

**engage:BDR Limited**  
**Appendix 4E**  
**Preliminary final report**

**1. Company details**

Name of entity:	engage:BDR Limited
ABN:	621 160 585
Reporting period:	For the year ended 31 December 2021
Previous period:	For the year ended 31 December 2020

**2. Results for announcement to the market**

			\$
Revenues from ordinary activities	down	25.9% to	11,406,628
EBITDA*/Operating profit/(loss)	up	177.0% to	(3,874,950)
Loss from ordinary activities after tax attributable to the owners of engage:BDR Limited	down	13.8% to	(5,928,649)
Loss for the year attributable to the owners of engage:BDR Limited	down	13.8% to	(5,928,649)

\* EBITDA is a financial measure which is not prescribed by Australian Accounting Standards ('AAS') and represents the profit under AAS adjusted for depreciation, amortisation, interest and tax. The Directors consider that this measure is useful in gaining an understanding of the performance of the entity, consistent with internal reporting.

	Consolidated 31 December 2021 \$	31 December 2020 \$
<b>Reconciliation of EBITDA</b>		
Loss after tax	(5,928,649)	(6,881,027)
Finance cost	302,941	2,046,850
Depreciation and amortisation	1,350,758	861,467
Settlement expense	400,000	-
Impairment of non-financial assets	-	856,342
Share based payments	-	1,719,444
	<u>(3,874,950)</u>	<u>(1,396,924)</u>

**Dividends**

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

**Comments**

The loss for the consolidated entity after providing for income tax amounted to \$5,928,649 (31 December 2020: \$6,881,027).

**3. Net tangible assets**

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	<u>0.02</u>	<u>0.14</u>

**4. Control gained over entities**

Not applicable.

## 5. Loss of control over entities

Not applicable.

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## 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.

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## 7. Dividend reinvestment plans

Not applicable.

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## 8. Details of associates and joint venture entities

Not applicable.

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## 9. Foreign entities

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

engage:BDR LLC, Tiveo LLC and AdCel LLC are wholly owned subsidiaries of engage:BDR Limited. These entities are incorporated and domiciled in the US. Australian accounting standards have been consistently applied to these foreign entities.

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## 10. Audit qualification or review

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

The financial statements have not yet been audited.

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## 11. Attachments

### *Details of attachments (if any):*

Not applicable

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## 12. Signed

Signed 

Ted Dhanik  
Executive Chairman

Date: 28 February 2022

**engage:BDR Limited**  
**Statement of profit or loss and other comprehensive income**  
**For the year ended 31 December 2021**

		<b>Consolidated</b>	
	<b>Note</b>	<b>31 December 2021</b>	<b>31 December 2020</b>
		<b>\$</b>	<b>\$</b>
Revenue from contracts with customers	2	11,406,628	15,398,413
Cost of sales		(8,012,278)	(9,420,757)
Gross profit		3,394,350	5,977,656
Other income	2	581,847	740,865
<b>Expenses</b>			
Employee and contractor costs	3	(2,924,118)	(2,829,407)
Operations and administration expense	4	(4,918,501)	(5,147,054)
Settlement expenses		(400,000)	-
Advertising and marketing expense		(8,528)	(138,984)
Depreciation and amortisation expense		(1,350,758)	(861,467)
Impairment losses	7	-	(856,342)
Share based payment expense		-	(1,719,444)
Finance costs		(302,941)	(2,046,850)
<b>Loss before income tax expense</b>		(5,928,649)	(6,881,027)
Income tax expense		-	-
<b>Loss after income tax expense for the year attributable to the owners of engage:BDR Limited</b>		(5,928,649)	(6,881,027)
<b>Other comprehensive income/(loss)</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translation of foreign operations		217,450	(975,579)
Other comprehensive income/(loss) for the year, net of tax		217,450	(975,579)
<b>Total comprehensive loss for the year attributable to the owners of engage:BDR Limited</b>		<u>(5,711,199)</u>	<u>(7,856,606)</u>
		<b>Cents</b>	<b>Cents</b>
Basic loss per share	15	(0.23)	(0.55)
Diluted loss per share	15	(0.23)	(0.55)

