



Integrated Green Energy Solutions Ltd

ABN 23 003 669 163

And Controlled Entities

HALF YEAR REPORT

FOR THE PERIOD ENDED 31 December 2017

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the Annual Report for the year ended June 30, 2015 and any public announcements made by Integrated Green Energy Solutions Ltd during the interim reporting period in accordance with the continuous disclosure requirements of the Australian Corporations Act 2001.

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CORPORATE DIRECTORY

DIRECTORS

Paul Dickson (Executive Chairman)
Stuart Clark (Managing Director)
Bevan Dooley (Executive Director)
Kilroy Genia (Non-Executive Director)
David McIntosh (Non-Executive Director)

SECRETARY

Joshua Herbertson

REGISTERED OFFICE

Suite 3a
18 Smith St
Chatswood, NSW, 2067
Ph: (02) 8920 2300

SHARE REGISTER

Boardroom Pty Limited
Level 12, 225 George St
Sydney, NSW, 2000
Ph: 1300 737 760

AUDITOR

Hall Chadwick
Level 40, 2 Park Street
Sydney, NSW, 2000
Ph: (02) 9263 2600

SOLICITOR

Thomson Geer
Level 25, 1 O'Connell Street
Sydney, NSW, 2000

BANKERS

Westpac Bank Limited
275 George Street
Sydney, NSW, 2000

STOCK EXCHANGE LISTING

Integrated Green Energy Solutions Ltd shares are listed on the Australian Securities Exchange
ASX Code: IGE

WEBSITE ADDRESS

www.igesolutions.org

DIRECTORS REPORT

The Directors present their report together with the financial report of the consolidated entity consisting of Integrated Green Energy Solutions Ltd ("IGES" or the "Company") and the entities it controlled, for the half year ended 31 December 2017 and Auditor's Report thereon.

DIRECTORS

The names of Directors in office at any time during or since the end of the half year and up to the date of this report are:

<u>Name of Director</u>	<u>Role</u>	<u>Appointed</u>
Paul Dickson	Executive Chairman	24-10-14
Stuart Clark	Managing Director	25-08-16
Bevan Dooley	Executive Director	24-10-14
David McIntosh	Non-Executive Director	15-12-14
Clifford M. James	Non-Executive Director	22-12-14
Kilroy Genia	Non-Executive Director	21-01-15

Clifford M. James resigned as a director on 27 September 2017. All other directors remain as at the date of this report.

OBJECTIVES ACHIEVED

At the time of this writing this report, IGES has achieved its key objectives as communicated to the market. That is, the Company has:

- 1) Completed the Business Sale Agreement ("BSA") with Integrated Green Energy Limited ("IGE");
- 2) Acquired the relevant IP of IGE, including:
 - a. waste plastics to fuel technology;
 - b. biomass to energy technology; and
 - c. biomass to liquid fuels technology.
- 3) Completed a capital raise of \$6.447 million for business development;
- 4) Relisted the entity on the Australian Securities Exchange ("ASX");
- 5) Refocused the business on the development of waste plastics to fuel facilities;
- 6) Commenced work on the Company's initial site in Amsterdam, where it will be utilising debt funding secured with Structured Growth Capital, Inc ("SGC"), a leading financier.
- 7) Identified three further sites in the UK that will also utilise loan funds from SGC; and
- 8) Progressed business development in Hong Kong, China, Indonesia, Western Europe India and the US.

REVIEW OF OPERATIONS

The Board of IGES is pleased to provide shareholders of the Company with the current detail regarding some of our major initiatives.

Amsterdam

IGES is scheduled to be producing and selling road ready diesel and petrol by November 2018 from its facility in the Netherlands. IGES has received full environmental and planning approval, with construction beginning in March 2018. Architects, engineers and builders have been appointed. Under a contract announced on 30 January 2017, IGES holds a 90% stake in the company that will own and operate the plant.

Construction of the Amsterdam site will be funded via the loan contract in place with SGC. The loan under this contract has a 15-year term and an interest rate of 8.5%.

