PT Blink Limited

ABN 18 613 446 003

ANNUAL REPORT

30 JUNE 2024

CONTENTS

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Consolidated Group') consisting of PT Blink Limited (referred to hereafter as the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the year ended 30 June 2024.

Directors

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

Mr Brett Thomas Crowley
Mr Murray Edington Ellen
Mr Grant Andrew McIntyre Ure

Principal activities

The principal activities of the Consolidated Group during the financial year was the licensing of a technology platform that allows the construction of buildings with significantly reduced time and costs compared to traditional construction methods and the development of prototypes.

No significant changes in the nature of these activities occurred during the year.

Dividends

There were no dividends paid, recommended or declared during the current or previous financial year.

Review of operations

The loss for the Consolidated Group after providing for income tax for the year ended 30 June 2024 amounted to $3.6m (2023: loss $1.5m).

Market Traction and Revenue Generation

The Company conducted a marketing and media campaign during FY24 and gained significant interest from property developers seeking to utilise Blink DMI for their projects. The campaign resulted in the generation of a significant sales pipeline of more than 100 individual projects and is generating revenue from Explore and Deep Dive design and feasibility studies.

Blink DMI® Partner Ecosystem

Progress has been made in growing our partner ecosystem in Australia. The Company has continued to create partnerships with designers, manufacturers and integrators which is the first stage of transitioning the ecosystem to become paying subscribers of the Company SaaS digital marketplace.

IP

Patents have been filed (and regarding the Blink Backbone® registered in several countries) for new structural technologies and our Blink DMI® Algorithm that will form the heart of the Company SaaS digital marketplace. The patents in combination will enable the Company to have the structural form to create a fast and precise building chassis and the software technology to Design, Manufacture and Integrate (DMI) entire buildings as a set of parts that can conform to any architecture. This is a world first construction technology platform that will create a digital marketplace for manufactured building components to be used in the design phase, manufactured, procured and digitally traced throughout the entire lifecycle. A total 41 Patents across 28 countries have been lodged with 27 Patents registered and the remainder at various stages of examination.

Additionally, the Company has secured several trademarks, including the wordmark PT Blink® and its associated logo. The Company will continue to focus on the development of intellectual property that can be monetised through licensing and technology agreements on the Company SaaS digital marketplace. Our continued focus on creating innovative engineering solutions to dramatically improve the efficiency of the way that property is created, coupled with software solutions that facilitate the DMI of entire buildings.

Software Development

The Company has continued progress of the development of parametric software tools to enable designers to create fast, precise and fully detailed structures to be digitally manufactured directly from the design. In parallel, the development of the end-to-end platform is continuing and final validation of the technologies (coding languages, database structures, deployment methods etc) is well advanced. It is anticipated that the Development and Software Build project will release a MVP (minimum Viable Product) to the market during FY25.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Consolidated Group during the financial year.

Matters subsequent to the end of the financial year

Since 30 June 2024, new shares and convertible notes were issued to raise total funds of $120k and $3.66m. These funds will be used to fund the operations of the Consolidated Group and for repayment of convertible notes (not converted) falling due in 2025 to the value of $2.2m.

No other matter or circumstance has arisen since 30 June 2024 that has significantly affected, or may significantly affect the Consolidated Group's operations, the results of those operations, or the Consolidated Group's state of affairs in future financial years.

Likely developments and expected results of operations

Information on likely developments in the operations of the Consolidated Group and the expected results of operations have not been included in this report because the directors believe it would be likely to result in unreasonable prejudice to the Consolidated Group.

Environmental regulation

The Consolidated Group is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Shares under option

As at 30 June 2024 there were 10,532,369 vested options with an exercise price of either 1c, 25c or 30c per option and 6,915,314 unvested options with an exercise price of either 25c, 30c and 35c per option. 168,750 options were cancelled during the financial year.

Shares issued on the exercise of options

There were no ordinary shares of PT Blink Limited issued on the exercise of options during the year ended 30 June 2024 and up to the date of this report.

Indemnity and insurance of officers

The Company has indemnified the directors and executives of the Company for costs incurred, in their capacity as a director or executive, for which they may be held personally liable, except where there is a lack of good faith.