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

**engage:BDR Limited**  
**Statement of financial position**  
**As at 31 December 2021**

**Assets**

**Current assets**

		<b>Consolidated</b>	
	<b>Note</b>	<b>31 December 2021</b>	<b>31 December 2020</b>
		<b>\$</b>	<b>\$</b>
Cash and cash equivalents	5	401,170	2,986,745
Trade and other receivables	6	972,050	3,243,521
Investments in equity instruments		50,079	47,179
Prepaid expenses		560,045	579,982
Related party receivables	13	2,202,141	1,984,869
Other assets	7	292,267	332,459
<b>Total current assets</b>		<b>4,477,752</b>	<b>9,174,755</b>

**Non-current assets**

Property, plant and equipment		26,773	157,617
Right-of-use assets		249,742	305,504
Capitalised software costs	8	4,639,688	3,920,558
Goodwill	9	1,337,743	1,340,390
<b>Total non-current assets</b>		<b>6,253,946</b>	<b>5,724,069</b>

**Total assets**

**10,731,698 14,898,824**

**Liabilities**

**Current liabilities**

Trade and other payables	10	4,784,330	3,650,587
Borrowings	11	329,538	2,316,896
Lease liabilities		94,301	157,854
Contract liabilities		20,673	19,475
<b>Total current liabilities</b>		<b>5,228,842</b>	<b>6,144,812</b>

**Non-current liabilities**

Lease liabilities		-	87,345
<b>Total non-current liabilities</b>		<b>-</b>	<b>87,345</b>

**Total liabilities**

**5,228,842 6,232,157**

**Net assets**

**5,502,856 8,666,667**

**Equity**

Issued capital	12	50,337,851	47,790,463
Share based payment reserve		732,254	732,254
Equity investment reserve		(2,441,343)	(2,441,343)
Foreign currency translation reserve		(1,545,436)	(1,762,886)
Accumulated losses		(41,580,470)	(35,651,821)

**Total equity**

**5,502,856 8,666,667**

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

**engage:BDR Limited**  
**Statement of changes in equity**  
**For the year ended 31 December 2021**

<b>Consolidated</b>	<b>Issued capital \$</b>	<b>Share based payment reserve \$</b>	<b>Equity investment reserve \$</b>	<b>Foreign currency translation reserve \$</b>	<b>Accumulated losses \$</b>	<b>Total equity \$</b>
Balance at 1 January 2020	35,582,304	603,739	(2,441,343)	(787,307)	(29,049,723)	3,907,670
Loss after income tax expense for the year	-	-	-	-	(6,881,027)	(6,881,027)
Other comprehensive loss for the year, net of tax	-	-	-	(975,579)	-	(975,579)
Total comprehensive loss for the year	-	-	-	(975,579)	(6,881,027)	(7,856,606)
<i>Transactions with owners in their capacity as owners:</i>						
Contributions of equity, net of transaction costs (note 12)	10,896,159	-	-	-	-	10,896,159
Share-based payments (note 16)	-	1,719,444	-	-	-	1,719,444
Shares issued on exercise of performance rights	1,312,000	(1,312,000)	-	-	-	-
Transfers to accumulated losses for expired or lapsed share-based payments	-	(278,929)	-	-	278,929	-
Balance at 31 December 2020	<u>47,790,463</u>	<u>732,254</u>	<u>(2,441,343)</u>	<u>(1,762,886)</u>	<u>(35,651,821)</u>	<u>8,666,667</u>

