FY20 RESULTS AND APPENDIX 4E

Preliminary Final Report for the financial year ended 30 June 2020

Lodged with the ASX under Listing Rule 4.3A. Jayride Group Limited (ASX:JAY) ABN 49 155 285 528

Jayride Group Limited
Appendix 4E
Preliminary final report

1. Company details

Name of entity:	Jayride Group Limited
ABN:	49 155 285 528
Reporting period:	For the year ended 30 June 2020
Previous period:	For the year ended 30 June 2019

2. Results for announcement to the market

The Company has adopted Accounting Standard AASB 16 'Leases' for the year ended 30 June 2020 using the modified retrospective approach and as such the comparatives have not been restated.

				$
Total revenue from ordinary activities	up	1.0%	to	3,861,578
Revenue from net commissions and fees booked	down	1.3%	to	3,236,264
Loss from ordinary activities after tax attributable to the owners of Jayride Group Limited	down	16.4%	to	(6,858,570)
Loss for the year attributable to the owners of Jayride Group Limited	down	16.4%	to	(6,858,570)

Dividends
There were no dividends paid, recommended or declared during the current financial period.

Comments
The loss for the Company after providing for income tax amounted to $6,858,570 (30 June 2019: $8,201,109).

Commentary on the results for the period, including the impact of COVID-19 pandemic, is included in the Investor Presentation.

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	(1.38)	(0.81)

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period
There were no dividends paid, recommended or declared during the current financial period.

Previous period
There were no dividends paid, recommended or declared during the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Not applicable.

9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Not applicable.

10. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements are in the process of being audited and an unqualified opinion, modified to include an emphasis of matter with respect to going concern, is expected to be issued.

11. Attachments

Details of attachments (if any):

The Preliminary Financial Report of Jayride Group Limited for the year ended 30 June 2020 is attached.

12. Signed

As authorised by the Board of Directors

Signed ______________________________ Date: 27 August 2020

Rod Bishop
Managing Director
Sydney

Jayride Group Limited

ABN 49 155 285 528

Preliminary Financial Report - 30 June 2020

Jayride Group Limited
Statement of profit or loss and other comprehensive income
For the year ended 30 June 2020

	Note	2020 $	2019 $
Revenue			
Net commission and fees booked		3,236,264	3,280,500
Interest revenue		15,554	9,801
Other income		609,760	532,063
Total revenue		3,861,578	3,822,364
Variable and support costs			
Advertising and marketing costs		(1,621,701)	(2,241,473)
Variable operating costs		(1,580,789)	(1,303,026)
Total variable and support costs		(3,202,490)	(3,544,499)
Non-variable costs			
Non-variable operating costs		(1,885,824)	(1,873,604)
Corporate costs		(652,767)	(811,763)
Growth costs		(1,617,013)	(3,077,911)
Share-based payments expense		(1,371,445)	(1,901,417)
Depreciation and amortisation		(1,411,481)	(680,996)
Total non-variable costs		(6,938,530)	(8,345,691)
Non-operating costs			
Currency movements		(80,611)	(21,238)
Finance costs		(498,517)	(112,045)
Total non-operating costs		(579,128)	(133,283)
Loss before income tax expense		(6,858,570)	(8,201,109)
Income tax expense		-	-
Loss after income tax expense for the year attributable to the owners of Jayride Group Limited		(6,858,570)	(8,201,109)
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year attributable to the owners of Jayride Group Limited		(6,858,570)	(8,201,109)
		Cents	**Cents**
Basic loss per share	8	(7.34)	(10.48)
Diluted loss per share	8	(7.34)	(10.48)