The Amsterdam site has an initial construction budget of AUD\$24 million - including all labour, site and operating costs during the construction phase. Based on the project modelling utilised, construction for the entire project is due to conclude on 22 November 2018, with the pay-back period on all construction costs forecast to be 2 years based on a profit contribution per litre of AUD\$0.30.

Singapore Head Office

The Company is in the process of establishing its global headquarters in Singapore to gain better proximity to the markets that currently represent the major focus for IGES. Integrated Green Energy Singapore Pte Ltd ("IGE Singapore") has been established, with PwC being engaged as the Singapore company's auditors and Dentons Rodyk being appointed as legal advisors for IGE Singapore. Standard Chartered are the bankers for the entity. Office space has been leased and the recruitment process is well progressed.

International Opportunities

While the Amsterdam project is the key focus for the Company, other international opportunities continue to gain momentum and the Board are continuing to progress in other jurisdictions. In addition to Amsterdam, IGES is finalising sites in the UK for an additional three 200 tonne per day plastics to fuel facilities, employing the balance of the loan funds secured through SGC.

These projects are in addition to the 1,500 tonne facility proposed for Camden, Indiana, in a joint venture with GEP Fuel & Energy Indiana, LLC.

IGES's intention is to roll out the WPTF solution in a range of international jurisdictions via a model of:

- Developing and protecting intellectual property;
- Maintaining a high quality of safety, efficiency and profitability at constructed sites;
- Building the brand;
- Maintaining control of all plants in all jurisdictions; and
- Maintaining the Company's core values.

As a creator of valuable intellectual property, IGES intends to continue with ongoing innovation whilst constantly refining the waste plastics to fuel technology patented by IGE.

In addition to the progress made in the US, IGES is advancing opportunities for the suite of IGE technologies in:

- China;
- Hong Kong;
- UK;
- Western Europe;
- India; and
- Indonesia.

Funding

On 30 January 2017, the Company finalised the BSA with IGE, acquiring the business assets of IGE in the process, including the Waste Plastics to Fuel Technology to be used in the Amsterdam facility. As per the terms of the BSA, IGES issued a total of 209,700,000 shares and 148,000,000 \$0.40 options (with an exercise date of 31 December 2020) to the IGE shareholders.

The completion of the BSA also allowed IGES to complete its fundraising, with the Company raising \$6.447 million through its prospectus, issuing a total of 32,235,000 shares in return.

Financial Result

The Group has incurred a net loss of \$4,343,656 for the six months ended 31 December 2017. (HY 2016: net loss \$792,695).

The Company continues to make a concerted effort to reduce its operating costs during the period until the Company is operating on a cash flow positive basis. As part of these efforts, cash payments to directors, their related parties and other key management personnel ("KMP") were limited to \$165,425 and continue to be made at a reduced rate until such time as the Company has sufficient cash to remunerate the KMPs at their contracted rates.

Key Management Personnel	Actual Cash Paid
Paul Dickson	Nil
Stuart Clark	55,000
Bevan Dooley	48,000
John Sneddon	62,425
Total	165,425

Non-executive directors received no cash payments during the period.

Going Concern Basis of Accounting

Notwithstanding the loss incurred, the financial statements of the Group have been prepared on a going concern basis, which indicates continuity of business activities and the realisation of assets and settlement of liabilities in the normal course of business.

Refer Note 1: "Going concern basis of accounting"

Dividends Paid, Recommended or Declared

No dividends were paid, declared or recommended during the half year and up to the date of this report.

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 6.

This report is made in accordance with a resolution of the Directors.



Stuart Clark
Managing Director
 16 March 2018

**INTEGRATED GREEN ENERGY SOLUTIONS LIMITED
AND CONTROLLED ENTITIES
ABN 23 003 669 163**

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF INTEGRATED GREEN ENERGY SOLUTIONS LIMITED**

SYDNEY

Level 40
2 Park Street
Sydney NSW 2000
Australia

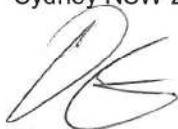
Ph: (612) 9263 2600
Fx: (612) 9263 2800

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2017 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.