Insurance premiums totaling $9,508 (2023: $9,208) were paid during the financial year, in respect of a management liability policy in favour of the directors of the Consolidated Group.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

Auditor Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the Directors

Mr Murray Edington Ellen
Chairman

Sydney
Date: 27th February 2025

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Level 11, 1 Margaret Street
Sydney NSW 2000
Australia

DECLARATION OF INDEPENDENCE BY IAN HOOPER TO THE DIRECTORS OF PT BLINK LIMITED

As lead auditor of PT Blink Limited for the year ended 30 June 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 audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of PT Blink Limited and the entities it controlled during the period.

Ian Hooper
Director

BDO Audit Pty Ltd

Sydney, 27 February 2025

STATEMENT OF PROFT OR LOSS AND OTHER COMPREHENSIVE INCOME

AS AT 30 JUNE 2024

	Note	Consolidated 2024 $	2023 $
Revenue	4	-	654,384
Other income	5	333,586	481,856
		333,586	1,136,240
Expenses			
Employee benefits expense	6	3,077,810	1,560,822
Professional fees		382,655	423,885
Travel Expenses		93,701	284,076
Depreciation and amortisation expenses		14,354	13,961
Expected credit loss expense		-	67,500
Finance costs		132,039	95,037
Other expenses	6	256,449	222,070
		3,957,008	2,667,351
Loss before income tax expense		(3,623,422)	(1,531,111)
Income tax expense	7	-	-
Loss after income tax expense for the year		**(3,623,422)**	**(1,531,111)**
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		**(3,623,422)**	**(1,531,111)**

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

STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2024

	Note	Consolidated 2024 $	2023 $
CURRENT ASSETS			
Cash and cash equivalents	8	558,259	751,362
Trade and other receivables	9	836,704	1,048,516
TOTAL CURRENT ASSETS		1,394,963	1,799,878
NON-CURRENT ASSETS			
Property, plant and equipment	10	8,516	24,336
Intangible assets	11	3,900,993	3,242,523
TOTAL NON-CURRENT ASSETS		3,909,509	3,266,859
TOTAL ASSETS		5,304,472	5,066,737
CURRENT LIABILITIES			
Trade and other payables	12	331,328	334,542
Borrowings	13	3,299,805	611,352
Provisions	14	141,200	128,433
TOTAL CURRENT LIABILITIES		3,772,333	1,074,327
NON-CURRENT LIABILITIES			
Borrowings	13	13,074	2,791,396
Provisions	14	59,321	38,957
TOTAL NON-CURRENT LIABILITIES		72,395	2,830,353
TOTAL LIABILITIES		3,844,728	3,904,680
NET ASSETS		**1,459,744**	**1,162,057**
EQUITY			
Issued capital	15	8,957,589	7,053,962
Reserves	16	3,714,431	1,696,949
Accumulated losses		(11,212,276)	(7,588,854)
TOTAL EQUITY		**1,459,744**	**1,162,057**

The accompanying notes form part of these financial statements.

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2024

Consolidated	Issued capital $	Reserves $	Accumulated losses $	Total equity $
Balance at 1 July 2022	**6,732,359**	**1,570,699**	**(6,057,743)**	**2,245,315**
Loss after income tax expense for the year	-	-	(1,531,111)	(1,531,111)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	(1,531,111)	(1,531,111)
Transactions with members in their capacity as members:				
Share-based payments (note 16)	-	126,250	-	126,250
Shares issued on conversion of convertible notes (note 15)	204,999	-	-	204,999
Equity component of convertible notes (note 15)	116,604	-	-	116,604
Balance at 30 June 2023	**7,053,962**	**1,696,949**	**(7,588,854)**	**1,162,057**
Loss after income tax expense for the year	-	-	(3,623,422)	(3,623,422)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	(3,623,422)	(3,623,422)
Transactions with members in their capacity as members:				
Share-based payments (note 16)	-	2,017,482	-	2,017,482
Shares issued (note 15)	1,901,701	-	-	1,901,701
Equity component of convertible notes (note 15)	1,926	-	-	1,926
Balance at 30 June 2024	**8,957,589**	**3,714,431**	**(11,212,276)**	**1,457,818**

The accompanying notes form part of these financial statements.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2024

