

## Appendix 4D - Half Year Report for six months ended 31 December 2022

### Results for announcement to the market

Name of entity	SKS TECHNOLOGIES GROUP LIMITED
ABN	24 004 554 929

## 1 Reporting Period

Half Year Ended	31 December 2022
Previous corresponding periods – half year ended	31 December 2021
– year ended	30 June 2022

## 2 Results for announcement to the market

Revenue	up	56%	to	43,834,274
Net profit / (loss) from ordinary activities after tax attributable to members	down	64%	to	486,875
Net profit / (loss) for the period attributable to members	down	64%	to	486,875

  

	Amount per Security	Franked amount per Security
Interim Dividend - Current period	Nil	Nil
- Previous corresponding period	Nil	Nil
Final Dividend - Current period	\$ 0.0025	Nil
- Previous corresponding period	Nil	Nil

### Commentary on Result

First half trading recorded a group sales revenue of \$43,834,274 compared to \$28,165,594 in the previous corresponding period. The Group reported a net profit from continuing operations of \$406,176 for the half year ended 31 December 2022, compared to the profit of \$1,349,804 in the previous corresponding period. The Group reported a total net profit of \$406,176 (including discontinued operations) for the half year ended 31 December 2022, compared to the profit of \$1,348,924 in the previous corresponding period. The loss attributable to the non-controlling interest of the group is \$80,699 for the half year ended 31 December 2022 compared to nil non-controlling interest in previous corresponding period.

Refer to interim Financial Report for the Half-Year ended 31 December 2022 for more information.

**This half yearly financial report is to be read in conjunction with the 30 June 2022 annual financial report.**

**3 Net tangible assets per security**

	<b>Current Period</b>	<b>Previous Corresponding Period</b>
Net tangible asset backing per ordinary security*	1.64 Cents	0.28 Cents

\* The net tangible assets calculations above include right-of-use assets

**4. Details of entities over which control has been gained or lost during the period: (item 4)****Control gained over entities**

Name of entities (item 4.1)	- Not Applicable -	
Date(s) of gain of control (item 4.2)		
Contribution to consolidated profit (loss) from ordinary activities after tax by the controlled entities since the date(s) in the current period on which control was acquired (item 4.3)	\$	
Profit (loss) from ordinary activities after tax of the controlled entities for the whole of the previous corresponding period (item 4.3)	\$	

**Loss of control of entities**

Name of entities (item 4.1)	- Not Applicable -	
Date(s) of loss of control (item 4.2)		
Contribution to consolidated profit (loss) from ordinary activities after tax by the controlled entities to the date(s) in the current period when control was lost (item 4.3).	\$	
Profit (loss) from ordinary activities after tax of the controlled entities for the whole of the previous corresponding period (item 4.3)	\$	

**5. Dividends (item 5)**

	Date of payment	Total amount of dividend
Interim dividend year ended 30 June 2022		Nil
Final dividend year ended 30 June 2022	12 October 2022	\$ 273,456

**Amount per security**

	Amount per security	Franked amount per security at % tax	Amount per security of foreign sourced dividend
<b>Total dividend:</b> Current year	\$0.0025	Nil	Nil
Previous year	Nil	Nil	Nil

**Total dividend on all securities**

	Current period \$A'000	Previous corresponding Period - \$A'000
Ordinary securities (each class separately)	\$273	Nil

**6. Details of dividend or distribution reinvestment plans in operation are described below (item 6):**

- Not Applicable -

The last date(s) for receipt of election notices for participation in the dividend or distribution reinvestment plan

**7. Details of associates and joint venture entities (item 7)**

Name of associate or joint venture entity	%Securities held
- Not Applicable -	

**Aggregate share of profits (losses) of associates and joint venture entities**

Group's share of associates' and joint venture entities':	2022 \$	2021 \$
Profit (loss) from ordinary activities before tax		
Income tax on ordinary activities		
<b>Net profit (loss) from ordinary activities after tax</b>		
Adjustments		
<b>Share of net profit (loss) of associates and joint venture entities</b>		

**8. The financial information provided in the Appendix 4D is based on the half year condensed financial report (attached).****9. Independent review of the financial report (item 9)**

The financial report has been independently reviewed by the auditors DFK BKM Audit Services. The independent auditor's review report was unqualified.

