

Supplementary Appendix 4D Information

R3D Resources Limited and its Controlled Entities for the period ended 31 December 2020

R3D RESOURCES LIMITED (formerly R3D Global Limited)

ABN 53 111 398 040

Appendix 4D

2020 Half-Year Period Results for Announcement to the Market

1. REPORTING PERIOD

Reporting Period: 31 December 2020

Previous Corresponding period: 31 December 2019

The Half-Year Financial Report should be read in conjunction with the 2020 Annual Report.

2. RESULTS FOR ANNOUNCEMENT TO THE MARKET

	HY 1 Dec 2020 \$	HY 31 Dec 2019 \$	Up/(Down)	% Movement
Revenue	199,839	154,738	Up	29%
Profit/(Loss) after income tax Attributable to:	(185,793)	(193,742)	Down	(3%)
Ordinary equity holders of the parent	(185,793)	(193,742)	Down	(3%)

3. NET TANGIBLE ASSETS ('NTA') PER SECURITY

	HY 31 Dec 2020 cents	HY 31 Dec 2019 cents
NTA per security	(0.41)	0.31

4. DETAILS OF CHANGES TO THE GROUP

No change during the period.

5. DIVIDENDS

No interim dividend has been declared for the 31 December 2020 half-year financial year (2019: nil).

6. ASSOCIATES AND JOINT VENTURE ENTITIES

Associates and joint venture entities are not considered to be material to the Group.

7. OTHER SIGNIFICANT INFORMATION

During the half-year to 31 December 2020:

- International travel restrictions, as a result of the COVID-19 pandemic meant the Group focused on the promotion of local services in the areas of social media, digital marketing and crisis communications. The Board and Management continued to focus on cost saving initiatives.
- The Company, as borrower, entered into a loan agreement with Yaputri Pte Ltd (Yaputri) as the lender, which was subsequently amended. The loan is for \$A250,000 and is unsecured and was paid to the Company on 17 September 2020.

The loan was to be advanced in one instalment with any further funds provided at the discretion of Yaputri with the loan to be drawn in full prior to 1 March 2021 (or such later date as is agreed). The loan bears interest at 10% pa. The loan together with interest thereon is required to be paid on the earlier of 25 months from the date of reinstatement of securities of the Company to the Official List of the ASX; the issue of Convertible Notes by the Company in substitution of the loan agreement on terms agreed by the parties; or receipt by the Company of funds in the amount of not less than A\$1,000,000 raised through the issue of FPO Shares occurring following reinstatement of the Company's securities to the Official List of the ASX.

On 8 February 2021, a further A\$200,000 of funds was received as part of the loan agreement with Yaputri.

- On 30 November 2020, the Group left the leased premises CT Hub, Singapore. The lease agreement has been transferred to another lessee.
- On 8 December 2020, the Group announced that it proposed to acquire Tartana Resources Limited (Tartana), an Australian mineral exploration and development company with copper, zinc and gold assets in north Queensland and western Tasmania.

The principal activities of the Group during the later part of the current reporting period were advancing the re-quotation of the Company's Shares on the ASX through a Reverse Takeover of Tartana (the Acquisition).

Through the Acquisition, the objective of R3D Resources is to become a significant copper-gold explorer and developer in the Chillagoe Region in north Queensland.

9. COMMENTARY ON THE RESULTS FOR THE PERIOD

Refer to the 31 December 2020 Half Yearly Financial Report.

10. STATUS OF AUDIT

The Half Yearly Financial Report contains an independent auditor's review report which includes an emphasis of matter paragraph in regards to the existence of a material uncertainty related to going concern. Please refer to the independent auditor's review report on page 15 of the Half Yearly Financial Report for further information.



R3D RESOURCES LIMITED
(formerly R3D GLOBAL LIMITED)

ABN 53 111 398 040

**INTERIM FINANCIAL REPORT
FOR THE HALF-YEAR ENDED
31 DECEMBER 2020**

R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

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DIRECTORS' REPORT

Your directors submit the consolidated financial report of R3D Resources Limited (formerly R3D Global Ltd) for the half-year ended 31 December 2020.

