

Appendix 4D

Half-year report Period ended 31 December 2020

Name of entity

Eumundi Group Limited

ABN or equivalent company reference

30 010 947 476

Half- year ended ('current reporting period')

31 December 2020 (previous reporting period 31 December 2019)

Results for announcement to the market

\$A
000's

Revenues and other income from ordinary activities	Up	18.8%	to	\$14,993
Represented by:				
Revenues from continuing ordinary activities	Up	5.9%	to	\$13,365
Profit from ordinary activities after tax attributable to members	Up	313.2%	to	\$2,599
Net profit for the period attributable to members	Up	313.2%	to	\$2,599
Net profit for the period attributable to members (excluding fair value revaluations and government subsidies)	Up	46.1%	to	\$995

Dividends

The Board of Eumundi Group Limited (the “Group”) have not declared a dividend in respect of the half-year ended 31 December 2020 having regard to the ongoing uncertainty caused by COVID-19 and to preserve capital for the completion of the Group’s capital works programme.

Discussion and analysis of results

The Group has delivered a net profit after tax of \$2.599 million (\$3.558 million profit before tax) for the half-year ended 31 December 2020 representing earnings per share of 6.26 cents.

The December 2020 half year profit included a fair value gain on revaluation of investment properties of \$1.628 million (\$1.180 million net of tax) compared with a fair value loss of \$0.072 million (\$0.052 million net of tax) in the prior corresponding period, and COVID-19 related government subsidies of \$0.557 million (\$0.424 million net of tax) (2019: nil).

Net profit after tax excluding the above fair value revaluations and government subsidies was \$0.995 million, representing a 46.1% increase over the previous corresponding period.

Revenue and other income from ordinary activities increased by 18.8% to \$14.993 million from \$12.625 million in the corresponding half-year in 2019.

The Group’s gaming revenues increased by \$0.731 million (up 16.1%) with seven additional gaming machines and extended trading hours at Aspley Central Tavern offsetting reduced revenues from Ashmore Tavern during its redevelopment works in the current period. Gaming revenue in the prior period result was affected by the redevelopment and expansion of the Aspley Central Tavern gaming room. Food and on-premise beverage revenues across the Group increased by \$0.191 million (up 10.5%), whilst retail liquor sales were in line with the prior corresponding half-year after retail sales growth was offset by the closure of two retail outlets during the half-year.

Investment property revenues decreased by \$0.169 million (down 10.9%) due to COVID-19 rent support and increased vacancy rates primarily due to the impact of COVID-19. A formal leasing campaign is underway to drive leasing outcomes at the centres.

Total expenses of \$11.435 million in the current half-year includes government subsidies for the half-year totalling \$0.557 million. Expenses in the prior year of \$11.758 million included loss on fair value adjustment of \$0.072 million. Excluding government subsidies and loss on fair value adjustment, total expenses have increased by 2.6% from \$11.686 million to \$11.992 million.

Gaming taxes increased by 17.9% in line with increased gaming turnover. Depreciation increased by \$0.018 million compared with the prior corresponding half-year primarily due to additional plant and equipment.

During the half-year, the Group recognised a gain of \$0.443 million (net of tax) (\$0.611 million before tax) on fair value revaluations of its land and buildings at the Ashmore Tavern and the Aspley Shopping Centre. During the previous corresponding half year, a \$0.324 million gain net of tax (\$0.447 million before tax) on fair value revaluation of these assets was recognised.

Cash flows from operating activities increased from \$1.674 million in the December 2019 half-year to \$3.646 million in the December 2020 half-year, assisted by the receipt of government subsidies. Receipts from customers increased by \$1.493 million (up 10.7%) to \$15.501 million from \$14.008 million in the comparative period. Finance costs fell \$0.141 million (down 34.7%) to \$0.265 million mostly due to lower interest rates.