	Note	Consolidated 2024 $	2023 $
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		42,133	633,382
Payments to suppliers and employees (inclusive of GST)		(1,746,959)	(2,375,829)
		(1,704,826)	(1,742,447)
Receipts from government grants		951,393	788,320
Interest and other finance costs paid		(132,039)	(95,037)
Net cash used by operating activities		(885,472)	(1,049,164)
Cash flows from investing activities			
Payments for property, plant and equipment	**10**	-	(7,528)
Payments for intangibles	**11**	(1,121,389)	(1,926,037)
Net cash used by investing activities		(1,121,389)	(1,933,565)
Cash flows from financing activities			
Proceeds from issue of shares net of transaction costs	**15**	1,901,701	-
Proceeds from issue of convertible notes		15,000	3,026,427
Repayment of convertible notes	**13**	-	(30,001)
Proceeds from borrowings	**13**	508,409	611,352
Repayment of borrowings	**13**	(611,352)	(250,308)
Net cash from investing activities		1,813,758	3,357,470
Net (decrease)/increase in cash held		(193,103)	374,741
Cash and cash equivalents at beginning of the financial year		751,362	376,621
Cash and cash equivalents at the end of the financial year	**8**	558,259	751,362

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

1. GENERAL INFORMATION

The financial statements cover PT Blink Limited as a Consolidated Group consisting of PT Blink Limited and the entities it controlled at the end of, or during, the year. The financial statements are presented in Australian dollars, which is PT Blink Limited's functional and presentation currency.

PT Blink Limited is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

C/- BDO Level 11, 1 Margaret Street, Sydney, NSW 2000

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

Then financial statements were authorised for issue, in accordance with a resolution of directors, on 27th February 2025. The directors have the power to amend and resissue the financial statements.

2. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of the financial statements are set out either in the respective notes or below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) New or amended Accounting Standards and Interpretations adopted

The consolidated group 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.

(b) Going concern

The Consolidated Group incurred a loss after tax of $3,623,422 (2023: $1,531,111) and had net cash outflow from operating activities of $885,472 (2023: $1,049,164) for the year ended 30 June 2024. These conditions indicate the existence of material uncertainty which may cast significant doubt about the Consolidated Group's ability to continue as a going concern and, therefore, whether it will be able to realise its assets and discharge its liabilities in the normal course of business.

The financial report has been prepared on the basis of going concern. The Directors believe there are reasonable grounds to believe that that the Consolidated Group will continue as a going concern after consideration of the following factors:

- The Consolidated Group has cash and cash equivalents of $558,259 and net assets of $1,459,744 as at 30 June 2024.
- Since 30 June 2024, 197,771 new shares were issued, and funds received, for a total value of $120k. Also since 30 June 2024, convertible notes have been issued to raise $3.66m. The funds will and be used to fund the operations of the Consilidated Group and for the repayment of convertible notes (not converted) falling due in 2025 to the value of $2.2m.
- The Consolidated Group has the ability to continue to raise additional funds on a timely basis pursuant to the Corporation Act 2001 and the Directors believe that such future raising of equity will be successful.

The Directors consider it is reasonably forseeable that the Consolidated Group will continue as a going concern and therefore it will realise its assets and extinguish its liabilities in the normal course of business and the at the amounts stated in the financial report and that it is appropriate to adopt the going concern basis in the preparation of the financial statements.

The report doesn’t include any adjustments related to the amounts or classification or recorded assets or liabilities that might be necessary if the Consolidated entity doesn’t continue as a going concern.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

(c) Basis of preparation

Australian Accounting Standards set out accounting policies that the Australian Accounting Standards Board has concluded would result in financial statements containing relevant and reliable information about transactions, events and conditions. Material accounting policies adopted in the preparation of the financial statements are presented below and have been consistently applied unless stated otherwise.

The financial statements, except for the cash flow information, have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities. the amounts presented in the financial statements have been rounded to the nearest dollar.

These general purpose financial statements have been prepared in accordance with the Australian Accounting Standards - Simplified Disclosures issued by the AASB and the Corporations Act 2001, as appropriate for for-profit entities.

(d) Critical accounting estimates

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Consolidated Group's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed in note 3.

(e) Parent entity information

In accordance with the Corporations Act 2001, these financial statements present the results of the Consolidated Group only. Supplementary information about the parent entity is disclosed in note 19.

(f) Principals of consolidation

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of PT Blink Limited ('Company' or 'parent entity') as at 30 June 2024 and the results of all subsidiaries for the year then ended. PT Blink Limited and its subsidiaries together are referred to in these financial statements as the 'Consolidated Group'.