**SKS TECHNOLOGIES GROUP LIMITED**  
and Controlled Entities

ABN 24 004 554 929

**Financial Report**  
for the half-year ended 31 December 2022

The half-year financial report is to be read in conjunction with the financial report for the year ended 30 June 2022

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**Directors' Report**

The directors present their report together with the condensed financial report of the group consisting of SKS Technologies Group Limited and the entities it controlled, for the half-year ended 31 December 2022 and independent auditor's review report thereon.

**Directors**

The names of the company's directors in office during the half-year and until the date of this report are set out below. Each of the directors was in office for this entire period, unless otherwise stated.

Peter Jinks, Executive Chairman

Greg Jinks, Executive Director

Terence Grigg, Non-Executive Director

**Review and Results of Operations**

First half trading recorded a group sales revenue (including discontinued operations) of \$43,834,274 compared to \$28,165,300 in the previous corresponding period. The Group reported a net profit from continuing operations of \$406,176 for the half year ended 31 December 2022, compared to \$1,349,804 in the previous corresponding period. The Group reported a total net profit of \$406,176 (including discontinued operations) for the half year ended 31 December 2022 compared to \$1,348,924 in the previous corresponding period. The loss attributable to the non-controlling interest of the group is \$80,699 for the half year ended 31 December 2022 compared to nil non-controlling interest in previous corresponding period. The Group recorded an income tax benefit of nil compared to \$420,000 in the previous corresponding period.

Employee expenses increased 35% to \$15,564,132 (\$11,502,485 half year ended 31 December 2021) and materials increased 75% to \$26,040,629 (\$14,886,134 half year ended 31 December 2021) compared to the previous corresponding period. Employee and Material expenses have normalised during the half compared to the previous corresponding following the completion of a contract where materials were primarily supplied by the client.

The results for the half year reflect the impact of the following key matters:

The sales growth in SKS Technologies Pty Ltd has increased by 55% compared to the same time last year and increased by 12% over the second half of last year.

The group continues to hold a strong order book with a strong pipeline of opportunities across the regions and disciplines in which the group operates. The group remains an employer of choice and is not experiencing skilled labour shortages like other parts of the economy. Supply chain disruptions are now minimal with substitute products being used when delays in supply may occur.

The Group received government incentives for training schemes of \$552,439 during the period which has associated staff training costs.

**Directors' Report (Cont'd)**

**Auditor's Independence Declaration**

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* in relation to the review for the half-year is provided with this report on page 4.

**Rounding of Amounts**

In accordance with *ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191*, the amounts in the directors' report and in the financial report have been rounded to the nearest dollar.

Signed in accordance with a resolution of the directors.

A handwritten signature in black ink, appearing to read 'Peter Jinks', is written over a horizontal line.

Peter Jinks  
Executive Chairman

Melbourne

Date: 23 February 2023



**AUDITOR'S INDEPENDENCE DECLARATION  
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

**To the Directors of SKS Technologies Group Limited**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2022 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.



**DFK BKM Audit Services**



**Kevin P Adams**  
Director

Camberwell, Victoria  
23 February 2023

**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income for the half-year ended 31 December 2022**

		Half- year	
	Notes	31 December 2022 \$	31 December 2021 \$
<b>Revenue and Other Income</b>			
Sales revenue	2	43,834,274	28,165,594
Other income	2	592,555	1,823,097
		<b>44,426,829</b>	<b>29,988,691</b>
<b>Expenses</b>			
Raw material, Consumables, and logistics		(26,040,629)	(14,886,134)
Occupancy expenses		(74,793)	(94,950)
Employee Benefits Expense		(15,564,132)	(11,502,485)
Administration expenses		(1,212,214)	(716,115)
Impairment loss	2	-	(1,264,579)
Depreciation and amortisation		(657,568)	(404,568)
Finance costs		(471,317)	(190,056)
<b>Total expenses</b>		<b>(44,020,653)</b>	<b>(29,058,887)</b>
<b>Profit before income tax expense from continuing operations</b>		<b>406,176</b>	<b>929,804</b>
Income tax benefit		-	420,000
<b>Profit from continuing operations</b>		<b>406,176</b>	<b>1,349,804</b>
(Loss)/ Profit after tax from discontinued operations		-	(880)
Other comprehensive income for half-year		-	-
<b>Total comprehensive Income for half-year</b>		<b>406,176</b>	<b>1,348,924</b>
<b>Total comprehensive Income/(loss) attributable to:</b>			
Members of the parent entity		486,875	1,348,924
Non - controlling interest		(80,699)	-
		<b>406,176</b>	<b>1,348,924</b>
<b>Earnings per share (cents per share) for profit attributable to the equity holders of the entity:</b>			
Basic earnings per share – Continuing Operations		0.37	1.25
Diluted earnings per share – Continuing Operations		0.37	1.25