Cash outflows from investing activities of \$2.607 million included capital expenditure on the upgrade of the Ashmore Tavern bistro deck, sports bar deck, main entry and exterior, progress on the Ashmore Tavern gaming room and rear bistro extension, and the extension and improvement to the designated outdoor smoking area at Aspley Central Tavern.

Borrowings decreased by \$0.351 million during the half-year from \$27.824 million to \$27.473 million. As at 31 December 2020, the Group retained access to undrawn commercial loan facilities of \$2.476 million. The Group's net debt (\$26.106 million) to net assets (\$39.217 million) ratio as at 31 December 2020 was 66.6%, decreased from 75.0% as at 30 June 2020.

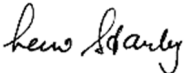
Subsequent events

There are no other matters or events that have arisen since 31 December 2020 not otherwise disclosed in the interim financial report that have significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations or the state of affairs in future financial years.

	31 December 2020	31 December 2019
NTA BACKING		
Net tangible asset backing per ordinary security	90.1c	98.8c

Statement

This report is based on accounts which have been subject to review by Pitcher Partners.

Signed:  Date: 19 February 2021

Name: Leni Stanley (Company Secretary)

EUMUNDI GROUP LIMITED

ABN 30 010 947 476

INTERIM FINANCIAL REPORT

**FOR THE HALF-YEAR ENDED
31 DECEMBER 2020**

This interim 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 30 June 2020 and any public announcements made by Eumundi Group Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES

DIRECTORS' REPORT

Your directors present their report on Eumundi Group Limited ("the Group") and the entities it controlled at the end of and during the six months ended 31 December 2020.

Directors

The following persons were directors of the Group during the whole of the half-year and up to the date of this report, unless otherwise stated:

J M Ganim
G De Luca
V A Wills

Dividends

The Board of Group has not declared a dividend in respect of the half-year ended 31 December 2020 having regard to the ongoing uncertainty caused by COVID-19 and to preserve capital for the completion of the Group's capital works programme (Dec 2019: \$954,000 (2.35 cents per share 50% franked at 27.5%)).

Review of operations

In line with the Board's stated intentions for the FY2021 year, the Group continued its programme of capital works at the Group's hotel assets to improve future returns. This included: -

- an upgrade of the Ashmore Tavern bistro deck completed in July 2020 for a construction cost of \$397,000;
- an upgrade of the Ashmore Tavern sports bar deck, main entry and exterior completed in September 2020 at a construction cost of \$458,000;
- progress on the Ashmore Tavern gaming room and rear bistro dining extension, which is scheduled to complete in February 2021 with an expected construction cost of \$1,984,000;
- an upgrade to the gaming fleets at both the Ashmore Tavern and the Aspley Central Tavern at a cost of \$240,000; and
- an extension and improvement to the Aspley Central Tavern gaming designated outside smoking area at a cost of \$54,000.

Financial results

The Group recorded a profit after tax of \$2,599,000 for the half-year ended 31 December 2020 (2019: \$629,000 profit) which represents earnings per share of 6.26 cents (2019: 1.57 cents).

The current half-year profit includes a fair value gain on revaluation of investment properties of \$1,180,000 net of tax, predominantly attributable to the Plough Inn (2019: \$52,000 loss).

Government COVID-19 subsidies after tax of \$424,000 were recognised during the half-year (2019: nil), offsetting the increased cost of operating the hotel businesses in complying with mandatory COVID-Safe requirements.

Adjusting for fair value adjustments and Government COVID-19 subsidies, the Group recorded a profit after tax of \$995,000 compared with \$681,000 in the prior corresponding period.

Other comprehensive income includes fair value increments of \$443,000 (net of tax) on revaluation of the Group's land and buildings at the Ashmore Tavern (Dec 2019: gain on revaluation of Aspley Shopping Centre and Ashmore Tavern \$324,000 net of tax).

Total comprehensive income net of tax for the half-year was \$3,042,000 (2019: \$953,000).

