

SUNVEST CORPORATION LIMITED

A.B.N. 77 008 132 036

APPENDIX 4D

Half-Year ended 31 December 2021

This Appendix 4D is provided to ASX in accordance with Listing Rule 4.2A

Results for announcement to the market

	December 2021 \$	December 2020 \$
Revenue from ordinary activities	6,574	5,934
(Loss)/profit from ordinary activities before tax attributable to members	(261,756)	4,644,382
(Loss)/profit after tax attributable to members	(358,808)	3,502,092

Dividends – no dividend has been paid and it is not proposed to pay or declare a dividend at this time (2020– nil)

Net tangible asset backing per share is \$0.61 after tax (June 2020– \$0.55, December 2020 - \$0.85)

Earnings per share after income tax is \$0.03 loss per share (December 2020 – \$0.29 profit per share)

Commentary on results:

Dollar figures in this Appendix 4D are in whole dollars – i.e. not rounded to \$'000.

There was 1 purchase of shares during the half-year totalling \$19,426 (December 2020 – 5 of \$260,144)

There were 4 sales of shares during the half-year with proceeds of \$1,260,871 (December 2020 – 6 of \$985,819).

Major revenue and expense items during the half year were

	December 2021 \$	December 2020 \$
Dividends received	1,150	508
Interest received	5,424	5,426
Realised gains on sale of financial assets	103,482	443,722
Unrealised (losses)/gains on financial assets	(34,183)	4,478,860
Fees paid to directors	(80,400)	(233,900)
Impairment of financial assets	(167,434)	-

Further details of the Company's operations during the December 2021 half-year and the state of affairs at 31 December 2021 are contained in the accompanying reports and financial statements which form part of this Appendix 4D.

This Appendix 4D and the accompanying reports and financial statements are based on accounts which have been reviewed by the auditor.

Attached are the auditor's independence declaration and the audit review report.

For and on behalf of the directors of Sunvest Corporation Limited



Bruce David Burrell
Chairman

Dated at Sydney 18 February 2022

SUNVEST CORPORATION LIMITED

A.B.N. 77 008 132 036

Interim financial report 6 months ended 31 December 2021

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SUNVEST CORPORATION LIMITED

DIRECTORS' REPORT

Your directors present their report on the Company for the half-year ended 31 December 2021.

Directors

The following persons were directors of Sunvest Corporation Limited during the half-year and up to the date of this report:

Bruce Burrell
Carole Rowan
Callum Baxter
Mark Rowan-Hull

Review and results of operations

The Company's loss before tax was \$261,756 for the December 2021 half-year compared to a profit before tax of \$4,644,382 for the December 2020 half-year.

The Company's loss after tax for the December 2021 half-year is \$358,808 (December 2020 – profit of \$3,502,092).

The Company has recognised a tax expense of \$97,052. There is no deferred tax liability at December 2021. In the December 2020 half-year the Company provided \$45,457 for current estimated tax liability plus \$1,096,833 for deferred tax liability on unrealised gains on financial assets.

In the June 2021 half-year and again in the December 2021 half-year a fall in the value of investments resulted in a retracement of the previous deferred income tax liability.

The retracement in the December 2021 half-year was \$160,125.

Major revenue and expense items during the half-year were as follows:

	December 2021	December 2020
	\$	\$
Dividend received	1,150	508
Interest received	5,424	5,426
Realised gains on sale of shares	103,482	443,722
Unrealised (losses)/gains on financial assets	(34,183)	4,478,860
Fees paid to directors	(80,400)	(233,900)
Impairment of financial assets	(167,434)	-

The directors reviewed the Group's investment portfolio at 31 December 2021 and at the date of this report and concluded that an impairment write down of \$167,434 was required. (December 2020 - \$ nil).

The impairment is in respect to the investment in Lombard Capital plc which is currently suspended from quotation in the UK and is highly illiquid.

The fair value of the Group share portfolio at 31 December 2021 was \$1,153,828 which compares to the June 2021 fair value of \$2,493,408 and the December 2020 fair value of \$8,926,832.