HALL CHADWICK
Level 40, 2 Park Street
Sydney NSW 2000



DREW TOWNSEND
Partner
Dated: 16 March 2018

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 31 DECEMBER 2017

	Note	Consolidated	
		31/12/2017	31/12/2016
		\$	\$
Revenue from continuing operations			
Other revenue			
Finance income		4,575	6
Other income		-	-
Expenses			
Administrative expenses		(552,372)	(103,550)
Consultants expenses		(659,624)	(53,581)
Corporate expenses		(341,263)	(360,962)
Depreciation and amortisation		-	(893)
Due diligence and transaction costs		(202,589)	(148,968)
Employment expenses		(402,348)	(54,677)
Finance costs	4	(1,868,622)	(45)
Insurance expenses		(28,306)	(23,194)
Impairment Expense		(155,425)	-
Occupancy expenses		(137,682)	(46,831)
Loss before income tax expense		(4,343,656)	(792,695)
Income tax benefit		-	-
Net loss for the period		(4,343,656)	(792,695)
Other comprehensive income			
Items that may be subsequently be classified to profit or loss			
Exchange differences arising in translation of foreign operations		-	175,018
Total comprehensive income for the period, net of tax		(4,343,656)	(617,677)

	Cents / Share	
	31/12/2017	31/12/2016
	\$	\$
Basic and diluted loss per share	(0.05)	(0.01)

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION **AS AT 31 DECEMBER 2017**

	Note	Consolidated	
		31/12/2017 \$	30/06/2017 \$
Current assets			
Cash and cash equivalents	3	6,517,240	30,411
Trade and other receivables		122,602	17,498
Other Assets		67,406	17,286
Other current assets		42,552	209,587
Funds held in escrow		1,921,353	-
Total current assets		8,671,153	274,782
Non-current assets			
Plant and equipment		526	526
Intangible Assets		31,689	31,689
Total non-current assets		32,215	32,215
Total assets		8,703,368	306,997
Current liabilities			
Trade and other payables		2,215,628	2,087,963
Share Subscriptions in Advance	5	6,409,000	-
Loans and other borrowings	6	4,032,651	1,763,596
Total current liabilities		12,657,279	3,851,559
Total liabilities		12,657,279	3,851,559
Net assets		(3,953,911)	(3,544,562)
Equity			
Issued capital	7	114,370,799	110,296,989
Share reserve	7	2,101,201	2,101,201
Foreign currency reserve	7	(9,949)	(9,949)
Accumulated losses		(120,415,962)	(115,932,803)
Total equity		(3,953,911)	(3,544,562)

The Consolidated Statement of Financial Position is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY **FOR THE HALF YEAR ENDED 31 DECEMBER 2017**

	Consolidated				
	Issued capital	Foreign currency reserve	Share reserve	Accumulated losses	Total equity
	\$	\$	\$	\$	\$
Balance 1 July 2016	109,809,428	292,854	2,101,201	(98,497,236)	13,706,247
Net loss for the year	-	-	-	(792,695)	(792,695)
Other comprehensive income	-	175,018	-	-	135,516
Total comprehensive expense for the period	-	175,018	-	(792,695)	(657,179)
Transactions with owners in their capacity as owners:					
Shares issued net of transaction costs	487,561	-	-	-	487,561
Shares to be issued to related parties	-	-	-	-	-
Total transactions with owners recorded directly in equity	487,561	-	-	-	487,561
Balance 31 December 2016	110,296,989	467,872	2,101,201	(99,289,931)	13,576,131

	Consolidated				
	Issued capital	Foreign currency reserve	Share reserve	Accumulated losses	Total equity
	\$	\$	\$	\$	\$
Balance 1 July 2017	110,296,989	(9,949)	2,101,201	(115,972,305)	(3,584,064)
Net loss for the year	-	-	-	(4,343,656)	(4,343,656)
Other comprehensive income	-	-	-	-	-
Total comprehensive expense for the period	-	-	-	(4,343,656)	(4,343,656)
Transactions with owners in their capacity as owners:					
Shares issued net of transaction costs	4,073,809	-	-	(100,000)	3,973,809
Shares to be issued to related parties	-	-	-	-	-
Total transactions with owners recorded directly in equity	4,073,809	-	-	(100,000)	3,973,809
Balance 31 December 2017	114,370,798	(9,949)	2,101,201	(120,415,961)	(3,953,911)