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

Jayride Group Limited
Statement of financial position
As at 30 June 2020

	Note	2020 $	2019 $
Assets			
Current assets			
Cash and cash equivalents		963,459	1,433,354
Trade and other receivables	1	824,102	877,842
Goods and services tax receivable		25,894	46,775
Research and development receivable		619,153	958,871
Prepayments		68,623	46,934
Total current assets		2,501,231	3,363,776
Non-current assets			
Deposits and bank guarantees		-	323,890
Plant and equipment	2	175,014	203,356
Right-of-use assets	3	229,888	-
Capitalised technology costs	4	2,489,154	2,415,348
Total non-current assets		2,894,056	2,942,594
Total assets		5,395,287	6,306,370
Liabilities			
Current liabilities			
Trade and other payables	5	1,641,132	1,861,507
Contract liabilities		19,333	38,143
Borrowings		115,958	-
Lease liabilities		338,216	-
Employee benefits		139,693	175,623
Provisions		98,776	-
Future transport payments		188,033	849,852
Total current liabilities		2,541,141	2,925,125
Non-current liabilities			
Borrowings		1,744,652	1,572,914
Employee benefits		38,245	52,890
Total non-current liabilities		1,782,897	1,625,804
Total liabilities		4,324,038	4,550,929
Net assets		1,071,249	1,755,441
Equity			
Issued capital	6	24,316,515	18,360,858
Reserves	7	3,365,401	3,146,680
Accumulated losses		(26,610,667)	(19,752,097)
Total equity		1,071,249	1,755,441

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

Jayride Group Limited
Statement of changes in equity
For the year ended 30 June 2020

	Issued capital $	Reserves $	Accumulated losses $	Total equity $
Balance at 1 July 2018	15,902,025	1,724,634	(11,516,361)	6,110,298
Adjustment for change in accounting policy	-	-	(34,627)	(34,627)
Balance at 1 July 2018 - restated	15,902,025	1,724,634	(11,550,988)	6,075,671
Loss after income tax expense for the year	-	-	(8,201,109)	(8,201,109)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	(8,201,109)	(8,201,109)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs (note 6)	1,612,375	-	-	1,612,375
Share-based payments (shares)	846,458	281,887	-	1,128,345
Share-based payments (options)	-	773,073	-	773,073
Share-based payments (warrants)	-	367,086	-	367,086
Balance at 30 June 2019	18,360,858	3,146,680	(19,752,097)	1,755,441

	Issued capital $	Reserves $	Accumulated losses $	Total equity $
Balance at 1 July 2019	18,360,858	3,146,680	(19,752,097)	1,755,441
Loss after income tax expense for the year	-	-	(6,858,570)	(6,858,570)
Other comprehensive income for the year, net of tax	-	-	-	-
Total comprehensive income for the year	-	-	(6,858,570)	(6,858,570)
Transactions with owners in their capacity as owners:				
Contributions of equity, net of transaction costs (note 6)	4,764,672	-	-	4,764,672
Share-based payments (shares)	902,664	49,421	-	952,085
Share-based payments (options)	-	419,360	-	419,360
Exercise of options	38,261	-	-	38,261
Transfer on issue of shares to employees	250,060	(250,060)	-	-
Balance at 30 June 2020	24,316,515	3,365,401	(26,610,667)	1,071,249

	Note	2020 $	2019 $
Cash flows from operating activities			
Net receipts from bookings (inclusive of GST)		1,894,600	3,324,265
Payments to suppliers and employees (inclusive of GST)		(6,789,516)	(8,474,067)
Grants funding for operating activities		865,846	428,467
Interest received		15,554	10,654
Interest and other finance costs paid		(383,007)	(18,101)
Net cash used in operating activities		(4,396,523)	(4,728,782)
Cash flows from investing activities			
Payments for plant and equipment		(16,275)	(59,629)
Payments for intangibles		(1,265,901)	(1,321,021)
Proceeds from deposits		323,890	-
Grants funding for investing activities		489,024	485,336
Proceeds from disposal of plant and equipment		-	6,541
Net cash used in investing activities		(469,262)	(888,773)
Cash flows from financing activities			
Proceeds from issue of shares		5,041,118	1,707,975
Share issue transaction costs		(238,185)	(95,600)
(Repayment)/proceeds from borrowings		(38,907)	2,000,000
Transaction costs related to borrowings		-	(95,440)
Repayment of lease liabilities		(337,909)	-
Net cash from financing activities		4,426,117	3,516,935
Net decrease in cash and cash equivalents		(439,668)	(2,100,620)
Cash and cash equivalents at the beginning of the financial year		1,433,354	3,560,216
Effects of exchange rate changes on cash and cash equivalents		(30,227)	(26,242)
Cash and cash equivalents at the end of the financial year		963,459	1,433,354