DIRECTORS

The names of the Company's directors in office during the half-year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

CURRENT DIRECTORS

Mr Daniel Yeo Chin Tuan (Chairman)

Mr Michael Thirnbeck

Dr Tiffany Tsao

Mr Muljadi Irawan

COMPANY SECRETARY

Mr Henry Kinstlinger

REVIEW OF OPERATIONS

The Group's net loss from continuing operations was \$185,583 (2019: \$193,742)

During the half-year to 31 December 2020:

- International travel restrictions, as a result of the COVID-19 pandemic meant the Group focused on the promotion of local services in the areas of social media, digital marketing and crisis communications. The Board and Management continued to focus on cost saving initiatives.
- The Company, as borrower, entered into a loan agreement with Yaputri Pte Ltd (Yaputri) as the lender, which was subsequently amended. The loan is for \$A250,000 and is unsecured and was paid to the Company on 17 September 2020.

The loan was to be advanced in one instalment with any further funds provided at the discretion of Yaputri with the loan to be drawn in full prior to 1 March 2021 (or such later date as is agreed). The loan bears interest at 10% pa. The loan together with interest thereon is required to be paid on the earlier of 25 months from the date of reinstatement of securities of the Company to the Official List of the ASX; the issue of Convertible Notes by the Company in substitution of the loan agreement on terms agreed by the parties; or receipt by the Company of funds in the amount of not less than A\$1,000,000 raised through the issue of FPO Shares occurring following reinstatement of the Company's securities to the Official List of the ASX.

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Through the Acquisition, the objective of R3D Resources is to become a significant copper-gold explorer and developer in the Chillagoe Region in north Queensland.

SIGNIFICANT EVENTS AFTER REPORTING DATE

On 8 January 2021, Ms Florence Fang resigned as Chief Executive Officer of the Company. Chairman, Mr Daniel Yeo has assumed the role of acting Chief Executive Officer from this date.

On 27 January 2021, with shareholder approval, the Company changed its name from R3D Global Limited to R3D Resources Limited. The ticker code 'R3D' remains unchanged. The name change became effective 1 February 2021.

On 8 February 2021, a further A\$200,000 of funds was received as part of the loan agreement with Yaputri Pte Ltd (Yaputri), the lender.


As announced to the market on 11 February 2021 the prospectus was lodged with ASIC on the 8 February 2021. R3D Resources is seeking through public offering by the issue of 21,250,000 shares at an issue price of \$0.20 per share to raise a minimum of \$4,250,000 with attaching Options on a 1 to 5 basis, exercisable at \$0.40 within 5 years from the date of issue (Offer). A copy of the prospectus can be obtained, and online applications made at <http://r3doffer.thereachagency.com>

On 16 February 2021 the Company announced to the market that the public offer had opened and applications can now be made for the Offer. R3D Resources and Tartana Resource Shareholders will be given priority from an allocation of 10,000 Shares each if they submit a valid Application for at least 10,000 Shares. R3D Resources and Tartana Resources Shareholders may apply for more Shares under the Priority Offer and will be given preference over other subscribers to the extent necessary to meet the spread requirements of the Listing Rules. A copy of the Prospectus can be obtained, and online applications made at <http://r3doffer.thereachagency.com> The Prospectus can be also obtained at <https://r3d.com.au/investors/r3d-resources-prospectus/> and should be considered in deciding whether to acquire shares.

AUDITOR'S INDEPENDENCE DECLARATION

The lead Auditor's Independent declaration under section 307C of the Corporations Act 2001 for the year ended 31 December 2020 is set out on page 5.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s. 306 (3) of the Corporations Act 2001.



Daniel Yao
Chairman
26 February 2021

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of R3D Resources Limited for the half-year ended 31 December 2020, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (b) any applicable code of professional conduct in relation to the review.

This declaration is in respect of R3D Resources Limited and the entities it controlled during the period.