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

**engage:BDR Limited**  
**Statement of changes in equity**  
**For the year ended 31 December 2021**

<b>Consolidated</b>	<b>Issued capital \$</b>	<b>Share based payment reserve \$</b>	<b>Equity investment reserve \$</b>	<b>Foreign currency translation reserve \$</b>	<b>Accumulated losses \$</b>	<b>Total equity \$</b>
Balance at 1 January 2021	47,790,463	732,254	(2,441,343)	(1,762,886)	(35,651,821)	8,666,667
Loss after income tax expense for the year	-	-	-	-	(5,928,649)	(5,928,649)
Other comprehensive income for the year, net of tax	-	-	-	217,450	-	217,450
Total comprehensive income/(loss) for the year	-	-	-	217,450	(5,928,649)	(5,711,199)
<i>Transactions with owners in their capacity as owners:</i>						
Contributions of equity, net of transaction costs (note 12)	1,474,271	-	-	-	-	1,474,271
Shares granted as part of legal settlement	400,000	-	-	-	-	400,000
Collateral shares exercised - ZCS	91,679	-	-	-	-	91,679
Shares issued on exercise of options	163,914	-	-	-	-	163,914
Shares issued as part settlement of settle all claims and disputes between various parties regarding the acquisition of Tiveo, LLC.	400,000	-	-	-	-	400,000
Shares issued as part settlement of compensation for consulting fees to a consultant of the Company	17,524	-	-	-	-	17,524
Balance at 31 December 2021	<u>50,337,851</u>	<u>732,254</u>	<u>(2,441,343)</u>	<u>(1,545,436)</u>	<u>(41,580,470)</u>	<u>5,502,856</u>

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

**engage:BDR Limited**  
**Statement of cash flows**  
**For the year ended 31 December 2021**

		<b>Consolidated</b>	
	<b>Note</b>	<b>31 December 2021</b>	<b>31 December 2020</b>
		<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>			
Loss before income tax expense for the year		(5,928,649)	(6,881,027)
Adjustments for:			
Depreciation and amortisation		1,350,758	861,467
Net fair value loss on investments		62,620	-
Share-based payments		1,206,659	1,719,444
Impairment losses		149,970	856,342
Accrued finance charges		-	1,453,639
Executive bonuses used to offset related party debt (note 13)		400,000	400,000
Interest income from related party debt		(94,865)	(69,224)
		(2,853,507)	(1,659,359)
Change in operating assets and liabilities:			
Decrease in trade and other receivables		2,308,850	2,543,010
Decrease/(Increase) in prepayments		55,508	(187,360)
Increase in other assets		(1,950)	-
Increase/(decrease) in trade and other payables		897,729	(1,098,390)
Increase in contract liabilities		-	(62,043)
Net cash from/(used in) operating activities		406,630	(464,142)
<b>Cash flows from investing activities</b>			
Capitalised software development		(1,655,869)	(1,577,376)
Loans to related parties (shareholders)		(375,765)	-
Net cash used in investing activities		(2,031,634)	(1,577,376)
<b>Cash flows from financing activities</b>			
Proceeds from capital raises	12	1,485,136	5,705,164
Cost of capital raise		(400,000)	(434,535)
Shares issued from exercise of options	12	199,791	-
Net proceed/(repayment) of borrowings		(2,022,293)	(1,544,827)
Net proceed/(repayment) of lease liabilities		(166,001)	(230,371)
Net cash from/(used in) financing activities		(903,367)	3,495,431
Net increase/(decrease) in cash and cash equivalents		(2,528,371)	1,453,913
Cash and cash equivalents at the beginning of the financial year		2,986,745	1,831,673
Effects of exchange rate changes on cash and cash equivalents		(57,204)	(298,841)
Cash and cash equivalents at the end of the financial year	5	<u>401,170</u>	<u>2,986,745</u>

Non-cash investing and financing activities include issuance of shares (note 12) of:

- \$389,135 for settlement of employee bonuses;
- \$91,679 for settlement of ZCS facility;
- \$400,000 for settlement of legal cost;
- \$17,524 for settlement of compensation for consulting fees to a consultant of the Company; and
- \$400,000 for settlement of claims and disputes between various parties regarding the acquisition of Tiveo, LLC.