After the significant investment in the Ashmore Tavern during the period, the Group retains access to \$2,476,000 in available commercial borrowings.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Group during the half-year other than as disclosed elsewhere in the interim financial report.

Significant after balance date events

Other than the above, there are no other matters or circumstances that have arisen since the end of the half-year, that have significantly affected, or may significantly affect, the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* accompanies this report.

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES**

DIRECTORS' REPORT (continued)

Rounding

The Group is of a kind referred to in *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, issued by the Australian Securities and Investments Commission, relating to the "rounding off" of amounts in the directors' report and financial report. Amounts in the directors' report and financial report have been rounded off to the nearest thousand dollars in accordance with that Legislative Instrument, or in certain cases to the nearest dollar.

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



J M Ganim - Director

Dated this 19th day of February 2021



Level 38, 345 Queen Street
Brisbane, QLD 4000

Postal address
GPO Box 1144
Brisbane, QLD 4001

p. +61 7 3222 8444

The Directors
Eumundi Group Limited
161 Cotlew St,
ASHMORE QLD 4214

Auditor's Independence Declaration

In relation to the independent auditor's review for the half-year ended 31 December 2020, to the best of my knowledge and belief there have been:

- (i) no contraventions of the auditor independence requirements of the *Corporations Act 2001*; and
- (ii) no contraventions of APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)*.

This declaration is in respect of Eumundi Group Limited and the entities it controlled during the period.

PITCHER PARTNERS

CHERYL MASON
Partner

Brisbane, Queensland
19 February 2021

Brisbane Sydney Newcastle Melbourne Adelaide Perth



Pitcher Partners is an association of independent firms.

An Independent Queensland Partnership ABN 84 797 724 539. Liability limited by a scheme approved under Professional Standards Legislation.
Pitcher Partners is a member of the global network of Baker Tilly International Limited, the members of which are separate and independent legal entities.

pitcher.com.au

NIGEL FISCHER	PETER CAMENZULI	KYLIE LAMPRECHT	BRETT HEADRICK	COLE WILKINSON	JEREMY JONES	JAMES FIELD	ROBYN COOPER	CHERYL MASON	MURRAY GRAHAM
MARK NICHOLSON	JASON EVANS	NORMAN THURECHT	WARWICK FACE	SIMON CHUN	TOM SPLATT	DANIEL COLWELL	FELICITY CRIMSTON	KIERAN WALLIS	

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

	Notes	31 Dec 20 \$'000	31 Dec 19 \$'000
Revenue	3	13,365	12,625
Other income			
Net gain on fair value adjustment – investment properties	5	1,628	-
Total Revenue and other income		14,993	12,625
Expenses			
Purchase of inventories		(3,964)	(3,826)
Change in inventories		(259)	(305)
Selling and promotional costs		(463)	(526)
Employee benefits expense		(2,033)	(2,103)
Depreciation and amortisation	4	(851)	(833)
Insurance		(100)	(70)
Short term leases		(22)	-
Rates and taxes		(103)	(62)
Electricity		(121)	(130)
Outgoings – investment properties		(290)	(319)
Gaming machine tax		(2,723)	(2,309)
Finance costs		(283)	(416)
Listing and corporate governance costs		(167)	(192)
Net loss on fair value adjustment - investment properties	5	-	(72)
Government subsidies		557	-
Other expenses		(613)	(595)
Total expenses		(11,435)	(11,758)
Profit before income tax		3,558	867
Income tax expense			
Income tax expense (@ 27.5%)		(959)	(238)
Profit for the half-year		2,599	629
Other comprehensive income			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
Fair value revaluations of land and buildings	4	611	447
Income tax expense (@ 27.5%) on items of other comprehensive income		(168)	(123)
Other comprehensive income for the half-year, net of tax		443	324
Total comprehensive income for the half-year		3,042	953
Earnings per share:		Cents	Cents
Basic and diluted earnings per share		6.26¢	1.57¢

The above consolidated statement of comprehensive income is to be read in conjunction with the accompanying notes.