Andrew J Newhouse
Registered Company Auditor
26 February 2021

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R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

		Consolidated Group	
	Note	Half-year 31 Dec 2020	Half-year 31 Dec 2019
		\$	\$
Revenue			
Business income	5	199,839	154,738
Other income	5	63,988	188
Expense			
Professional fees		(210,489)	(87,695)
ASX fees		(23,583)	(15,694)
Depreciation and amortisation expense		(41,467)	-
Employment expenses		(71,252)	(128,191)
Support Services Agreement		(1,232)	(38,808)
Other expenses		(101,597)	(78,280)
Loss before income tax		(185,793)	(193,742)
Income tax expense		-	-
Loss for the period		(185,793)	(193,742)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange difference on translating foreign operations		210	-
Total comprehensive loss for the period		(185,583)	(193,742)
Loss attributable to:			
• owners of the parent		(185,793)	(193,742)
Total comprehensive loss attributable to:			
• owners of the parent		(185,583)	(193,742)
Loss per share			
From continuing operations:		Cents	Cents
Basic loss per share (cents per share)		(0.39)	(0.47)
Diluted loss per share (cents per share)		(0.39)	(0.41)

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

R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

	Note	Consolidated Group	
		31 Dec 2020	30 Jun 2020
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		169,768	131,825
Trade and other receivables		16,973	71,622
Prepayments		1,892	-
TOTAL CURRENT ASSETS		188,633	203,447
NON-CURRENT ASSETS			
Property, plant & equipment		1,946	3,285
Right-of-use asset	7	-	114,418
Investments	6	7,035	7,370
Deposit paid		273	19,708
TOTAL NON-CURRENT ASSETS		9,254	144,781
TOTAL ASSETS		197,887	348,228
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		125,597	192,804
Borrowings	3	265,297	8,208
Contract liability		-	39,177
Lease liability	7	-	80,420
TOTAL CURRENT LIABILITIES		390,894	320,609
NON CURRENT LIABILITIES			
Lease liability	7	-	35,043
TOTAL NON-CURRENT LIABILITIES		-	35,043
TOTAL LIABILITIES		390,894	355,652
NET ASSETS/(LIABILITES)		(193,007)	(7,424)
EQUITY			
Issued capital		62,062,337	62,062,337
Accumulated losses		(62,255,254)	(62,069,461)
Reserves		(90)	(300)
TOTAL EQUITY/(DEFICIT)		(193,007)	(7,424)

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

R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

Consolidated Group	Issued Capital	Convertible Note Reserve	Foreign Currency Translation Reserve	Accumulated losses	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2019	61,770,159	292,178	-	(61,742,835)	319,502
Loss for the period	-	-	-	(193,742)	(193,742)
Total comprehensive loss for the period	-	-	-	(193,742)	(193,742)
Balance as at 31 December 2019	61,770,159	292,178	-	(61,936,577)	125,760
Balance at 1 July 2020	62,062,337	-	(300)	(62,069,461)	(7,424)
Loss for the period	-	-	-	(185,793)	(185,793)
Other comprehensive income	-	-	210	-	210
Total comprehensive loss for the period	-	-	210	(185,793)	(185,583)
Balance as at 31 December 2020	62,062,337	-	(90)	(62,255,254)	(193,007)

The above statement of changes in equity should be read in conjunction with the accompanying notes to the financial statements.

R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

	Consolidated Group	
	Half-year 31 Dec 2020 \$	Half-year 31 Dec 2019 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	216,917	214,835
Cashflow boosts received	15,000	-
Payments to suppliers and employees	(403,542)	(349,152)
Interest received	14	188
Interest paid	-	(709)
Net cash used in operating activities	(171,611)	(134,838)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for office equipment	-	(5,074)
Net cash used in investing activities	-	(5,074)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of lease	(40,446)	(13,878)
Borrowings received	250,000	-
Net cash used in investing activities	209,554	(13,878)
Net decrease in cash and cash equivalents held	37,943	(153,790)
Cash and cash equivalents at beginning of period	131,825	448,287
Cash and cash equivalents at end of period	169,768	294,497

The above statement of cash flows should be read in conjunction with the accompanying notes to the financial statements.

R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial report of R3D Resources Limited (“the Group”) and its controlled entity, R3D Singapore Pte Ltd for the half-year ended 31 December 2020 was authorised for issue in accordance with a resolution of directors on 26 February 2021.

R3D Resources Limited is a company limited by shares, incorporated in Australia, whose shares are listed on the Australian Securities Exchange (“ASX”).