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

## Note 1. Basis of preparation

The Preliminary Final Report has been prepared in accordance with Australian Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') and the Corporations Act 2001, as appropriate for for-profit oriented entities. The Preliminary Final Report also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board ('IASB').

This Preliminary Final Report has been prepared in accordance with ASX Listing Rules as they relate to the Appendix 4E and in accordance with the recognition and measurement requirements of the Australian Accounting Standards, other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the Corporations Act 2001. As such, this preliminary final report does not include all the notes of the type included in an annual financial report and accordingly, should be read in conjunction with the annual report for the year ended 30 June 2020 and any ASX announcements made by the Company during the period.

## Note 2. Revenue from contracts with customers and Other income

### (a) Revenue from contracts with customers

	Consolidated 31 December 2021	31 December 2020
Revenue from contracts with customers - Rendering of services	11,406,628	15,398,413

#### *Disaggregation of revenue*

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

	Consolidated 31 December 2021 \$	31 December 2020 \$
Programmatic	11,406,628	15,307,615
Collaborative Marketing	-	90,798
	<u>11,406,628</u>	<u>15,398,413</u>
<i>Geographical regions</i>		
United States of America	10,056,152	13,844,107
Other*	1,350,476	1,554,306
	<u>11,406,628</u>	<u>15,398,413</u>
<i>Timing of revenue recognition</i>		
Services rendered at a point in time	<u>11,406,628</u>	<u>15,398,413</u>

\*No other single country represents greater than 10% of the Group's total revenue.

### (b) Other income

Other income comprises the following:



**Note 2. Revenue from contracts with customers and Other income (continued)**

	<b>Consolidated</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$</b>	<b>\$</b>
Government grant income	339,235	631,182
Interest income	87,955	109,683
Other income	154,657	-
	<u>581,847</u>	<u>740,865</u>

The Government grant income included in Other income was in respect of a loan forgiven by the government to provide support for payroll expenditure during the COVID-19 pandemic. The loan was to be forgiven when certain expenditure levels had been reached for payroll and other operating expenditure. There was no additional government grants or assistance from which the entity benefitted during the period, and there are no further conditions attached to the grant.

**Note 3. Employee and contractor costs**

	<b>Consolidated</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$</b>	<b>\$</b>
Salary costs	2,736,247	2,480,347
Defined contribution plan (401(k))	36,045	3,037
Other payroll-related expenses	151,826	346,023
Total employee and contractor costs	<u>2,924,118</u>	<u>2,829,407</u>

**Note 4. Operations and administration expense**

	<b>Consolidated</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$</b>	<b>\$</b>
Technology infrastructure and software costs	1,511,154	1,811,486
Legal and accounting expense	1,820,995	1,467,910
Other operations and administration expenses	445,178	103,465
Insurance expense	407,234	313,441
Technical and corporate development expense	256,648	654,434
Travel expenses	215,713	238,698
Office maintenance and associated expenses	197,989	236,885
Bad debt expense	63,590	320,735
	<u>4,918,501</u>	<u>5,147,054</u>

**Note 5. Current assets - cash and cash equivalents**

	<b>Consolidated</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$</b>	<b>\$</b>
Cash at bank	<u>401,170</u>	<u>2,986,745</u>

**Note 6. Current assets - trade and other receivables**

	<b>Consolidated</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$</b>	<b>\$</b>
Trade receivables	1,828,483	3,897,416
Less: Allowance for expected credit losses	(868,596)	(709,434)
	<u>959,887</u>	<u>3,187,982</u>
Other receivables	<u>12,163</u>	<u>55,539</u>
	<u><u>972,050</u></u>	<u><u>3,243,521</u></u>

*Transfer of trade receivables*

The Group has retained the credit risk associated with the trade receivables, due to the obligation to repurchase from the factoring company any receivables that are deemed uncollectible, and therefore the risks and rewards of the asset reside with the Group. The total carrying amount (which is approximate to fair value) of the trade receivables transferred subject to factoring arrangement is \$179,251 (December 2020: \$1,904,104). This arrangement has no expiration date with an interest rate of 8% (2020:8.00%).

