2023	31 Dec 2022
	\$	\$
Ordinary shares fully paid	86,548,193	86,548,193
	86,548,193	86,548,193

Fully paid ordinary shares carry one vote per share and carry the right to dividends.

Movements in ordinary shares	Consolidated entity 30 Jun 2023		Consolidated entity 31 Dec 2022	
	# of shares	\$	# of shares	\$
Balance as at the beginning of the year	418,755,831	86,548,193	364,135,506	84,948,858
Shares issued – proceeds received	-	-	54,620,325	1,802,471
Costs of share issue	-	-	-	(203,136)
Release of other contributed equity	-	-	-	-
Balance as at the end of the year	418,755,831	86,548,193	418,755,831	86,548,193

10 Share based payments

An Employee Share Incentive Right Plan (ESIRP) was established by the Company and approved by shareholders at the general meeting held in May 2013 and renewed at the general meeting held on 31 May 2016. Under the ESIRP the Company may grant options and/or performance rights over ordinary shares in the parent entity to certain employees of the Company. The options and/or performance rights are issued for nil consideration and are granted in accordance with guidelines established by the ESIRP.

The expense recognised for employee services received during the half year was \$96K (2022: \$92K). No performance rights were issued in the period. The movement in performance rights on issue is set out below:

	30 Jun 2023	31 Dec 2022
	\$	\$
Balance as at the beginning of the year	2,502,739	2,220,147
Share-based payments	96,274	301,576
Reversal of unvested options	-	(18,984)
Balance as at the end of the year	2,599,013	2,502,739

11 Discontinued operations

On 4th July 2022 the Company announced GreenHy2 had completed the sale of TAMS (Electrical Maintenance Operations business) to E&A Limited on 1st July 2022.

Financial performance information

	30 Jun 2022
	\$
Revenue	7,552,493
Other income	12,502
Revenue and other income	7,564,995
Employee and director benefits expense	3,499,985
Administration costs	832,462
Occupancy costs	140,790
Depreciation and amortisation	344,353
Project material costs	1,674,856
Equipment and other subcontractor costs	1,765,077
Interest and finance charges	25,275
Other professional expenses	58,698
Impairment expense	(150,714)
Total expenses	8,190,782
Loss before income tax expense	(625,787)
Income tax (expense)/benefit	-
Loss after income tax expense from discontinued operations	(625,787)

Cash flow information:

	30 Jun 2022
	\$
Net cash from operating activities	227,000
Net cash generated by investing activities	15,000
Net cash used in by financing activities	(294,000)
Net (decrease)/increase in cash and cash equivalents from discontinued operations	(52,000)

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12 Subsequent events

On 28 August 2023, GreenHy2 was informed by the Australian Taxation Office [ATO] that an amount of \$514,000 has been granted under the Research and Development Program. The payment is expected to be received by the end of August 2023. The amounts is recorded in trade and other receivables in the accompanying financial report.

Except for the matter above, no other matter or circumstance has arisen since 30 June 2023 that has significantly affected, or may significantly affect the company's operations, the results of those operations, or the company's state of affairs in future financial years.

13 Related party disclosures

The following table provides the total amount of transactions that have been entered into with related parties during the six months ended 30 June 2023, as well as balances with related parties as at 31 December 2022.

		Consolidated entity		
		Purchases from related parties	Amounts owed to related parties	Amounts owed by related parties
		\$		
Angophora Capital Pty Ltd	2023	-	-	-
	2022	37,726	10,667	-
CLR Consulting Pty Ltd	2023	35,000	-	-
	2022	26,000	8,667	-
Einstein Nominees Pty Ltd ATF Dalgleish Superannuation Fund	2023	-	-	684,000
	2022	-	-	684,000
Sadsacks Pty Ltd ATF The WH & GF Howard Superannuation Fund	2023	-	-	120,000
	2022	-	-	120,000

14 Contingencies

The consolidated entity has no contingent assets or liabilities as at 30 June 2023 (2022: Nil).

15 Dividends

There were no dividends paid or proposed in the half-year.

DIRECTORS' DECLARATION

FOR THE HALF YEAR ENDED 30 JUNE 2023

The directors declare that the financial statements and notes are in accordance with the Corporations Act 2001 and:

- a. Comply with Australian Accounting standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- b. Give a true and fair view of the financial position of the consolidated entity as at 30 June 2023 and of its performance as represented by the results of their operations and its cash flows, for the year ended on that date; and
- c. Comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

In the opinion of the directors, there are reasonable grounds to believe the Company will be able to pay its debts as and when they become due and payable.

The directors have been given the declarations required by section 295A of the Corporations Act 2001.

This declaration is made in accordance with a resolution of the directors.



William Howard
Executive Director, CFO and Company Secretary
Sydney
Date: 29 August 2023

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INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF GREENHY2 LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of GreenHy2 Limited (the Company), which comprises the consolidated statement of financial position as at 30 June 2023, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes, and the directors' declaration of the Company and the consolidated entity comprising the Company and the entities it controlled at the half-year's end or from time to time during the financial half-year.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of GreenHy2 Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 30 June 2023, and of its financial performance for the half-year ended on that date; and
- (b) complying with the Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. In accordance with the Corporations Act 2001, we have given the directors of the Company a written Auditor's Independence Declaration.

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 the Australian Accounting Standards and the Corporations Regulations 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. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 30 June 2023 and its performance for the half-year ended on that date, and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001. As the auditor of GreenHy2 Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



PKF



SCOTT TOBUTT
PARTNER

29 AUGUST 2023
SYDNEY, NSW

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Auditors Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the half-year ended 30 June 2023, there have been:

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

PKF

SCOTT TOBUTT
PARTNER

29 AUGUST 2023
SYDNEY, NSW