Movements in the Group share portfolio are set out in note 5.

There was 1 purchase of shares during the December 2021 half-year totalling \$19,426 (Dec 2020 – 5 of \$260,144).

There were 4 sales of shares during the December 2021 half-year with proceeds of \$1,260,871. (Dec 2020 – 6 of \$985,819).

The directors believe that the Group's investment portfolio is satisfactory with an appropriate spread of investments in companies operating in different industries. The existing portfolio has a focus on natural resource companies.

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.

Signed in accordance with a resolution of the directors.



Bruce David Burrell
Chairman

Dated at Sydney 18 February 2022

SUNVEST CORPORATION LIMITED
ABN 77 008 132 036

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF SUNVEST CORPORATION LIMITED**

SYDNEY

Level 40
2 Park Street
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Australia

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In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Sunvest Corporation Limited. As the lead audit partner for the review of the financial report of Sunvest Corporation Limited for the period ended 31 December 2021, I declare that, to the best of my knowledge and belief, 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 (NSW)

HALL CHADWICK (NSW)
Level 40, 2 Park Street
Sydney NSW 2000

S Kumar

SANDEEP KUMAR
Partner
Date: 18 February 2022

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SUNVEST CORPORATION LIMITED

Statement of Profit or Loss and Other Comprehensive Income for the half-year ended 31 December 2021

	Half Year	
	31 December 2021 \$	31 December 2020 \$
Realised gains on sale of financial assets	103,482	443,722
Unrealised (losses)/gains on financial assets	(34,183)	4,478,860
Interest received	5,424	5,426
Dividend received	1,150	508
Accounting fee	-	-
Audit fees	(9,577)	(11,939)
Fees paid to directors	(80,400)	(233,900)
Impairment of financial asset	(167,434)	-
Office rent	(6,417)	(7,265)
Stock exchange fees	(22,862)	(8,473)
Other expenses	(50,939)	(22,557)
(Loss)/Profit before income tax	(261,756)	4,644,382
Income tax expense	(97,052)	(1,142,290)
(Loss)/Profit after income tax	(358,808)	3,502,092
Other comprehensive (loss)/income		
Other comprehensive income net of tax	-	-
Total comprehensive (loss)/ income	(358,808)	3,502,092
	Cents	Cents
Basic (loss)/earnings per share	(3.0) loss	29.0 profit
Diluted (loss)/earnings per share	(3.0) loss	29.0 profit

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

SUNVEST CORPORATION LIMITED

Statement of Financial Position

as at 31 December 2021

	NOTE	31 December 2021 \$	30 June 2021 \$
Current assets			
Cash and cash equivalents		6,612,323	5,528,393
Other receivables	4	5,109	21,648
Total current assets		6,617,432	5,550,041
Non-current assets			
Financial assets	5	1,153,828	2,493,408
Total non-current assets		1,153,828	2,493,408
Total assets		7,771,260	8,043,449
Current liabilities			
Trade and other payables	6	14,506	24,939
Provision for income tax		352,618	95,441
Total current liabilities		367,124	120,380
Non- Current liabilities			
Deferred tax liabilities		-	160,125
Total non-current liabilities		-	-
Total liabilities		367,124	280,505
Net assets		7,404,136	7,762,944
EQUITY			
Contributed equity	7	8,854,966	8,854,966
Accumulated losses		(1,450,830)	(1,092,022)
Total equity		7,404,136	7,762,944

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

SUNVEST CORPORATION LIMITED

Statement of Changes in Equity for the half-year ended 31 December 2021

	Issued capital	Accumulated losses	Total
	\$	\$	\$
Balance as at 1 July 2021	8,854,966	(1,092,022)	7,762,944
Loss for the period	-	(358,808)	(358,808)
Balance as at 31 December 2021	8,854,966	(1,450,830)	7,404,136
Balance as at 1 July 2020	8,854,966	(2,160,430)	6,694,536
Profit for the period	-	3,502,092	3,502,092
Balance as at 31 December 2020	8,854,966	1,341,662	10,196,628