The principal activity of the Group during the half-year was the provision of investor relations, financial media and research for small-mid cap stocks.

(a) Basis of Preparation

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

The half-year financial report should be read in conjunction with the annual financial report of the Group for the year ended 30 June 2020, together with any public announcements made during the half-year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the financial statements for the year ended 30 June 2020, except for those as describe in Note 1(c) below.

Principles of Consolidation

The consolidated financial statements incorporate all of the assets, liabilities and results of the Parent (R3D Resources Limited) and all of the subsidiaries (including any structured entities). Subsidiaries are entities the Parent controls. The Parent controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Intercompany transactions, balances and unrealised gains or losses on transactions between Group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

Equity interests in a subsidiary not attributable, directly or indirectly, to the Group are presented as “non-controlling interests”. The Group initially recognises non-controlling interests that are present ownership interests in subsidiaries and are entitled to a proportionate share of the subsidiary’s net assets on liquidation at either fair value or at the non-controlling interests’ proportionate share of the subsidiary’s net assets. Subsequent to initial recognition, non-controlling interests are attributed their share of profit or loss and each component of other comprehensive income. Non-controlling interests are shown separately within the equity section of the statement of financial position and statement of comprehensive income.

(b) Going Concern

The financial report has been prepared on the going concern basis, which assumes that the Group will be able to realise its assets and discharge its liabilities in the normal course of business.

As at 31 December 2020, the Group had net liabilities of \$193,007 and, net current liabilities of \$390,894 and in the half-year then ended incurred a loss of \$185,583 and net operating cash outflows of \$171,611. These conditions give rise to a material uncertainty that may cast significant doubt on the Group’s ability to continue as a going concern.

The ability of the Group to continue as a going concern and to pay its debts as and when they become due and payable is dependent upon the Group earning sufficient revenue, ensuring that they continue to minimise their costs, and manage working capital effectively. COVID-19 has produced significant challenges for the Group during the current period, with certain contracts unable to be completed due to COVID-19 related travel restrictions. Management is confident that with improving market conditions, and travel restrictions easing, that these contracts can be completed in the coming year, along with new business opportunities arising.

R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

During the current period, the Group secured a \$250k loan from Yaputri Pte Ltd, a shareholder of the Company. A further \$200k was loaned from Yaputri Pte Ltd subsequent to 31 December 2020. Management are confident that further funding can be secured if required in order to support working capital requirements of the Group.

The Board will continue to advance the proposed Acquisition of Tartana. Through the Acquisition, the objective of R3D Resources is to become a significant copper-gold explorer and developer in the Chillagoe Region in north Queensland.

(c) New accounting standards and interpretations

The consolidated entity has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

There are no new Accounting Standards or Interpretations that have been published but are not yet mandatory that are expected to have a material impact on the Group.

(d) Significant accounting judgements and key estimates

The preparation of interim financial reports requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reports amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

In preparing this half-year report, the significant judgements made by management in applying the consolidated entity's accounting policies and key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2020.

NOTE 2: OPERATING SEGMENTS

The Group operates in one segment, being a provider of investor relations, financial media and research for small-mid cap stocks.

NOTE 3: BORROWINGS

During the current period, the Company, as borrower, entered into a loan agreement with Yaputri Pte Ltd (Yaputri) as the lender, which was subsequently been amended. The loan is for \$A250,000 and is unsecured.

The loan was to be advanced in one instalment with any further funds provided at the discretion of Yaputri with the loan to be drawn in full prior to 1 March 2021 (or such later date as is agreed). The loan bears interest at 10% pa. The loan together with interest therein is required to be paid on the earlier of 25 months from the date of reinstatement of securities of the Company to the Official List of the ASX; the issue of Convertible Notes by the Company in substitution of the loan agreement on terms agreed by the parties; or receipt by the Company of funds in the amount of not less than A\$1,000,000 raised through the issue of FPO Shares occurring following reinstatement of the Company's securities to the Official List of the ASX. \$A250,000 was loaned to the Company on 17 September 2020. \$7,192 of interest has been recognised for the current period. Subsequent to 31 December 2020, a further A\$200,000 was loaned by Yaputri on the same terms.