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2020**

	Notes	31 Dec 20 \$'000	30 Jun 20 \$'000
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		1,367	693
Trade and other receivables		695	347
Inventories		1,410	1,151
Other assets		360	46
Income tax receivable		294	384
TOTAL CURRENT ASSETS		4,126	2,621
NON-CURRENT ASSETS			
Receivables		8	83
Property, plant and equipment	4	34,138	31,696
Investment properties	5	34,521	32,700
Intangible assets		1,804	1,805
TOTAL NON-CURRENT ASSETS		70,471	66,284
TOTAL ASSETS		74,597	68,905
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		4,204	2,040
Lease liabilities		148	141
Provisions		515	496
TOTAL CURRENT LIABILITIES		4,867	2,677
NON-CURRENT LIABILITIES			
Lease liabilities		277	291
Borrowings		27,473	27,824
Provisions		39	35
Deferred tax liabilities		2,724	1,903
TOTAL NON-CURRENT LIABILITIES		30,513	30,053
TOTAL LIABILITIES		35,380	32,730
NET ASSETS		39,217	36,175
EQUITY			
Contributed equity		25,938	25,938
Reserves		6,734	6,291
Retained profits		6,545	3,946
TOTAL EQUITY		39,217	36,175

The above consolidated statement of financial position is to be read in conjunction with the accompanying notes.

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

Notes	Contributed equity \$'000	Revaluation surplus \$'000	Retained earnings \$'000	Total \$'000
Balance at 1 July 2019	24,128	9,986	6,850	40,964
Profit for the half-year	-	-	629	629
Revaluation of buildings - gross	-	447	-	447
Income tax relating to components of other comprehensive income	-	(123)	-	(123)
Total comprehensive income for the half-year	-	324	629	953
Dividends paid to shareholders	-	-	(929)	(929)
Contribution of equity net of tax	904	-	-	904
Balance at 31 December 2019	25,032	10,310	6,550	41,892
Balance at 1 July 2020	25,938	6,291	3,946	36,175
Profit for the half-year	-	-	2,599	2,599
Revaluation of buildings - gross	-	611	-	611
Income tax relating to components of other comprehensive income	-	(168)	-	(168)
Total comprehensive income for the half-year	-	443	2,599	3,042
Balance at 31 December 2020	25,938	6,734	6,545	39,217

The above consolidated statement of changes in equity is to be read in conjunction with the accompanying notes.

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES
CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

	Notes	31 Dec 20 \$'000	31 Dec 19 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		15,501	14,008
Payments to suppliers and employees		(11,845)	(11,692)
COVID-19 government subsidies		471	-
Interest received	3	-	2
Finance costs		(265)	(406)
Income tax paid		(216)	(238)
Net cash inflows from operating activities		3,646	1,674
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for property, plant and equipment		(2,480)	(2,615)
Payments for investment properties		(127)	(1,204)
Net cash used in investing activities		(2,607)	(3,819)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from borrowings		-	3,020
Repayment of borrowings		(365)	-
Payment of loan establishment fees		-	(60)
Share issue costs		-	(9)
Dividends paid		-	(34)
Net cash (used in) inflows from financing activities		(365)	2,917
Net increase in cash and cash equivalents		674	772
Cash and cash equivalents at beginning of the reporting half-year		693	954
Cash and cash equivalents at 31 December		1,367	1,726

The above consolidated statement of cash flows is to be read in conjunction with the accompanying notes.

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

1. Basis of preparation of interim report

These general purpose financial statements for the interim half-year reporting period ended 31 December 2020 have been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*. Compliance with AASB 134 ensures that the interim financial statements and notes also comply with International Financial Reporting Standard IAS 34: *Interim Financial Reporting*.