The accompanying notes forms part of these Financial Statements

**SKS TECHNOLOGIES GROUP LIMITED**

ABN 24 004 554 929

Financial report for half-year ended 31 December 2022

**Condensed Consolidated Statement of Financial Position  
as at 31 December 2022**

	Notes	31 December 2022	30 June 2022
		\$	\$
<b>Current assets</b>			
Cash and cash equivalents		206,738	39,534
Trade and other receivables	4	21,409,182	20,173,143
Inventories		41,219	102,925
Other current assets	5	1,060,134	287,747
<b>Total current assets</b>		<b>22,717,273</b>	<b>20,603,349</b>
<b>Non-current assets</b>			
Trade and other receivables		-	414,891
Other non-current assets		107,810	115,656
Plant and equipment		1,911,629	1,746,657
Right of Use Assets		4,256,307	4,216,301
Intangible assets		1,906,922	1,919,366
Deferred Tax Asset		1,560,000	1,560,000
<b>Total non-current assets</b>		<b>9,742,668</b>	<b>9,972,871</b>
<b>Total assets</b>		<b>32,459,941</b>	<b>30,576,220</b>
<b>Current liabilities</b>			
Trade and other payables	6	16,236,268	15,720,704
Borrowings	7	3,814,807	2,663,989
R&D liability		410,494	500,820
Provisions		1,652,321	1,349,953
Lease liabilities		841,308	816,454
<b>Total current liabilities</b>		<b>22,955,198</b>	<b>21,051,920</b>
<b>Non-current liabilities</b>			
R&D liability		-	228,989
Provisions		55,216	40,215
Lease liabilities		4,189,870	4,185,277
<b>Total non-current liabilities</b>		<b>4,245,086</b>	<b>4,454,481</b>
<b>Total Liabilities</b>		<b>27,200,284</b>	<b>25,506,401</b>
<b>Net assets</b>		<b>5,259,657</b>	<b>5,069,819</b>
<b>Equity</b>			
Contributed capital	8	22,359,070	22,072,786
Share option reserve		1,688	230,909
Accumulated losses		(17,020,453)	(17,233,876)
Total equity attributable to equity holders of the company		5,340,305	<b>5,069,819</b>
Non-controlling interest		(80,648)	-
<b>Total equity</b>		<b>5,259,657</b>	<b>5,069,819</b>

The accompanying notes forms part of these Financial Statements

## Condensed Consolidated Statement of Changes in Equity

### Half-year ended 31 December 2021

Consolidated	Contributed equity \$	Share option reserve \$	Accumulated losses \$	Non-controlling interest \$	Total equity \$
At 1 July 2021	22,085,702	-	(20,266,178)	-	1,819,524
Profit for the half year	-	-	1,348,924	-	1,348,924
<b>At 31 December 2021</b>	<b>22,085,702</b>	<b>-</b>	<b>(18,917,254)</b>	<b>-</b>	<b>3,168,448</b>

### Half-year ended 31 December 2022

Consolidated	Contributed equity \$	Share option reserve \$	Accumulated losses \$	Non-controlling interest \$	Total equity \$
At 1 July 2022	22,072,783	230,909	(17,233,873)	-	5,069,819
Profit for the half year	-	-	406,176	-	406,176
Equity attributable to non-controlling interests	-	-	-	51	51
Profit attributable to non-controlling interests	-	-	80,699	(80,699)	-
<b>Transactions with owners in their capacity as owners</b>					
Share based payment transactions	280,000	779	-	-	280,779
Shares issued- exercise of options	-	(230,000)	-	-	(230,000)
Shares issued- value adjustment	7,681	-	-	-	7,681
Cost of issue of shares	(1,394)	-	-	-	(1,394)
Dividend paid or provided for	-	-	(273,455)	-	(273,455)
<b>At 31 December 2022</b>	<b>22,359,070</b>	<b>1,688</b>	<b>(17,020,453)</b>	<b>(80,648)</b>	<b>5,259,657</b>