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

SUNVEST CORPORATION LIMITED

Statement of Cash Flows for the half-year ended 31 December 2021

	31December 2021 \$	31December 2020 \$
Cash flows from operating activities		
Dividend received	1,150	508
Interest received	5,424	5,426
Payments to suppliers and employees	(164,089)	(120,522)
Net cash outflow from operating activities	(157,515)	(114,588)
Cash flows from investing activities		
Purchase of financial assets	(19,426)	(260,144)
Proceeds from sale of financial assets	1,260,871	985,819
Net cash inflow from investing activities	1,241,445	725,675
Net increase in cash and cash equivalents	1,083,930	611,087
Cash and cash equivalents at the beginning of the half-year	5,528,393	1,964,276
Cash and cash equivalents at end of the half-year	6,612,323	2,575,363

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

SUNVEST CORPORATION LIMITED

Notes to the Financial Statements for the half-year ended 31 December 2021

1 Basis of preparation of half-year report

These general purpose interim financial statements for the half-year reporting period ended 31 December 2021 have been prepared in accordance with the Corporations Act 2001 and Accounting Standard AASB 134: Interim Financial Reporting.

The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the last financial statements of Sunvest Corporation Limited. As such it does not contain information that represents relatively insignificant changes occurring during the half-year. It is therefore recommended that this report is to be read in conjunction with the annual financial statements for the year ended 30 June 2021 together with any public announcements made during the following half-year.

The interim financial statements were authorised for issue on 18th February 2022

2 Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

The Company has considered the implications of new and amended Accounting Standards and determined that their application to the financial statements is either not relevant or not material

SUNVEST CORPORATION LIMITED

Notes to the Financial Statements for the half-year ended 31 December 2021

3 Segment information

The Company predominantly operates in one business segment. Its principal activities comprise investing in listed equities and other securities in Australia, United Kingdom and Canada.

The geographic segment distribution is set out below:

Half year ended December 2021	Australia \$	United Kingdom \$	Canada \$	Consolidated \$
Total segment revenue	6,574	-	-	6,574
Segment result (loss)	(135,964)	(101,617)	(24,175)	(261,756)
Loss before income tax				(261,756)
Current assets	6,617,432	-	-	6,617,432
Non-current assets	601,474	538,620	13,734	1,153,828
Total liabilities	367,124	-	-	367,124
Half year ended December 2020				
Total segment revenue	5,934	-	-	5,934
Segment result	(58,135)	4,685,088	17,429	4,644,382
Profit before income tax				4,644,382
Current assets	2,599,525	-	-	2,599,525
Non-current assets	758,466	8,118,335	50,031	8,926,832
Total liabilities	1,329,729	-	-	1,329,729

4 Other receivables

	31 December 2021 \$	30 June 2021 \$
Other debtors	5,109	21,648
	5,109	21,648

Included in other debtors at 30 June 2021 is the amount of \$19,594 relating to advances made to a director, Bruce Burrell, to meet certain operating expenses.

There is no amount owing by the director at 31 December 2021.

SUNVEST CORPORATION LIMITED

Notes to the Financial Statements for the half-year ended 31 December 2021

5 Financial assets

	31 December 2021 \$	30 June 2021 \$
At the beginning of the period	2,493,408	4,729,924
Proceeds on sale of financial assets	(1,260,871)	(4,368,980)
Realised gain on sale of investments	103,482	1,360,224
Purchases of financial assets	19,426	408,306
Impairment of financial assets	(167,434)	-
Unrealised (losses)/gains on financial assets	(34,183)	363,934
At the end of the period	1,153,828	2,493,408

6 Trade and other payables

	31 December 2021 \$	30 June 2021 \$
Trade payables	14,506	24,939
	14,506	24,939

7 Tax balances

Provision for income tax	352,618	95,441
Provision for deferred income tax	-	160,125

8 Contributed equity

	31 December 2021 \$	30 June 2021 \$
Share capital 12,159,024 ordinary shares fully paid (June 2021: 12,159,024)	8,854,966	8,854,966

There was no movement in contributed equity during the half-year

SUNVEST CORPORATION LIMITED

Notes to the Financial Statements for the half-year ended 31 December 2021

9 Contingent liabilities

The directors are not aware of any contingent liabilities which have arisen during the half-year or of any contingent liabilities outstanding at the end of the half-year.

