



Appendix 4E

For the year ended 30 June 2019

Reporting period

Report for the financial year ended 30 June 2019.
Previous corresponding period is the financial year ended 30 June 2018.

Results for announcement to the market

	2019 \$A'000	2018 \$A'000	Up/ Down	% Movement
Revenue from ordinary activities	8,073	5,444	Up	48%
Loss from ordinary activities after tax attributable to members	(4,755)	(27,560)	Down	83%
Net loss for the period attributable to members	(4,755)	(27,560)	Down	83%

	30 June 2019	30 June 2018
Net tangible assets per ordinary security	0.4 cents per share	0.5 cents per share

Dividends

There have been no dividends declared for the financial year ended 30 June 2019 (2018: nil).

Statement of Comprehensive Income

Refer to the attached statement and relevant notes.

Statement of Financial Position

Refer to the attached statement and relevant notes.

Statement of Cash Flow

Refer to the attached statement and relevant notes.

Dividends

No interim dividends have been declared for the financial year ended 30 June 2019. There are no dividend or distribution reinvestment plans in operation.

Statement of accumulated losses

	Consolidated Entity	
	2019	2018
	\$A'000	\$A'000
Balance at beginning of year	(81,665)	(54,105)
Adjustment to opening balance due to AASB 15 implementation	(421)	-
Adjusted opening balance at beginning of year	(82,086)	(54,105)
Net loss attributable to members of the parent entity	(4,755)	(27,560)
Total available for appropriation	(86,841)	(81,665)
Dividends paid	-	-
Balance at end of year	(86,841)	(81,665)

Gain or loss of control of entities

There has been no gain or loss of control of any entity by the Urbanise group during the financial year ended 30 June 2019.

Details of associates and joint venture entities

There are no associates or joint ventures within the Urbanise Group.

Significant information relating to the entity's financial performance and financial position

On 12 October 2018 Urbanise completed a fully underwritten rights issue of 151,666,175 shares at an issue price of 2.7 cents per share, raising funds of \$4,084,282 before expenses. The rights issue closed with 66,363,106 shares issued to existing shareholders and 85,303,069 to the underwriters, KTM Capital Limited.

Commentary on the results for the period

During the 2019 financial year (FY19), Urbanise continued to deliver strong sales revenue growth of 48%, while demonstrating operational discipline in expense management.

Sales revenue

Total sales revenue growth was up by 48%, primarily driven by growth in Licence fees and activation revenue (up \$2.2 million – 57%) and Professional services revenue (up \$0.6 million – 50%). This was offset by a reduction in hardware sales of \$0.2million following the disposal of the Devices business in FY18.

Loss before tax

Reported expenses reduced by 63% and, excluding the impact of impairment in FY18 (\$15.2million), expenses decreased by 31%.

The reported loss before tax decreased from \$27.6 million to \$4.8 million (83% improvement).

The significant improvement of the reported net loss after tax was due to several factors including:

- the significant increase in sales revenue;
- no impairment cost in FY19; and
- discipline in containing cost.

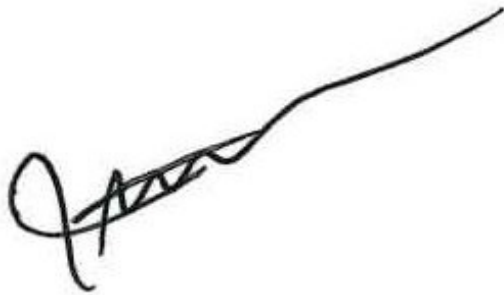
Audit of the financial report

This Annual Financial Report has been audited.

The Audit has been completed

The Annual Financial Report contains an Independent Audit Report which is Unmodified with a material uncertainty related to Going Concern.

Signed

A handwritten signature in black ink, appearing to read 'Almero Strauss', written in a cursive style.

Almero Strauss
Chairman
Sydney, 22 August 2019