**Condensed Consolidated Statement of Cash Flows  
for the half-year ended 31 December 2022**

	<b>Half-year</b>	
	<b>31 December 2022</b>	<b>31 December 2021</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Receipts from customers	48,037,840	31,786,708
Receipts from government incentives	552,439	471,271
Payments to suppliers and employees	(47,874,031)	(31,507,027)
Interest received	223	230
Interest paid on Lease liability	(169,337)	(48,759)
Interest paid	(289,113)	(151,401)
<b>Net cash flows from operating activities</b>	<b>258,021</b>	<b>551,022</b>
<b>Cash flows from investing activities</b>		
Payment for plant and equipment	(398,918)	(319,405)
Proceeds from disposal of plant and equipment	35,840	2,000
Payments for intangibles	-	(21,801)
Receipts from /(Payment for) bank guarantee-net	54,842	(51,321)
Proceeds from sale of discontinued operations	-	81,162
<b>Net cash flows used in investing activities</b>	<b>(308,236)</b>	<b>(309,365)</b>
<b>Cash flows from financing activities</b>		
Payment for share issue cost	(1,394)	-
Payment of lease liability	(433,002)	(253,105)
Proceeds from borrowings	42,260,808	30,065,498
Repayments of borrowings	(41,109,990)	(29,856,457)
Repayment of R&D liability	(225,548)	(254,494)
Payment of dividends	(273,455)	-
<b>Net cash flows from/ (used in) financing activities</b>	<b>217,419</b>	<b>(298,558)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>	<b>167,204</b>	<b>(56,901)</b>
Cash and cash equivalents at beginning of half year	39,534	109,194
<b>Cash and cash equivalents at end of the half year</b>	<b>206,738</b>	<b>52,293</b>

## **Notes to Condensed Consolidated Half-Year Financial Statements**

### **1. Basis of Preparation of the Half-Year Financial Report**

The condensed consolidated half-year financial report does not include all notes of the type normally included within the annual financial report. It is recommended that this half-year financial report be read in conjunction with the annual financial report for the year ended 30 June 2022 and any public announcements made by SKS Technologies Group Limited during the half-year in accordance with any continuous disclosure obligations arising under the *Corporations Act 2001*.

This condensed half-year financial report covers SKS Technologies Group Limited and controlled entities ("the group"). SKS Technologies Group Limited is a company limited by shares, incorporated and domiciled in Australia. The address of SKS Technologies Group Limited's registered office and principal place of business is 700 Spencer Street, West Melbourne VIC, 3003. SKS Technologies Group Limited is a for-profit entity for the purpose of preparing the financial statements.

The half-year financial report was authorised for issue by the directors as at the date of the director's report.

#### **(a) Basis of accounting**

This condensed consolidated half-year financial report has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting*, as appropriate for for-profit entities, and the *Corporations Act 2001*. Compliance with AASB 134, as appropriate for for-profit entities, ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

The half-year financial report has been prepared in accordance with the historical cost convention, as modified by revaluations to fair value for certain class of assets as described in the accounting policies.

The accounting policies applied in this half-year financial report are consistent with those of the annual financial report for the year ended 30 June 2022 and the corresponding half-year other than as stated below in Note 1(b).

#### **(b) Summary of the significant accounting policies**

The Group has applied all new and revised Australian Accounting Standards that apply to annual reporting periods beginning on or after 1 July 2022.

**Notes to Condensed Consolidated Half-Year Financial Statements****(c) Going Concern**

The financial report has been prepared on a going concern basis which contemplates the continuity of normal business activities and realisation of assets and settlement of liabilities in the ordinary course of business.