Subsidiaries are all those entities over which the Consolidated Group has control. The Consolidated Group controls an entity when the Consolidated Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the Consolidated Group. They are de-consolidated from the date that control ceases.

(g) Current and non-current classification

Assets and liabilities are presented in the statement of financial position based on current and non-current classification.

An asset is classified as current when: it is either expected to be realised or intended to be sold or consumed in the Consolidated Group's normal operating cycle; it is held primarily for the purpose of trading; it is expected to be realised within 12 months after the reporting period; or the asset is cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period. All other assets are classified as non-current.

A liability is classified as current when: it is either expected to be settled in the Consolidated Group's normal operating cycle; it is held primarily for the purpose of trading; it is due to be settled within 12 months after the reporting period; or there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period. All other liabilities are classified as non-current.

(h) Impairment of non-financial assets

Non-financial assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount.

Recoverable amount is the higher of an asset's fair value less costs of disposal and value-in-use. The value-in-use is the present value of the estimated future cash flows relating to the asset using a pre-tax discount rate specific to the asset or cash-generating unit to which the asset belongs. Assets that do not have independent cash flows are grouped together to form a cash-generating unit.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

(i) Foreign currency translation and transactions

Foreign currency transactions are translated into Australian dollars using exchange rates prevailing at the dates of the transactions. Foreign currency gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exhange rates of monetary assets and liabilites denominated in foreign currencies are recognised in the profit and loss.

(j) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

Commitments and contingencies are disclosed net of the amount of GST recoverable from, or payable to, the taxation authority.

(k) New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Intepretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the consolidated entity for the annual reporting period ended 30 June 2024. The consolidated entity has not yet assessed the impact of these new or amended Accounting Standards and Interpretations.

3. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below:

(a) Share based payment transactions

The Consolidated Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by using the Black-Scholes model taking into account the terms and conditions upon which the instruments were granted. The accounting estimates and assumptions relating to equity-settled share-based payments would have no impact on the carrying amounts of assets and liabilities within the next annual reporting period but may impact profit or loss and equity.

(b) Research and development tax offset

An estimate has been made of the refundable research and development tax offset due to the group in respect of research and development activities conducted during the year. This estimate is based on a calculation of expenditure on eligible research and development activities.

(c) Allowance for expected credit losses

The allowance for expected credit losses assessment requires a degree of estimation and judgement. It is based on the lifetime expected credit loss, grouped based on days overdue, and makes assumptions to allocate an overall expected credit loss rate for each group. These assumptions include recent sales experience and historical collection rates.

(d) Estimation of useful lives of assets

The Consolidated Group determines the estimated useful lives and related depreciation and amortisation charges for its property, plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

3. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS *(continued)*

(e) Impairment of non-financial assets other than goodwill and other indefinite life intangible assets

The Consolidated Group assesses impairment of non-financial assets other than goodwill and other indefinite life intangible assets at each reporting date by evaluating conditions specific to the Consolidated Group and to the particular asset that may lead to impairment. If an impairment trigger exists, the recoverable amount of the asset is determined. This involves fair value less costs of disposal or value-in-use calculations, which incorporate a number of key estimates and assumptions.

(f) Recovery of deferred tax assets

Deferred tax assets are recognised for deductible temporary differences only if the Consolidated Group considers it is probable that future taxable amounts will be available to utilise temporary differences and losses.

4. REVENUE

	Consolidated	
	2024	2023
	$	$
Revenue from services rendered	-	654,384

Disaggregation of revenue
The disaggregation of revenue from contracts with customers is as follows:

	2024 $	2023 $
Geographical Regions:		
Australia	-	97,500
North America	-	556,884
	-	654,384

Accounting policy for revenue recognition

The Consolidated Group recognises revenue as follows:

Revenue from contracts with customers

Revenue is recognised at an amount that reflects the consideration to which the Consolidated Group is expected to be entitled in exchange for transferring or services to a customer. For each contract with a customer, the Consolidated Group: identifies the contract with a customer; identifies the performance obligations in the contract; determines the transaction price which takes into account estimates of variable consideration and the time value of money; allocates the transaction price to the separate performance obligations on the basis of the relative stand-alone selling price of each distinct good or service to be delivered; and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer of the goods or services promised.