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 30 June 2020 and any public announcements made by Eumundi Group Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted in the preparation of the consolidated interim financial statements are consistent with those adopted in the Group's annual financial report for the year ended 30 June 2020. The Group has adopted all the mandatory new and amended Accounting Standards issued that are relevant to its operations and effective for the current reporting period. There was no material impact on the financial report as a result of the adoption of these standards.

Comparatives

Where necessary, comparative information has been reclassified and repositioned for consistency with current year disclosures.

2. Segment information

Reportable segments

Hotel Operations - The hotel operations segment sells packaged alcoholic beverages through its retail outlets, sells food and alcoholic beverages on-premise through bars and restaurants and operates licensed gaming venues.

Investment Properties - The investment properties segment owns and leases investment property assets to retail tenants.

Half-year to 31 Dec 2020	Hotel Operations \$'000	Investment Properties \$'000	Total \$'000
Revenue			
Revenue from contracts with customers	11,725	-	11,725
Lease revenue	-	1,646	1,646
Other revenue	252	-	252
Total segment revenue	11,977	1,646	13,623
Inter-segment revenue			(258)
Total revenue			13,365
Results			
Segment results	1,404	1,180	2,584
Net finance costs			(282)
Unallocated revenue less unallocated expenses			(372)
Fair value adjustment on investment properties			1,628
Profit before income tax			3,558
Income tax expense			(959)
Profit for the half-year			2,599
Assets as at 31 December 2020			
Segment assets	20,393	53,253	73,646
Unallocated assets			951
Total assets			74,597
Depreciation and amortisation	675	175	850
Unallocated			1
Total depreciation and amortisation for the half-year to 31 December 2020			851

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

2. Segment information (continued)

Half-year to 31 Dec 2019	Hotel Operations \$'000	Investment Properties \$'000	Total \$'000
Revenue			
Revenue from contracts with customers	10,802	-	10,802
Lease revenue	-	1,793	1,793
Other revenue	264	-	264
Total segment revenue	11,066	1,793	12,859
Inter-segment revenue			(236)
Interest revenue			2
Total revenue			12,625
Results			
Segment results	662	1,198	1,860
Net finance costs			(414)
Unallocated revenue less unallocated expenses			(507)
Fair value adjustment on investment properties			(72)
Profit before income tax			867
Income tax expense			(238)
Profit for the half-year			629
Assets as at 31 December 2019			
Segment assets	20,472	56,877	77,349
Unallocated assets			385
Total assets			77,734
Depreciation and amortisation	556	276	832
Unallocated			1
Total depreciation and amortisation for the half-year to 31 December 2019			833

3. Revenue

	31 Dec 2020 \$'000	31 Dec 2019 \$'000
Revenue from contracts with customers		
At a point in time		
Sales of goods	6,443	6,250
Gaming revenue	5,283	4,552
Other revenue		
Commission	139	139
Interest	-	2
Other	112	125
	11,977	11,068
Lease revenue		
Rental income and recoverable outgoings from investment properties	1,388	1,557
Total revenue	13,365	12,625

Disaggregation of revenue from contracts with customers

All revenue of the Group is derived in the state of Queensland in Australia.

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

4. Property, plant and equipment

The basis of valuation of land and buildings is fair value being the price that would be received to sell the assets in an orderly transaction between market participants at balance date, based upon current prices in an active market for similar properties in the same location and condition.

The valuation of Aspley Shopping Centre and the Ashmore Tavern land and buildings was based upon the directors' internal valuation. In arriving at fair value, the directors considered whether there were any changes to the significant inputs into the last independent valuation of the properties.