The Consolidated Statement of Changes in Equity is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOWS **FOR THE SIX MONTHS ENDED 31 DECEMBER 2017**

	Consolidated	
	31/12/2017	31/12/2016
	\$	\$
Cash flows from operating activities		
Payment to suppliers and employees inclusive of goods and services tax	(2,146,811)	(404,291)
	(2,146,811)	(404,291)
Interest received	4,575	6
Finance costs paid	-	
Net cash outflow from operating activities	(2,142,236)	(404,285)
Cash flows from investing activities		
Purchase of property, plant and equipment	(48,990)	(154,535)
Intangible Assets	-	(15,574)
Exploration expenditure	-	(14,689)
Net cash outflow from investing activities	(48,990)	(184,797)
Cash flows from financing activities		
Proceeds from the issue of shares net of transaction costs	-	487,561
Payment to transaction costs associated with loan	(203,647)	
Payment of funds held in escrow	(1,921,353)	
Loan from related parties	2,125,000	
Proceeds from share subscription in advance	6,409,000	
Borrowings	2,269,055	89,290
Net cash inflow from financing activities	8,678,055	576,851
Net outflow in cash and cash equivalents	6,486,829	(12,231)
Cash and cash equivalents at the beginning of the period	30,411	42,642
Cash and cash equivalents at the end of the period	6,517,240	30,411

The Consolidated Statement of Cash Flows is to be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS **FOR THE HALF YEAR ENDED 31 DECEMBER 2017**

NOTE 1. BASIS OF PREPARATION OF THE INTERIM FINANCIAL REPORT

(a) Statement of compliance

This consolidated financial report for the half year reporting period ended December 31, 2017 has been prepared in accordance with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Act 2001.

(b) Basis of preparation

The interim financial report does not include all the notes of the type normally included in an annual financial report.

Accordingly this report is to be read in conjunction with the annual report for the year ended June 30, 2017 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The interim consolidated financial statements have been presented in Australian dollars unless otherwise stated.

The accounting policies adopted were consistent with those of the previous financial year and corresponding interim reporting periods.

Going concern basis of accounting

During the half year ended 31 December 2017, the Group incurred an operating loss before tax of \$4,343,656 as disclosed in the statement of profit or loss and a net current asset deficit of \$3,986,126.

The continuing viability of the Group and its ability to continue as a going concern and meet its debts and commitments as they fall due are dependent upon the Group being successful with fundraising and other options outlined below:

- a) The ability of the Group to raise additional funds from shareholders and new investors. The Group has successfully raised \$6,409,000 through a Prospectus during the period. The purpose of the Prospectus was to allow the Company to comply with Chapter's 1 and 2 of the listing rules, pay down debt and allow sufficient working capital for the Company's operations prior to drawing down on the US\$90 million debt facility previously announced;
- b) Continuation of the close and effective monitoring of the Group's operating expenditure;
- c) Further capital raises;
- d) Additional debt or other funding.

As a result, there is material uncertainty that may cast significant doubt on the Group's ability to continue as a going concern and therefore it may be unable to realise its assets and settle its liabilities and commitments in the normal course of business and at the amounts stated in the financial statements.

However, the Directors believe that the Group will be successful in achieving favourable outcomes on the above matters and that it will have sufficient funds to pay its debts and meet its commitments for at least the next 12 months from the date of this financial report, and accordingly, have prepared the financial report on a going concern basis. At this time, the directors are of the opinion that no asset is likely to be realised for an amount less than the amount at which it is recorded in the financial report at 31 December 2017. As such, no adjustments have been made to the financial statements relating to the recoverability and classification of the asset carrying amounts or classification of liabilities that might be necessary should the Group not continue as a going concern.