NOTE 4: COMMITMENTS AND CONTINGENT LIABILITIES

The Group had no commitments or contingent liabilities as at 31 December 2020.

R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

NOTE 5: REVENUE

	Half-year 31 Dec 2020 \$	Half-year 31 Dec 2019 \$
Revenue from contracts with customers		
Services rendered	199,839	154,738

Revenue from a contract to provide services is recognised over time as the services are rendered based on either a fixed price or hourly rate.

All revenue is generated from one geographic location for services rendered.

Other income		
Rental income	8,541	-
Interest income	14	188
Cashflow boost	15,000	-
Other income	40,433	-
	63,988	188

NOTE 6: FAIR VALUE MEASUREMENT

Fair value hierarchy

The following tables detail the Group's assets and liabilities, measured or disclosed at fair value, using a three-level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability.

Consolidated – 31 December 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<i>Assets</i>				
Ordinary shares at fair value through profit or loss	7,035	-	-	7,035
Total assets	7,035	-	-	7,035
Consolidated – 30 June 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<i>Assets</i>				
Ordinary shares at fair value through profit or loss	7,370	-	-	7,370
Total assets	7,370	-	-	7,370

The carrying amounts of trade and other receivables and trade and other payables are assumed to approximate their fair values due to their short-term nature.

NOTE 7: RIGHT OF USE ASSET AND LEASE LIABILITY

On 30 November 2020, the Company left the leased premises CT Hub, Singapore. The lease agreement has been transferred to another lessee.

R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

NOTE 8: EVENTS AFTER BALANCE DATE

On 8 January 2021, Ms Florence Fang resigned as Chief Executive Officer of the Company. Chairman, Mr Daniel Yeo has assumed the role of acting Chief Executive Officer from this date.

On 27 January 2021, with shareholder approval, the Company changed its name from R3D Global Limited to R3D Resources Limited. The ticker code 'R3D' remains unchanged. The name change became effective 1 February 2021.

On 8 February 2021, a further A\$200,000 of funds was received as part of the loan agreement with Yaputri Pte Ltd (Yaputri), the lender.

As announced to the market on 11 February 2021 the prospectus was lodged with ASIC on the 8 February 2021. R3D Resources is seeking through public offering by the issue of 21,250,000 shares at an issue price of \$0.20 per share to raise a minimum of \$4,250,000 with attaching Options on a 1 to 5 basis, exercisable at \$0.40 within 5 years from the date of issue (Offer). A copy of the prospectus can be obtained, and online applications made at <http://r3doffer.thereachagency.com>

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No other matter or circumstance has arisen since the end of the half-year that has significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group.

R3D RESOURCES LIMITED (formerly R3D GLOBAL LIMITED)

DIRECTORS' DECLARATION

In the opinion of the directors:

- (a) the financial statements and notes are in accordance with the *Corporations Act 2001*, including:
 - i. 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
 - ii. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- (b) there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

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

On behalf of the Directors



Daniel Yao
Chairman
26 February 2021

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of R3D Resources Limited

Report on the Half-Year Financial Report

I have reviewed the accompanying half-year financial report of R3D Resources Limited and its controlled entities ("the Group"), which comprises the consolidated statement of financial position as at 31 December 2019, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the 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 for the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

Conclusion

Based on my review, which is not an audit, I have not become aware of any matter that makes me believe that the half-year financial report of the Group is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity'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.

Material Uncertainty Related to Going Concern

I draw attention to Note 1(b) to the financial report, which indicates that the Group incurred a net loss of \$185,583 and had net operating cash outflows of \$171,611 during the half-year ended 31 December 2020 and, as of that date, the Group's net liabilities of \$193,007. 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. My conclusion is not modified in respect of this matter.

Directors' Responsibility for the Half-Year 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.

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Auditor's Responsibility

My responsibility is to express a conclusion on the half-year financial report based on my review. I conducted my 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, I have become aware of any matter that makes me 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. As the auditor of the Group, ASRE 2410 requires that I comply with the ethical requirements relevant to the review 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 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 me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Independence

In conducting my review, I have complied with the independence requirements of the Corporations Act 2001.



Andrew J Newhouse
Registered Company Auditor
26 February 2021