	Freehold land \$'000	Buildings \$'000	Plant and equipment \$'000	Right-of- use assets \$'000	Total \$'000
Half-year ended 31 December 2019					
Opening net book amount 1 July 2019	10,010	23,759	1,549	310	35,628
Revaluation increment	-	447	-	-	447
Additions	-	1,561	600	282	2,443
Transfers	-	103	(103)	-	-
Disposals	-	-	-	-	-
Straight line adjustments and lease incentives	-	(35)	-	-	(35)
Depreciation charge	-	(412)	(320)	(100)	(832)
Closing net book amount 31 Dec 2019	<u>10,010</u>	<u>25,423</u>	<u>1,726</u>	<u>492</u>	<u>37,651</u>
Half-year ended 31 December 2020					
Opening net book amount 1 July 2020	9,440	19,900	1,964	392	31,696
Revaluation increment	60	551	-	-	611
Additions	-	1,354	1,126	240	2,720
Disposals	-	-	(1)	(156)	(157)
Straight line adjustments and lease incentives	-	118	-	-	118
Depreciation charge	-	(392)	(397)	(61)	(850)
Closing net book amount 31 Dec 2020	<u>9,500</u>	<u>21,531</u>	<u>2,692</u>	<u>415</u>	<u>34,138</u>

As at 31 December 2020, the Group had commitments of \$937,000 in relation to the Ashmore Tavern capital works (Dec 2019: nil).

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES
NOTES TO THE FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

5. Investment properties

	31 Dec 2020 \$'000	31 Dec 2019 \$'000
At 1 July	32,700	33,520
Capitalised expenditure	171	886
Straight line rentals and lease incentives	22	72
Net gain/(loss) from fair value adjustment	1,628	(72)
At 31 December	34,521	34,406

The basis of valuation of investment properties is fair value being the price that would be received to sell the properties in an orderly transaction between market participants at balance date, based on current prices in an active market for similar properties in the same location and condition and subject to similar leases.

The table below summarises the adopted fair value for the investment properties as at balance date.

Investment Property	Acquisition Date	Cost Including Additions *	Last Independent Valuation		Book Value	
			Date	\$'000	31 Dec 2020 \$'000	30 Jun 2020 \$'000
Aspley Arcade Shopping Village	Jun 2007	16,133	June 2020	17,350	17,571	17,400
Plough Inn	Nov 2017	13,100	March 2020	15,300	16,950	15,300
					34,521	32,700

* excluding acquisition costs

Valuation basis

The 31 December 2020 fair value assessment for the Aspley Arcade Shopping Village and the Plough Inn was based on directors' internal valuations. In arriving at fair value, the directors considered whether there were any changes to the last independent valuation and determined the fair value of the property using capitalised income projections based on the property's net market income.

6. Contingent liabilities

The Group has no material contingencies.

7. Subsequent events

There are no other matters or events that have arisen since 31 December 2020 not otherwise disclosed in the above notes that have significantly affected, or may significantly affect the consolidated entity's operations, the results of those operations or the state of affairs in future financial years.

**EUMUNDI GROUP LIMITED
AND CONTROLLED ENTITIES
DIRECTORS' DECLARATION
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

In the opinion of the directors the accompanying financial statements and notes:

- (a) comply with Accounting Standard AASB 134 Interim Financial Reporting and the *Corporations Regulations 2001*; and
- (b) give a true and fair view of the consolidated entity's financial position as at 31 December 2020 and of its performance, as represented by the results of its operations and its cash flows, for the half-year ended on that date.

In the directors' opinion:

- (a) the financial statements and notes are in accordance with the *Corporations Act 2001*; and
- (b) there are reasonable grounds to believe that Eumundi Group Limited will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the directors.



J M Ganim
Director

Dated this 19th day of February 2021

Independent Auditor's Review Report To the Members of Eumundi Group Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Eumundi Group Limited and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 31 December 2020, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Group does not comply with the *Corporations Act 2001* including:

- a) giving a true and fair view of the Group's financial position as at 31 December 2020 and of its performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001* which has been given to the directors of the Group, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the Directors for the Financial Report

The directors of the Group are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards 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 for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2020 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*.

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 other 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.

Pitcher Partners
PITCHER PARTNERS

Mason

CHERYL MASON
Partner

Brisbane, Queensland
19 February 2021