

30 April 2021

## DomaCom March Quarter Update

### Highlights

- AustAgri in final stages of settling of Cedar Meats acquisition
- DomaCom is finalising the amendments to the DomaCom Fund to support the Equity Mortgage product
- DomaCom's cash position at the end of the March quarter was \$1,261,000

Fractional investment platform provider **DomaCom Limited (ASX:DCL)** (**'DomaCom'** or **'the Company'**) is pleased to provide its Appendix 4C for the quarter ended 31 March 2021 (Q3 FY21) along with the following operational update.

### AustAgri Transaction

On 4<sup>th</sup> September 2020 DomaCom Limited (ASX:DCL) (**'DomaCom'** or **'Company'**) announced that it had entered into an implementation agreement relating to a proposal (subject to conditions) for a DomaCom sub-fund to acquire AustAgri Group Limited (**AAGL**).

AAGL has exchanged on the acquisition of the Cedar Meats acquisitions that will form the first part of the AAGL "paddock to plate" roll up and has been in the final stages of organising the finance to allow it to settle on this transaction.

There have been numerous delays in finalising this transaction and on 1<sup>st</sup> April 2021 AustAgri had finalised its financing strategy and had obtained term sheets for the total financing amount required to settle the Cedar Meats acquisition.

At the same time, anonymous parties commenced making offensive, misleading and defamatory social media posts in relation to this transaction which culminated in DomaCom taking legal action to ascertain the identity of these persons.

This social media activity, along with mainstream media attention, has resulted in one of the lenders amending their lending conditions with the outcome that they are in the process of being replaced. This has caused further delays to the transaction.

DomaCom will update investors on the finalisation of the replacement lending facility, and if it completes, the conclusion of the AAGL transaction to purchase Cedar Meats.

## **Other Activity**

DomaCom has continued to progress the development of the Equity Mortgage product that will support the Crescent Finance Shariah compliant house financing solution with the changes to the DomaCom Fund constitution and disclosure documents being finalised. We expect these changes to be implemented during May/June 2021.

The March quarter also saw progress with our normal syndication business with:

- The first 2 syndications of the development of National Disability Insurance Scheming (NDIS) investment properties with another 12 being planned from the one adviser firm;
- The syndication of our a \$5 Million+ solar farm is in progress; and
- Investor presentations have begun for the first time since the COVID-19 pandemic hit with a focus on the Affordable Housing and Solar Farm transactions.

## **Funds Under Management**

The Company also saw a Funds Under Management (FUM) grow slightly to \$76.7m which was a 19% increase for the 12 months since 31 March 2020.

## **Capital Management**

The company is engaged with several institutions/sophisticated investors with regard to a capital raising in this quarter to replenish our cash.

## **Corporate**

FUM increased from A\$75.3 to A\$76.7 in the quarter ended 31 March 2021.

Payment of remuneration to executive and non-executive directors and their related parties amounted to \$184,000 during the quarter ended 31 March 2021.

DomaCom continued to carefully control costs during the quarter. Net cash used in operating activities decreased by \$223,000 during the quarter ended 31 March 2021. The decrease is mainly due to the previous quarter including the payment of previously deferred employee tax (PAYG) under the Australian Taxation Office COVID-19 business support initiatives.

DomaCom's cash position at the end of the March quarter was \$1.3m.

**DomaCom CEO Arthur Naoumidis said:** "The March quarter has seen us focus on the AustAgri transaction which has a complex series of underlying business and property transactions that had to be synchronised."

"Whilst delays have been encountered the transaction is progressing with an outcome expected over the next few weeks."

This announcement has been authorised for release to the market by Company Secretary Philip Chard.

**Ends**

## About DomaCom

DomaCom Limited (ASX:DCL) owns and operates a fractional investment platform that provides real solutions for SMSF's, retirees and new home buyers. Using the DomaCom platform, investors can make fractional investments in a range of asset classes including property-related investments, mortgage-backed securities, renewables, affordable housing, disability accommodation and debt securities via a unique trust structure tailored to them.

Retirees can sell a fraction of their house to investors, possibly family members, to help them improve their retirement income.

DomaCom runs a crowdfunding campaign process in which investors can commit as much as they want towards the purchase of assets together with other like-minded investors. When a campaign is complete, DomaCom purchases the asset, places it in a sub-fund, and issues the investors with units in proportion to the amount they invested.

DomaCom's proprietary platform allows Australians to invest in almost any asset class, empowering them to create diversified portfolios with comparatively lower minimum investments and competitive cost structures.

To learn more, please visit: [www.domacom.com.au](http://www.domacom.com.au)

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