NOTES TO THE FINANCIAL STATEMENTS **FOR THE HALF YEAR ENDED 31 DECEMBER 2017**

Critical Accounting Estimates and Judgments.

The Directors evaluate estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the consolidated entity.

NOTE 3: CASH AND CASH EQUIVALENTS

Cash at bank
Prospectus funds

Consolidated	
31/12/2017	30/06/2017
\$	\$
108,240	30,411
6,409,000	-
6,517,240	30,411

NOTE 4: FINANCE COSTS

Interest expense
Share discount on shares issued to retire debt

Consolidated	
31/12/2017	31/12/2016
\$	\$
798,942	45
1,069,680	-
1,868,622	45

NOTE 5: SHARE SUBSCRIPTIONS IN ADVANCE

Prospectus funds received to 31 December 2017

Consolidated	
31/12/2017	30/06/2017
\$	\$
6,409,000	-
6,409,000	-

This represents funds raised to 31 December 2017 as part of IGES's capital raise through its prospectus. The offer was closed on 26 January 2018 and raised \$6,447,000 in total.

NOTES TO THE FINANCIAL STATEMENTS **FOR THE HALF YEAR ENDED 31 DECEMBER 2017**

NOTE 6: BORROWINGS

Loans from unrelated parties
Loans from related parties
Interest on loans
Loan and interest payable to TVI Pacific Inc.
Capital promissory notes and interest payable

Consolidated	
31/12/2017	30/06/2017
\$	\$
1,073,418	1,135,670
2,275,000	150,000
628,077	386,388
24,081	24,081
32,075	32,075
4,032,651	1,728,214

Loan and Interest - TVI Pacific Inc.
Loan and Interest - capital promissory notes

30/06/2017	Interest Accrued	Share Issue	31/12/2017
\$	\$	\$	\$
24,081	-	-	24,081
32,075	-	-	32,075
56,156	-	-	56,156

Loan from unrelated parties

During the prior period, IGES received \$1,119,670 from unrelated parties. During the period, IGES received a further \$2,194,932 from unrelated parties. On 7 September 2017 \$525,000 of this debt was retired and \$184,504 in interest satisfied through the issuance of shares for a total value of \$704,504 as approved by shareholders at the EGM held on 7 August 2017. A further \$1,551,999 was retired and \$373,700 in interest was satisfied through the issuance of shares as approved by shareholders at the AGM held on 30 November 2017. A balance of \$1,073,418 in loans from unrelated parties remain outstanding as at 31 December 2017.

Loan from related parties

During the period IGES received \$2,125,000 from related parties in addition to the \$150,000 lent for the year ended 30 June 2017. These new funds are being held in escrow as part of IGES's \$90 million loan facility with SGC and will be repaid when those funds are drawn down.

NOTE 7: EQUITY - ISSUED CAPITAL AND RESERVES

Ordinary shares
Ordinary shares - authorised and fully paid

Period Ended		Period Ended	
31/12/2017	30/06/2017	31/12/2017	30/06/2017
Shares	Shares	\$	\$
90,022,351	68,989,550	114,370,799	110,296,989
90,022,351	68,989,550	114,370,799	110,296,989

Movements in ordinary share capital

Opening balance 1 July 2017
Share placement - debt conversion
Share placement - in lieu of directors fees
Share placement - in lieu of payables
Transaction costs
Balance at 31 December 2017

Consolidated	Consolidated
No. of shares	\$
68,989,550	110,296,989
19,009,414	3,801,883
1,408,387	281,677
615,000	123,000
-	(132,750)
90,022,351	114,370,799

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up the Company in proportion to the number of shares held. The fully paid ordinary shares have no par value.

NOTES TO THE FINANCIAL STATEMENTS **FOR THE HALF YEAR ENDED 31 DECEMBER 2017**

NOTE 7: EQUITY - ISSUED CAPITAL AND RESERVES (CONTINUED)

Share reserve

(i) Nature and purpose of reserve

This reserve is used to record the fair value of converting redeemable preference shares and options.