**Note 7. Current assets - other assets**

	<b>Consolidated</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$</b>	<b>\$</b>
Security deposits	34,454	32,459
Employee loan	20,433	-
Shares held in trust*	<u>237,380</u>	<u>300,000</u>
	<u><u>292,267</u></u>	<u><u>332,459</u></u>

\*Shares held in trust refers to fully paid ordinary shares issued to a third party which is to be used for settlement of creditor obligations of the Group. The fair value of shares held in trust is determined with reference to the number of outstanding shares multiplied by the spot price at report date.

**Note 8. Non-current assets - capitalised software costs**

	<b>Consolidated</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$</b>	<b>\$</b>
Capitalised software costs	10,720,840	8,540,044
Less: Accumulated amortisation	<u>(6,081,152)</u>	<u>(4,619,486)</u>
	<u><u>4,639,688</u></u>	<u><u>3,920,558</u></u>

**Note 8. Non-current assets - capitalised software costs (continued)**

*Reconciliations*

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

<b>Consolidated</b>	Capitalised software costs \$	Total \$
Balance at 1 January 2020	3,032,083	3,032,083
Additions	1,577,376	1,577,376
Exchange differences	(264,738)	(264,738)
Amortisation expense	(424,163)	(424,163)
Balance at 31 December 2020	3,920,558	3,920,558
Additions	1,655,869	1,655,869
Exchange differences	116,416	116,416
Amortisation expense	(1,053,155)	(1,053,155)
Balance at 31 December 2021	<u>4,639,688</u>	<u>4,639,688</u>

**Note 9. Non-current assets - goodwill**

	<b>Consolidated 31 December 2021 \$</b>	<b>31 December 2020 \$</b>
Goodwill	<u>1,337,743</u>	<u>1,340,390</u>

**Note 10. Current liabilities - trade and other payables**

	<b>Consolidated 31 December 2021 \$</b>	<b>31 December 2020 \$</b>
Trade payables	3,973,657	2,969,577
Credit card liabilities	16,278	2,906
Accrued expenses	274,872	371,532
Employee liabilities	50,892	-
Bonus and commissions payable	383,478	221,468
Accrued municipal tax	85,153	85,104
	<u>4,784,330</u>	<u>3,650,587</u>

**Note 11. Current liabilities - borrowings**

	<b>Consolidated</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$</b>	<b>\$</b>
Debtor factoring borrowings	179,251	1,904,104
Convertible notes payable	(10,461)	214,050
Embedded derivative on convertible notes	-	47,303
Other borrowings	160,748	151,439
	<u>329,538</u>	<u>2,316,896</u>

**Note 12. Equity - issued capital**

	<b>Consolidated</b>			
	<b>31 December 2021</b>	<b>31 December 2020</b>	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>Shares</b>	<b>Shares</b>	<b>\$</b>	<b>\$</b>
Ordinary shares - fully paid	<u>3,125,555,655</u>	<u>2,370,744,548</u>	<u>50,337,851</u>	<u>47,790,463</u>