10 Subsequent events

The directors are not aware of any matter or circumstance which has arisen since 31 December 2021 that has significantly affected or may significantly affect the operations of the Company, the results of those operations or the state of affairs of the Company in future financial years.

11 Related party transactions

Bruce Burrell, a director, incurs certain operating expenses on behalf of the Company and seeks reimbursement thereof. Depending on the timing of incurring the expenses and reimbursement, certain amounts may be payable to or receivable from, Bruce Burrell.

At 31 December 2021 the amount of \$1,417 was payable to Bruce Burrell in reimbursement of expenses paid by him on behalf of the Company. There was no amount receivable from Bruce Burrell at 31 December 2021.

During the half-year an amount of \$5,000 was payable to Bruce Burrell for providing the principal administrative office and functions of telephones, postage, stationery and internet. The payment is unchanged from prior periods and is made on normal commercial terms and conditions.

The following fees were paid to directors.

	Directors fees	Bonuses	Total
Half-year ended December 2021	\$	\$	\$
Bruce Burrell	56,400	-	56,400
Carole Rowan	6,000	-	6,000
Callum Baxter	12,000	-	12,000
Mark Rowan-Hull	<u>6,000</u>	-	<u>6,000</u>
	<u>80,400</u>	-	<u>80,400</u>
Year ended June 2021			
Bruce Burrell	90,300	150,000	240,300
Carole Rowan	12,000	6,500	18,500
Callum Baxter	24,000	13,000	37,000
Mark Rowan-Hull	<u>12,000</u>	<u>6,500</u>	<u>18,500</u>
	<u>138,300</u>	<u>176,000</u>	<u>314,300</u>

Other related party transactions are consistent in nature to those disclosed in the 30 June 2021 annual report.

SUNVEST CORPORATION LIMITED

Directors' Declaration for the half-year ended 31 December 2021

In accordance with a resolution of the directors of Sunvest Corporation Limited, the directors of the Company declare that:

- a. The financial statements and notes, as set out on pages 5 to 12 are in accordance with the *Corporations Act 2001*, including:
 - i. Complying with Accounting Standard AASB 134: *Interim Financial Reporting*; and
 - ii. Give a true and fair view of the Company's financial position as at 31 December 2021 and of its performance for the half-year ended on that date.
- b. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.



Bruce David Burrell
Chairman

Dated at Sydney 18th February 2022

SUNVEST CORPORATION LIMITED
ABN 77 008 132 036

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF SUNVEST CORPORATION LIMITED

SYDNEY

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Sydney NSW 2000
Australia

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Report on the Half-year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Sunvest Corporation Limited, which comprises the statement of financial position as at 31 December 2021, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year ended on that date, notes to the financial statements including a summary of significant accounting policies, 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 half-year financial report of Sunvest Corporation Limited does not comply with the *Corporations Act 2001*, including:

- (i) giving a true and fair view of Sunvest Corporation Limited's financial position as at 31 December 2021 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*.

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 section of our report. We are independent of the Company 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 Company, would be in the same terms if given to the directors as at the time of this auditor's report.

Directors' Responsibility for the Half-Year Financial Report

The directors of Sunvest Corporation Limited 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 Company's financial position as at 31 December 2021 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*.

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SUNVEST CORPORATION LIMITED
ABN 77 008 132 036

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
SUNVEST CORPORATION LIMITED

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.

Hall Chadwick (NSW)

HALL CHADWICK (NSW)
Level 40, 2 Park Street
Sydney NSW 2000

S Kumar

SANDEEP KUMAR

Partner

Date: 18 February 2022