Balance at beginning of year

Balance at end of year

Foreign currency reserve

(i) Nature and purpose of reserve

This reserve is used to record the exchange differences arising on translation of a foreign entity.

Balance at beginning of year

Foreign currency movements

Balance at end of year

Period Ended	
31/12/2017	30/06/2017
\$	\$
2,101,201	2,101,201
2,101,201	2,101,201
(9,949)	292,854
-	(302,803)
(9,949)	(9,949)

NOTE 8: EVENTS SUBSEQUENT TO REPORTING DATE

On 30 January 2018, IGES was relisted on the ASX following the completion of the Business Sale Agreement with Integrated Green Energy Limited. Through this transaction, IGES acquired the following business assets:

- three technologies with full ownership and exploitation rights, including
 - plastics to fuel technology;
 - biomass to energy technology; and
 - biomass to liquid fuels technology.
- Intellectual Property ("IP") in addition to the technologies, developed and patented by IGE in the previous 12 months;
- a commercial facility which after regulatory approvals are obtained will be capable of converting plastic to fuel, with an installed initial capacity of 50 tonnes of feedstock per day (tpd);
- a project development strategy including executed agreements for the design, construction and maintenance of a commercial plant to be located in the US;
- a project development strategy including advanced planning for the construction and operation of commercial PTF facilities; and
- executed contracts for post consumer plastic feedstock supply; and
- an existing management and operations team.

As consideration for the business assets, IGES issued 209,700,000 shares and 148,000,000 \$0.40 options (with an expiry date of 31 December 2020) to the IGE shareholder's nominees

On the same date, IGES completed its capital raise and relisted on the ASX after successfully raising \$6.447 million. In return, IGES issued 32,235,000 shares to participants in the prospectus.

On 9 March 2018, IGES issued 4,387,046 shares to retire debt of \$877,409.

DIRECTORS' DECLARATION

The Directors of Integrated Green Energy Solutions Ltd declare that:

- (a) the attached financial statements and notes thereto comply with the Corporations Act 2001, Australian Accounting reporting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional requirements;
- (b) the attached financial statements and notes thereto give a true and fair view of the consolidated entity's financial position as at 31 December 2017 and of its performance for the financial half-year ended on that date; and
- (c) there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.



David McIntosh
Director

Dated this 16th day of March 2018.

**INTEGRATED GREEN ENERGY SOLUTIONS LIMITED
AND CONTROLLED ENTITIES
ABN 23 003 669 163**

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS
INTEGRATED GREEN ENERGY SOLUTIONS LIMITED**

SYDNEY

Level 40
2 Park Street
Sydney NSW 2000
Australia

Ph: (612) 9263 2600
Fx: (612) 9263 2800

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Integrated Green Energy Solutions Limited, which comprises the consolidated statement of financial position as at 31 December 2017, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity, and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Directors' Responsibility for the Interim Financial Report

The directors of Integrated Green Energy Solutions Limited are responsible for the preparation of the interim financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410: Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of Integrated Green Energy Solutions Limited's financial position as at 31 December 2017 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001. As the auditor of Integrated Green Energy Solutions Limited ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

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**INTEGRATED GREEN ENERGY SOLUTIONS LIMITED
AND CONTROLLED ENTITIES
ABN 23 003 669 163**

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS
INTEGRATED GREEN ENERGY SOLUTIONS LIMITED**

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Integrated Green Energy Solutions Limited is not in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of Integrated Green Energy Solutions Limited's financial position as at 31 December 2017 and of its performance for the half-year ended on that date; and
- (ii) complying with AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

Material Uncertainty Related to Going Concern

We draw attention to Note 1(b) in the financial report, which indicates that the group has incurred a net loss after tax of \$4,343,656 during the half-year ended 31 December 2017 and as of that date the group's current liabilities exceeded its current assets by \$3,986,126. As stated in Note 1(b), these events or conditions, along with other matters as set forth in Note 1(b), indicate that a material uncertainty exists that may cast significant doubt on the group's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.



HALL CHADWICK
Level 40, 2 Park Street
Sydney NSW 2000



DREW TOWNSEND
Partner
Dated: 16 March 2018