5. OTHER INCOME

	Consolidated	
	2024	2023
	$	$
Government grants	36,600	73,200
Research and development offset grant	296,986	290,229
Gains on foreign exchange	-	118,427
	333,586	481,856

Accounting policy for other income

The refundable component of the research and development tax offset is recognised as other income in the same year in which the associated expenses have been incurred. The receipt of the research and development tax offset is dependent on the submission and acceptance by the Australian Tax Office of a research and development project description, and the Company fulfilling its requirement to lodge a company tax return for the relevant year.

Other revenue is recognised when it is received or when the right to receive payment is established.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

6. EXPENSES

Loss before income tax includes the following specific expenses:

	Consolidated	
	2024	**2023**
	$	**$**
Employee benefit expense		
Salaries and wages	992,545	1,230,408
Defined contribution superannuation expense	189,983	204,164
Share-based payments expense	1,895,282	126,250
	3,077,810	1,560,822
Other expenses		
Insurance	60,182	44,730
IP legal costs	50,421	18,565
Advertising and marketing expenses	10,400	4,206
Foreign exchange movements	458	-
Loss on disposal of fixed assets	1,466	-
Other expenses	133,522	154,569
	256,449	222,070

7. INCOME TAX

Accounting policy for income tax

The income tax expense or benefit for the period is the tax payable on that period's taxable income based on the applicable income tax rate for each jurisdiction, adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences, unused tax losses and the adjustment recognised for prior periods, where applicable.

Deferred tax assets are recognised for deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

The carrying amount of recognised and unrecognised deferred tax assets are reviewed at each reporting date. Deferred tax assets recognised are reduced to the extent that it is no longer probable that future taxable profits will be available for the carrying amount to be recovered. Previously unrecognised deferred tax assets are recognised to the extent that it is probable that there are future taxable profits available to recover the asset.

Deferred tax assets and liabilities are offset only where there is a legally enforceable right to offset current tax assets against current tax liabilities and deferred tax assets against deferred tax liabilities; and they relate to the same taxable authority on either the same taxable entity or different taxable entities which intend to settle simultaneously.

Tax losses carried forward as at the 30 June 2024 were $4,939,427 (2023: $3,532,257). These unused tax losses have not been recognised as a deferred tax asset in the financial statements.

8. CASH AND CASH EQUIVALENTS

	Consolidated	
	2024	**2023**
	$	**$**
Cash on hand	550	550
Cash at bank	557,709	750,812
Cash and Cash Equivalents	558,259	751,362

Accounting policy for cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

9. TRADE AND OTHER RECEIVABLES

	Consolidated 2024 $	Consolidated 2023 $
Trade receivables	-	152,133
Less: Allowance for expected credit losses	-	(110,000)
	-	42,133
Other receivables and prepayments	76,799	91,590
Research and development grant receivable	759,905	914,793
	836,704	1,048,516

Accounting policy for trade and other receivables
Other receivables are recognised at amortised cost, less any allowance for expected credit losses.

Trade receivables are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any allowance for expected credit losses. Trade receivables are generally due for settlement within 30 days.

The Consolidated Group has applied the simplified approach to measuring expected credit losses, which uses a lifetime expected loss allowance. To measure the expected credit losses, trade receivables have been grouped based on days overdue.

10. PROPERTY, PLANT AND EQUIPMENT

	Consolidated 2024 $	Consolidated 2023 $
Computer equipment		
Computer equipment - at cost	39,538	45,269
Less accumulated depreciation	(31,022)	(20,933)
	8,516	24,336

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

	Computer Equipment $	Total $
Balance at 01 July 2023	24,336	24,336
Additions	-	-
Disposals	(5,731)	(5,731)
Depreciation expense	(10,089)	(10,089)
Balance at 30 June 2024	8,516	8,516

Accounting policy for property, plant and equipment
Plant and equipment is stated at historical cost less accumulated depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items.

Depreciation is calculated on a straight-line basis to write off the net cost of each item of property, plant and equipment (excluding land) over their expected useful lives as follows:

Computer equipment	3-7 years

The residual values, useful lives and depreciation methods are reviewed, and adjusted if appropriate, at each reporting date.