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

Note 1. Trade and other receivables

	2020 $	2019 $
Current assets		
Trade receivables	856,591	897,800
Less: Allowance for expected credit losses	(32,489)	(19,958)
	824,102	877,842

Note 2. Plant and equipment

	2020 $	2019 $
Non-current assets		
Fixtures and fittings - at cost	173,161	173,161
Less: Accumulated depreciation	(52,666)	(33,435)
	120,495	139,726
Computer equipment - at cost	166,755	146,818
Less: Accumulated depreciation	(112,966)	(84,358)
	53,789	62,460
Office equipment - at cost	3,896	2,631
Less: Accumulated depreciation	(3,166)	(1,461)
	730	1,170
	175,014	203,356

Reconciliations

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

	Fixtures and fittings $	Computer equipment $	Office equipment $	Total $
Balance at 1 July 2018	117,833	92,016	1,936	211,785
Additions	44,125	15,504	-	59,629
Disposals	-	(5,422)	(15)	(5,437)
Depreciation expense	(22,232)	(39,638)	(751)	(62,621)
Balance at 30 June 2019	139,726	62,460	1,170	203,356
Additions	-	20,900	1,265	22,165
Disposals	-	(5,929)	-	(5,929)
Depreciation expense	(19,231)	(23,642)	(1,705)	(44,578)
Balance at 30 June 2020	120,495	53,789	730	175,014

Note 3. Right-of-use assets

	2020 $	2019 $
Non-current assets		
Office building - right-of-use	810,049	-
Less: Accumulated depreciation	(580,161)	-
	229,888	-

No additions to the right-of-use assets were made during the year. The Company leased office space under an agreement that was surrendered on 31 July 2020.

Note 4. Capitalised technology costs

	2020 $	2019 $
Non-current assets		
Capitalised technology costs	4,363,982	3,503,434
Less: Accumulated amortisation	(1,874,828)	(1,088,086)
	2,489,154	2,415,348

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

	Capitalised technology costs $
Balance at 1 July 2018	2,201,726
Additions	1,321,021
Research and development tax offset	(489,024)
Amortisation expense	(618,375)
Balance at 30 June 2019	2,415,348
Additions	1,265,901
Research and development tax offset	(405,353)
Amortisation expense	(786,742)
Balance at 30 June 2020	2,489,154

Note 5. Trade and other payables

	2020 $	2019 $
Current liabilities		
Trade payables	1,123,287	1,289,951
Other payables	517,845	571,556
	1,641,132	1,861,507

Note 6. Issued capital

	2020 Shares	2019 Shares	2020 $	2019 $
Ordinary shares - fully paid	102,887,024	81,682,411	24,316,515	18,360,858
Ordinary shares - held in Employees' Trust	2,355,803	2,645,960	-	-
Ordinary shares - held in Employees' Trust (allocated not converted)	(140,563)	-	-	-
	105,102,264	84,328,371	24,316,515	18,360,858

Movements in ordinary share capital

Details	Date	Shares	Issue price	$
Balance	1 July 2018	75,575,283		15,902,025
Issue of shares to employees	31 August 2018	86,628	$0.4450	38,549
Issue of shares to employees under Employee Share Scheme ('ESS')	29 November 2018	478,683	$0.4800	229,769
Issue of shares	3 January 2019	3,972,035	$0.4300	1,707,975
Issue of shares to employees	24 January 2019	215,742	$0.4400	94,926
Issue of shares to employees under ESS	1 March 2019	767,851	$0.4300	330,159
Issue of shares to employees under ESS	17 June 2019	301,551	$0.2700	80,644
Issue of shares to employees under ESS	20 June 2019	284,638	$0.2500	72,411
Share issue costs		-	$0.0000	(95,600)
Balance	30 June 2019	81,682,411		18,360,858
Issue of shares to employees under ESS	15 July 2019	328,100	$0.3250	106,632
Issue of shares to employees under ESS	15 August 2019	456,103	$0.3960	180,456
Issue of shares to employees under ESS	16 September 2019	401,763	$0.4000	160,708
Non-recourse loan repayment	11 October 2019	-	$0.0000	30,000
Issue of shares to employees under ESS	16 October 2019	98,147	$0.3930	38,556
Issue of shares to employees under ESS	15 November 2019	398,025	$0.3300	131,344
Issue of shares	20 November 2019	10,672,567	$0.3000	3,201,770
Issue of shares to employees under ESS	16 December 2019	405,063	$0.3000	121,520
Issue of shares to employees under ESS	18 December 2019	97,680	$0.3000	29,304
Issue of shares - share purchase plan	18 December 2019	2,675,021	$0.3000	802,500
Issue of shares	23 December 2019	3,328,625	$0.3000	998,588
Issue of shares to employees under ESS	15 January 2020	161,364	$0.3520	57,371
Non-recourse loan repayment	4 February 2020	-	$0.0000	8,260
Issue of shares to employees under ESS	17 February 2020	250,671	$0.3019	75,672
Issue of shares to employees under ESS	20 April 2020	663,387	$0.0792	52,524
Issue of shares to employees under ESS	15 May 2020	808,728	$0.1567	126,708
Issue of shares to employees under ESS	16 Jun 2020	459,369	$0.1566	71,929
Share issue costs		-	$0.0000	(238,185)
Balance	30 June 2020	102,887,024		24,316,515

