

ASX Release

26 July 2021

## DomaCom June Quarterly Activity Report

### Highlights

- AustAgri transaction progressing towards settlement
- DomaCom Equity Mortgage product ready for August 2021 Launch
- FUM grows to \$84.4 Million – 10% increase since 31 March 2021
- DomaCom’s cash position to be aided by proposed \$1.998 Million Private Placement

Fractional investment platform provider **DomaCom Limited (ASX:DCL)** (**‘DomaCom’** or **‘the Company’**) is pleased to provide its Appendix 4C for the quarter ended 30 June 2021 (Q4 FY21) along with the following operational update.

### AustAgri Transaction

On 4 September 2020 DomaCom 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.

DomaCom will hold an Extraordinary General Meeting to re-approve the AustAgri Transaction. The transaction was previously approved in the Extraordinary General Meeting on 21 October 2020. However, due to the delay in completing the Transaction, DomaCom are required to seek reapproval.

DomaCom has amended the AustAgri Revenue Recognition Agreement as follows:

- AustAgri shareholder approval now requires that at least 75% of AustAgri shareholders agree to their shares being exchanged for units in the new DomaCom sub-fund; and
- A termination clause has been included to allow for a \$8.5 million termination fee payable to DomaCom if AustAgri does not migrate to the DomaCom Fund after the settlement of the acquisition of Cedar Meats.

The commercial terms of the Revenue Recognition Agreement otherwise remain unchanged and are set out in detail in the Response to the ASX Query Letter (ASX Announcement 18 June 2021).

DomaCom expects to update the investors on the outcome of this transaction by the end of July 2021.

### Other Activity

DomaCom has finalised the development of the Equity Mortgage product that will support the Crescent Finance Shariah compliant house financing solution with the product expected to be operational by early August 2021.

DomaCom Limited  
ACN 604 384 885

DomaCom Australia Limited  
ACN 153 951 770 and AFSL 444365  
Level 6, 99 Queen Street  
Melbourne VIC 3000  
Level 11, 109 Pitt Street  
Sydney NSW 2000

DomaCom Platform Services Pty Ltd  
ACN 606 755 319

[www.domacom.com.au](http://www.domacom.com.au)

## **Funds Under Management**

It was pleasing that the FUM grew by approximately 10% since the start of the quarter to \$84.4 Million as at 16 July 2021.

## **Capital Management**

The Company is undertaking a non-underwritten private placement to sophisticated and wholesale investors to raise up to \$1,998,503 before costs through the issue of up to 30,506,852 Ordinary Shares at a price of \$0.06551 per share.

Additionally DomaCom proposes to carry out a non-underwritten 1 for 5 non-renounceable Entitlement Offer at a price of \$0.06551 per share in August 2021. DomaCom will update the market with further information when available.

DomaCom has been informed by the ASX that it is required to remain suspended until the completion of a capital raising to ensure that the Company has sufficient cash to continue its operations and is compliance with Listing Rule 12.2.

## **Variation in Terms of Secured Convertible Notes**

DomaCom has renegotiated the terms of the 2,950,000 Secured Convertible Notes (ASX Announcement 23 July 2021). The Noteholders have conditionally agreed to extend the Maturity Date to 1 July 2022 from the previous Maturity Date of 7 December 2021. The Conversion Price has been amended from \$0.10 to \$0.06551. In addition the Noteholders have conditionally agreed to waive the technical defaults that occurred as a result of DomaCom being suspended for more than 5 days in the previous 12 months.

The variation in terms of the Secured Convertible Notes is subject to a number of conditions precedent (including re-commencement of trading of the Company's shares on ASX) set out in the previous ASX Announcement. No assurance can be given that the conditions precedent will be waived or fulfilled.

## **Corporate**

FUM increased from \$76.9m to \$83.1m in the quarter ended 30 June 2021 and has grown further to \$84.4m as at 16 July 2021.

Payment of remuneration to executive and non-executive directors and their related parties amounted to \$170,000 during the quarter ended 30 June 2021. In addition \$88,000 was paid to third party suppliers for expenses of the related party DomaCom Fund that will be subsequently reimbursed.

DomaCom continued to carefully control costs during the quarter. Net cash used in operating activities decreased by \$68,000 during the quarter ended 30 June 2021 (excluding the impact of exception amounts received under the COVID-19 Cash Boost For Employers program). The decrease is mainly due to a reduction in employment costs of \$77,000.

DomaCom's cash position at the end of the June quarter was \$353K. The cash balance will increase with the remaining settlement of the Private Placement with a proposed issue date of 30 July 2021 (ASX Announcement 13 July 2021).

**DomaCom CEO Arthur Naoumidis said:** “The June quarter has been a very challenging quarter for the company and I am pleased to be able to start the new financial year in a much better position than we faced in May and June.”

“I look forward to updating our shareholders on the outcome of the AustAgri transaction during these 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)

### **For further information please contact:**

**Arthur Naoumidis | CEO | DomaCom**

**m** +(61) 411 958 084 | **t** +(613) 9452 0234 | **f** +(613) 8669 1780

**e** [arthur.naoumidis@domacom.com.au](mailto:arthur.naoumidis@domacom.com.au) | **w** [www.domacom.com.au](http://www.domacom.com.au)

### **Media Relations Enquiries:**

**Warren S Gibson | Head of Marketing | DomaCom**

**m** +(61) 412 171 606 | **t** +(613) 9452 0236 | **f** +(613) 8669 1780

**e** [warren.gibson@domacom.com.au](mailto:warren.gibson@domacom.com.au) | **w** [www.domacom.com.au](http://www.domacom.com.au)

### **Investor Relations Enquiries:**

**Julia Maguire | The Capital Network**

**t** +(61) 02 8999 3699

**e** [julia@thecapitalnetwork.com.au](mailto:julia@thecapitalnetwork.com.au)