An item of property, plant and equipment is derecognised upon disposal or when there is no future economic benefit to the Consolidated Group. Gains and losses between the carrying amount and the disposal proceeds are taken to profit or loss.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024**

11. INTANGIBLES

	Consolidated 2024 $	Consolidated 2023 $
Non-current assets		
Blink Backbone® development - at cost	2,061,186	1,817,678
Software development - at cost	1,489,807	1,074,845
Intellectual property - at cost	350,000	350,000
Total intangible assets	3,900,993	3,242,523

Reconciliations

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

	Blink Backbone® $	Software Development $	Intellectual Property $	Total $
Consolidated				
Balance at 01 July 2023	1,817,678	1,074,845	350,000	3,242,523
Additions, net of R&D Incentive*	243,508	414,962	-	658,470
Balance at 30 June 2024	2,061,186	1,489,807	350,000	3,900,993

*Total additions during the year before R&D incentive was $1,121,389 (2023: $1,926,037).

Blink Backbone® and Software Development Costs

Blink backbone® and software development costs comprises propriety plans, specifications, modelling, knowledge, techniques and software that enable the Consolidated Group to formulate a reliable backbone building platform from builders' specifications that can be used in the construction of a wide range of building types.

Expenditure on intellectual property acquired from third parties is carried at cost less any provision for impairment. Impairment testing is performed annually.

Blink backbone®, software development costs and intellectual property will be amortised on a straight line basis over the period of their expected benefit, being their finite life of five years. As both the Blink Backbone® and software has not yet been commercialised, no amortisation has been charged during the period.

12. TRADE AND OTHER PAYABLES

Trade and other payables represent the liabilities for goods and services received by the Group that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability.

	Consolidated 2024 $	Consolidated 2023 $
Current liabilities		
Trade payables	129,254	150,770
Other payables and accrued expenses	202,074	183,772
	331,328	334,542

Accounting policy for trade and other payables

These amounts represent liabilities for goods and services provided to the Consolidated Group prior to the end of the financial year and which are unpaid. Due to their short-term nature they are measured at amortised cost and are not discounted. The amounts are unsecured and are usually paid within 30 days of recognition.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

13. BORROWINGS

	Consolidated	
	2024	2023
	$	$
Current liabilities		
Short-term loan	508,409	611,352
Convertible notes payable, issued at 9% interest per annum, with conversion dates between August 2024 and June 2025.	2,791,396	-
	3,299,805	611,352
Non-current liabilities		
Convertible notes payable, issued at 9% interest per annum, with a conversion date of February 2026.	13,074	2,791,396

Assets pledged as security

The short-term loan is secured by a general charge over the assets of PT Blink Technology Pty Ltd.

Accounting policy for borrowings

Loans and borrowings are initially recognised at the fair value of the consideration received, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

The component of the convertible notes that exhibits characteristics of a liability is recognised as a liability in the statement of financial position, net of transaction costs.

On the issue of the convertible notes the fair value of the liability component is determined using the market rate for an equivalent non-convertible bond and this amount is carried as a non-current liability on the amortised cost basis until extinguished on conversion or redemption. The increase in the liability due to the passage of time is recognised as a finance cost. The remainder of the proceeds are allocated to the conversion option that is recognised and included in shareholders equity as a convertible note reserve, net of transaction costs. The carrying amount of the conversion option is not remeasured in the subsequent years. The corresponding interest on convertible notes is expenses to profit or loss.

Since 30 June 2024, new shares and convertible notes were issued to raise total funds of $120k and $3.66m. These funds will be used to fund the operations of the Consolidated Group and for the repayment of convertible notes (not converted) falling due in 2025 to the value of $2.2m.

14. PROVISIONS

	Consolidated	
	2024	2023
	$	$
Current liabilities		
Annual leave	141,200	128,433
Non-current liabilities		
Long service leave	59,321	38,957

Accounting policy for employee benefits

Short-term employee benefits

Liabilities for wages and salaries, including non-monetary benefits, annual leave and long service leave expected to be settled wholly within 12 months of the reporting date are measured at amounts expected to be paid when the liabilities are settled.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

15. ISSUED CAPITAL

	Consolidated			
	2024 Shares	2023 Shares	2024 $	2023 $
Ordinary shares - fully paid	77,939,398	74,723,495	8,957,589	7,053,962

Movements in ordinary share capital

Details	Date	Shares	Price	$
Balance	01 Jul 2023	74,723,495		7,053,962
Shares Issued	20-Sep-23	983,607	$0.61	600,000
Shares Issued	18-Dec-23	655,738	$0.61	400,000
Shares Issued	18-Dec-23	100,000	$0.61	61,000
Shares Issued	23-Feb-24	213,115	$0.61	130,000
Shares Issued	26-Feb-24	360,656	$0.61	220,000
Shares Issued	12-Mar-24	500,000	$0.61	305,000
Shares Issued	28-Jun-24	315,901	$0.61	192,700
Shares Issued	30-Jun-24	86,886	$0.61	53,000
Shares Issued Transaction Costs				(60,000)
Equity Component of Convertible Notes				1,926
		77,939,398		8,957,589

Ordinary shares

Ordinary shares entitle 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.