Note 6. Issued capital (continued)

Movements in shares held in Employees Trust

Details	Date	Shares	Issue price	$
Balance	1 July 2018	-		-
Shares issued to Royal Exchange Nominees Pty Ltd ('REN')	1 March 2019	3,232,149	$0.0000	-
Issue of shares to employees	17 June 2019	(301,551)	$0.2700	80,644
Issue of shares to employees	20 June 2019	(284,638)	$0.2500	72,411
Balance	30 June 2019	2,645,960		
Issue of shares to employees	15 July 2019	(328,100)	$0.3250	106,632
Issue of shares to employees	15 August 2019	(456,103)	$0.9600	180,456
Issue of shares to employees	16 September 2019	(401,763)	$0.4000	160,708
Issue of shares to employees	16 October 2019	(98,147)	$0.3930	38,556
Issue of shares to employees	15 November 2019	(398,025)	$0.3300	131,344
Issue of shares to employees	16 December 2019	(405,063)	$0.3000	121,520
Issue of shares to employees	15 January 2020	(161,364)	$0.3520	57,371
Issue of shares to employees	17 February 2020	(250,671)	$0.3019	75,672
Shares issued to REN	17 April 2020	4,000,000	$0.0000	-
Issue of shares to employees	20 April 2020	(663,387)	$0.0792	52,524
Issue of shares to employees	15 May 2020	(808,728)	$0.1567	126,708
Issue of shares to employees	16 Jun 2020	(459,369)	$0.1566	71,929
Balance	30 June 2020	2,215,240		

Note 7. Reserves

	2020 $	2019 $
Share-based payments reserve	3,365,401	3,146,680

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 share-based payment reserve

	Share-based payments			
	Equity $	Options $	Warrants $	Total $
Balance at 1 July 2018	-	1,724,634	-	1,724,634
Share-based payments (shares)	281,887	-	-	281,887
Share-based payments (options)	-	773,073	-	773,073
Share-based payments (warrants)	-	-	367,086	367,086
Balance at 30 June 2019	281,887	2,497,707	367,086	3,146,680
Transfer between reserves	(31,827)	31,827	-	-
Share-based payments (shares)	(200,638)	-	-	(200,638)
Share-based payments (options)	-	419,359	-	419,359
Balance at 30 June 2020	49,422	2,948,893	367,086	3,365,401

Note 8. Loss per share

	2020 $	2019 $
Loss after income tax attributable to the owners of Jayride Group Limited	(6,858,570)	(8,201,109)
	Number	**Number**
Weighted average number of ordinary shares used in calculating basic loss per share	93,426,307	78,238,903
Weighted average number of ordinary shares used in calculating diluted loss per share	93,426,307	78,238,903
	Cents	**Cents**
Basic loss per share	(7.34)	(10.48)
Diluted loss per share	(7.34)	(10.48)

3,450,032 (30 June 2019: 18,712,936) options, 3,350,000 (30 June 2019: 3,300,000) performance options, 3,616,637 (30 June 2019: 3,616,637) warrants and 2,215,240 (30 June 2019: 2,645,960) shares held in Employees' Trust have been excluded from the above calculation as their inclusion would be anti-dilutive.

JAYRIDE

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