*Movements in ordinary share capital*

<b>Details</b>		<b>No. of Shares</b>	<b>\$</b>
Balance	1 January 2020	712,394,973	35,582,304
Shares issued under placement		724,810,163	\$0.0000 4,515,514
Shares issued under Share Purchase Plan		216,299,959	\$0.0000 1,189,650
Shares issued as collateral for loan note		449,151,484	\$0.0000 -
Collateral shares exercised - ZCS		-	\$0.0000 3,729,174
Shares issued for outstanding creditors		186,087,969	\$0.0000 1,896,356
Shares issued on exercise of performance rights		82,000,000	\$0.0000 1,312,000
Costs of capital		-	\$0.0000 (434,535)
Balance	31 December 2020	2,370,744,548	47,790,463
Shares issued as settlement of employee bonuses	4 March 2021	77,826,921	\$0.0050 389,135
Collateral shares exercised - ZCS*	22 April 2021	22,919,703	\$0.0040 91,679
Shares to be issued for legal costs at market price**		-	\$0.0040 400,000
Shares issued as part settlement of compensation for consulting fees to a consultant of the Company	23 August 2021	4,381,046	\$0.0040 17,524
Shares issued as part settlement of settle all claims and disputes between various parties regarding the acquisition of Tiveo, LLC.	23 August 2021	100,000,000	\$0.0040 400,000
Shares placement	30 September 2021	495,045,342	\$0.0030 1,485,136
Exercise of options***	10 December 2021	54,638,095	\$0.0030 163,914
Costs of capital		-	\$0.0000 (400,000)
Balance	31 December 2021	<u>3,125,555,655</u>	<u>50,337,851</u>

## Note 12. Equity - issued capital (continued)

\* During the year, collateral shares equal to the sum of \$91,679 issued under the ZCS facility were exercised. The exercise of these collateral shares resulted in ZCS facility being fully exercised and the ZCS facility being settled. No physical shares were issued as part of this transaction..

\*\* Refer to for details.

\*\*\* On 18 October 2021 the Company issued 512,383,067 unlisted option with an exercise price of \$0.0030 each and an expiry of 3 December 2021. Upon exercise, each Loyalty Option<sup>^</sup> entitles the holder to one fully paid ordinary share in the Company and one free-attaching additional option (Additional Option) (each with an exercise price of \$0.01 (1 cent) and expiry date of 5 December 2023). On 10 December 2021 the Company issued 66,638,095 ordinary shares and 66,638,095 Additional Options. The remaining 457,494,399 Bonus Options have expired.

<sup>^</sup> Loyalty Options were options issued to all shareholders in Australia and New Zealand as an incentive to invest in the Company.

## Note 13. Related party transactions

### Parent entity

engage:BDR Limited is the parent entity.

### Loans to/from related parties

The following balances are outstanding at the reporting date in relation to loans with related parties:

	Consolidated	
	31 December 2021	31 December 2020
	\$	\$
Beginning of the year	1,984,869	2,311,510
Loans advanced	375,765	197,603
Bonus awarded to key management personnel offset against loan balances	(400,000)	(400,000)
Interest charged	94,865	101,200
Exchange difference	146,642	(225,444)
	<u>2,202,141</u>	<u>1,984,869</u>

### Terms and conditions

As at 31 December 2021 the Group recognised a loan receivable for funds payable by Mr Ted Dhanik (USD\$988,811; AUD\$1,362,749) (2020:USD\$1,035,277; AUD\$1,344,166)) and Mr Andy Dhanik (USD\$79,797; AUD\$109,974) (2020:USD\$65,277; AUD\$93,173)).

From 1 July 2019, Loans to directors and key management personnel were charged interest at a simple interest rate of 5% per annum, calculated monthly. This interest rate is consistent with local interest rates charged for secured personal debt. For the year ended 31 December 2020, loans given to Mr Ted Dhanik and Mr Andy Dhanik accrued an interest of AUD\$76,387 and AUD\$4,498 respectively. The loans made to both directors and key management personnel are repayable by 31 August 2021. These have been disclosed as current receivables. \$2,137,697 outstanding loans are secured against each individuals' shareholding and will be settled in cash. All loans were approved by the Board of Directors of the Group.

## Note 14. Events after the reporting period

No matter or circumstance has arisen since 31 December 2021 that has significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations, or the consolidated entity's state of affairs in future financial years.