Accounting policy for issued capital

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

16. RESERVES

	Consolidated	
	2024 $	2023 $
Share-based payments reserve	3,714,431	1,696,949

Share-based payments reserve

The reserve is used to recognise the value of equity benefits provided to employees and directors as part of their remuneration, and other parties as part of their compensation for services.

Movements in reserves

Movements in each class of reserve during the current financial year are set out below:

Consolidated	Share based payment reserve $	Total $
Balance at 1 July 2023	1,696,949	1,696,949
Share based payments	2,017,482	2,017,482
Balance at 30 June 2024	3,714,431	3,714,431

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

17. KEY MANAGEMENT PERSONNEL DISCLOSURES

Compensation

The aggregate compensation made to directors and other members of key management personnel of the Consolidated Group is set out below:

	Consolidated	
	2024	2023
	$	$
Aggregate compensation	634,106	644,674

18. RELATED PARTY TRANSACTIONS

Subsidiaries

Interests in subsidiaries are set out in note 20.

Key management personnel

Disclosures relating to key management personnel are set out in note 17.

Other related parties

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel, individually or collectively with their close family members.

Transactions with related parties

There were no transactions with related parties during the current and previous financial year.

19. PARENT ENTITY INFORMATION

Set out below is the supplementary information about the parent entity.

Statement of profit or loss and other comprehensive income

	Parent	
	2024	2023
	$	$
Loss after income tax	(3,588,436)	(1,531,115)
Total comprehensive income	(3,588,436)	(1,531,115)
Statement of financial position		
Total current assets	3,914,216	3,603,454
Total assets	4,264,216	3,953,454
Total current liabilities	-	-
Total liabilities	2,804,472	2,791,398
Equity		
Issued capital	8,957,589	7,053,962
Share-based payments reserve	3,714,431	1,696,949
Accumulated losses	(11,212,276)	(7,588,855)
	1,459,744	1,162,056

Guarantees entered into by the parent entity in relation to the debts of its subsidiaries

The parent entity had no gaurantees in relation to the debts of its subsidiaries as at 30 June 2024.

Contingent liabilities

The parent entity had no contingent liabilities as at 30 June 2024.

Contractual commitments

The parent entity had not entered into any contractual commitments for the acquisition of property, plant and equipment as at 30 June 2024.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2024

20. INTERESTS IN SUBSIDIARIES

The subsidiaries listed below have share capital consisting solely of ordinary shares, which are held directly by the parent entity. The assets, liabilities, income and expenses of the subsidiaries have been consolidated on a line-by-line basis in the consolidated financial statements of the Group. Each subsidiary's principal place of business is also its country of incorporation or registration.

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 2:

Name	Principal place of business / Country of incorporation	Ownership interest 2024 %	Ownership interest 2023 %
PT Blink Technology Pty Ltd	Sydney, Australia	100%	100%
PT Blink DMI Pty Ltd	Sydney, Australia	100%	100%
PT Blink Corporation	Delaware, USA	100%	100%

Subsidiary financial information used in the preparation of these consolidated financial statements have also been prepared as at the same reporting date as the Group's financial statements.

Significant restrictions
There are no significant restrictions over the Group's ability to access or use assets, and settle liabilities, of the Group.

21. EVENTS AFTER THE REPORTING DATE

Since 30 June 2024, 197,771 new shares were issued, and funds received, for a total value of $120k. Also since 30 June 2024, convertible notes have been issued to raise $3.66m. and will be used to fund the operations of the Consolidated Group.

No other matter or circumstance has arising since 30 June 2024 that has significantly affected, or may significantly affect the Consolidated Group's operations, the results of those operations, or the Consolidated Group's state of affairs in future financial years.