**Note 15. Earnings per share**

	<b>Consolidated</b>	
	<b>31 December 2021</b>	<b>31 December 2020</b>
	<b>\$</b>	<b>\$</b>
Loss after income tax attributable to the owners of engage:BDR Limited	<u>(5,928,649)</u>	<u>(6,881,027)</u>
	<b>Number</b>	<b>Number</b>
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>2,618,204,777</u>	<u>1,244,831,077</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>2,618,204,777</u>	<u>1,244,831,077</u>
	<b>Cents</b>	<b>Cents</b>
Basic loss per share	(0.23)	(0.55)
Diluted loss per share	(0.23)	(0.55)

**Note 16. Share-based payments**

**Options**

Set out below are summaries of outstanding options, including options granted under the Plan:

31 December  
2021

Grant date	Expiry date	Exercise price	Balance at the start of the year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the year
29/01/2019	26/01/2022	\$0.0520	8,676,093	-	-	(8,676,093)	-
25/09/2019	30/09/2022	\$0.0260	13,750,000	-	-	-	13,750,000
18/03/2020	01/04/2023	\$0.0201	5,700,000	-	-	-	5,700,000
18/03/2020	01/04/2023	\$0.0217	5,700,000	-	-	-	5,700,000
18/03/2020	01/04/2023	\$0.0233	5,700,000	54,638,095	-	-	60,338,095
			<u>39,526,093</u>	<u>54,638,095</u>	<u>-</u>	<u>(8,676,093)</u>	<u>85,488,095</u>
Weighted average exercise price			\$0.0299	\$0.0230	\$0.0000	\$0.0520	\$0.0234
Weighted average term to maturity			1,103	1,109	-	1,093	1,108

31 December  
2020

Grant date	Expiry date	Exercise price	Balance at the start of the year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the year
14/12/2017	14/12/2020	\$0.2500	29,999,993	-	-	(29,999,993)	-
29/01/2019	26/01/2022	\$0.0520	8,676,093	-	-	-	8,676,093
08/03/2019	22/12/2020	\$0.2500	4,000,000	-	-	(4,000,000)	-
25/09/2019	30/09/2022	\$0.0260	13,750,000	-	-	-	13,750,000
18/03/2020	01/04/2023	\$0.0201	-	5,700,000	-	-	5,700,000
18/03/2020	01/04/2023	\$0.0217	-	5,700,000	-	-	5,700,000
18/03/2020	01/04/2023	\$0.0233	-	5,700,000	-	-	5,700,000
			<u>56,426,086</u>	<u>17,100,000</u>	<u>-</u>	<u>(33,999,993)</u>	<u>39,526,093</u>
Weighted average exercise price			\$0.1650	\$0.0217	\$0.0000	\$0.1506	\$0.0299

**Note 16. Share-based payments (continued)**

Weighted average term to maturity	1,065	1,109	-	1,044	1,103
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**Performance rights**

Tranche number:	Grant date	Expiry date	Exercise price	Balance at the start of the year	Rights granted	Converted to shares	Expired/ forfeited/ other	Balance at the end of the year
(1)	18/03/2020	01/04/2023	\$0.00	-	34,500,000	(34,500,000)	-	-
(2)	18/03/2020	01/04/2023	\$0.00	-	15,500,000	(15,500,000)	-	-
(3)	18/03/2020	01/04/2023	\$0.00	-	20,000,000	(20,000,000)	-	-
(4)	18/03/2020	01/04/2023	\$0.00	-	12,000,000	(12,000,000)	-	-
(5)	18/03/2020	01/04/2023	\$0.00	-	14,000,000	-	-	14,000,000
(6)	18/03/2020	01/04/2023	\$0.00	-	5,000,000	-	-	5,000,000
(7)	18/03/2020	01/04/2023	\$0.00	-	5,500,000	-	-	5,500,000
(8)	18/03/2020	01/04/2023	\$0.00	-	1,000,000	-	-	1,000,000
				-	107,500,000	(82,000,000)	-	25,500,000

**Note 17. Contingent assets and liabilities**

The Directors are not aware of any contingent assets or contingent liabilities as at 31 December 2021 (2020: Nil)