22. SHARE BASED PAYMENTS

Each share option converts into one ordinary share in PT Blink Limited on excerise. No additional amounts were paid or payable by the recipient on receipt of the option. The options carry neither rights to dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry.

The number of options granted is at the Consolidated Group's discretion and intended to reward investment in and those individuals' contributions to the performance of, the Consolidated Group.

Set out below are summaries of options granted under the plan:

	Number of options 2024	Weighted average exercise price 2024	Number of options 2023	Weighted average exercise price 2023
Outstanding at the beginning of the financial year	10,205,419		10,205,419	
Granted	4,144,764	$0.01		
Granted	3,266,250	$0.35		
Options Cancelled	(168,750)	$0.25		
Outstanding at the end of the financial year	17,447,683		10,205,419	
Exercisable at the end of the financial year	10,532,369		8,924,169	

22. SHARE BASED PAYMENTS

Each share option converts into one ordinary share in PT Blink Limited on excerise. No additional amounts were paid or payable by the recipient on receipt of the option. The options carry neither rights to dividends nor voting rights. Options may be exercised at any time from the date of vesting to the date of their expiry.

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Granted	3,266,250	$0.35		
Options Cancelled	(168,750)	$0.25		
Outstanding at the end of the financial year	17,447,683		10,205,419	
Exercisable at the end of the financial year	10,532,369		8,924,169	

23. REMUNERATION OF AUDITORS

During the financial year the following fees were paid or payable for services provided by BDO, the auditor of the Company:

	Consolidated 2024 $	Consolidated 2023 $
Audit services - BDO Audit Pty Ltd		
Audit of financial statements	36,000	34,000
Other services - BDO Services Pty Ltd		
Preparation of the tax returns	6,200	3,900
Assistance in the preparation of financial statements	-	13,500
Research and development grant application	12,000	12,000
Other services	16,656	4,645
	34,856	34,045
	70,856	68,045

CONSOLIDATED ENTITY DISCLOSURE STATEMENT
AS AT 30 JUNE 2024

Entity Name	Entity Type	Place of Incorporation	Ownership Interest	Tax Residency
PT Blink Ltd	Body Corporate	Sydney, Australia	N/A	Australia
PT Blink Technology Pty Ltd	Body Corporate	Sydney, Australia	100%	Australia
PT Blink DMI Pty Ltd	Body Corporate	Sydney, Australia	100%	Australia
PT Blink Corporation	Body Corporate	Delaware, USA	100%	USA

DIRECTORS' DECLARATION

In the directors' opinion:

(a) the attached financial statements and notes comply with the Corporations Act 2001, the Australian Accounting Standards - Simplified Disclosures, the Corporations Regulations 2001 and other mandatory professional reporting requirements;

(b) the attached financial statements and notes give a true and fair view of the Consolidated Group's financial position as at 30 June 2024 and of its performance for the financial year ended on that date; and

(c) the attached consolidated entity disclosure statement give a true and correct view of the Consolidated Group's subsidiaries as at 30 June 2024; and

(d) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the Corporations Act 2001.

On behalf of the Directors

Mr Murray Edington Ellen
Chairman

Sydney
27th February 2025

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INDEPENDENT AUDITOR'S REPORT

To the members of PT Blink Limited

Report on the Audit of the Financial Report

Opinion

We have audited the financial report of PT Blink Limited (the Company) and its subsidiaries (the Group), which comprises the consolidated statement of financial position as at 30 June 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 year then ended, and notes to the financial report, including material accounting policy information and the directors' declaration.

In our opinion the accompanying financial report of PT Blink Limited, is in accordance with the *Corporations Act 2001*, including:

(i) Giving a true and fair view of the Group's financial position as at 30 June 2024 and of its financial performance for the year ended on that date; and

(ii) Complying with Australian Accounting Standards – Simplified Disclosures and the *Corporations Regulations 2001*.

Basis for opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Group in accordance with 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 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 in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to Note 2(b) in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern and therefore the Group may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Other information

The directors are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Directors report, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the Financial Report

The directors of the Company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards – Simplified Disclosures and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (http://www.auasb.gov.au/Home.aspx) at: https://www.auasb.gov.au/media/apzlwn0y/ar3_2024.pdf

This description forms part of our auditor's report.

BDO Audit Pty Ltd

BDO

Ian Hooper
Director

Sydney, 27 February 2025