The group generated a profit from continuing operations of \$406,176 during the half-year ended 31 December 2022 (half-year ended 31 December 2021 profit of \$1,349,804), and as at that date, the group's net assets was \$5,259,657 including a non-controlling interest of (\$80,648) (30 June 2022: net assets position \$5,069,819 and non-controlling interest nil).

The group produced positive cash flows from operating activities for the half-year ended 31 December 2022 of \$258,021 (half-year ended 31 December 2021: positive \$551,022).

The group has prepared a forward forecast 12 months from the date of this report which assumes continuing revenue and profit growth which has been supported by the high levels of work in hand. The cash flow forecast has been stress tested with various revenue and profit assumptions to further support the forecast.

Based on the assessment of the group's ability to achieve its revenue and profit targets, the board believes that the group will continue as a going concern and be able to repay its debts as and when they fall due. The board also acknowledges the group's access to the capital market should additional funding be required.

Accordingly, the financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the normal course of business.

## Notes to Condensed Consolidated Half-Year Financial Statements

### 2. Revenue, Other Income, and Impairment Loss

	31 December 2022 \$	31 December 2021 \$
<b>Revenue</b>		
Revenue from services	43,834,274	28,165,594
	<b>43,834,274</b>	<b>28,165,594</b>
<b>Other income</b>		
Interest income	401	293
One off project payment	-	1,349,160
Other income*	592,154	473,644
	<b>592,555</b>	<b>1,823,097</b>

\*Other income for the half year ended 31 December 2022 comprises of government training incentives and other sundry income whereas other income for the half year ended 31 December 2021 comprises of government training incentives.

	31 December 2022 \$	31 December 2021 \$
<b>Impairment loss</b>		
Bad Debt Incurred*	-	1,264,579
	<b>-</b>	<b>1,264,579</b>

\*This bad debt incurred was effectively compensated by a one-off payment from the end client on the project.

### 3. Dividends Paid or provided for on Ordinary Shares

A dividend of \$0.0025 per ordinary share has been paid during the half-year ended 31 December 2022.



## Notes to Condensed Consolidated Half-Year Financial Statements

### 4. Trade and other receivables

	<b>31 December 2022</b>	<b>30 June 2022</b>
	<b>\$</b>	<b>\$</b>
Trade receivables	19,822,967	18,237,192
Provision for doubtful debts	(46,651)	(27,411)
Other receivables	201,464	245,307
Contract assets	1,431,402	1,718,055
	<b>21,409,182</b>	<b>20,173,143</b>

### 5. Other current assets

	<b>31 December 2022</b>	<b>30 June 2022</b>
	<b>\$</b>	<b>\$</b>
Prepayments	928,828	109,674
Bank guarantees	131,306	178,073
	<b>1,060,134</b>	<b>287,747</b>

### 6. Trade and other payables

	<b>31 December 2022</b>	<b>30 June 2022</b>
	<b>\$</b>	<b>\$</b>
Trade payables	10,956,597	10,957,654
Accruals and others	1,146,662	1,406,250
Unearned revenue	4,133,009	3,356,800
	<b>16,236,268</b>	<b>15,720,704</b>

### 7. Borrowings

	<b>31 December 2022</b>	<b>30 June 2022</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
<b>Secured:</b>		
Bank and other loans (i)	-	2,663,989
Bank and other loans (ii)	3,814,807	-
	<b>3,814,807</b>	<b>2,663,989</b>

(i) The current secured borrowings as at 30 June 2022 represent the net position of Invoice finance facility undertaken which is secured by a fixed and floating charge over SKS Technologies Group Limited and SKS Technologies Pty Ltd.

(ii) The current secured borrowings as at 31 December 2022 represent the net position of the overdraft facility provided by the Commonwealth Bank of Australia which is secured by a fixed and floating charge over SKS Technologies Group Limited, SKS Technologies Pty Ltd, SKS Technologies Construction Pty Ltd and SKS iNet Pty Ltd.

## Notes to Condensed Consolidated Half-Year Financial Statements

### 8. Contributed Capital

#### Movements in shares on issue

	Half-Year 31 Dec 2022		Half-Year 31 Dec 2021	
	No of Shares	\$	No of Shares	\$
Beginning of the half-year	107,983,602	22,072,783	107,983,602	22,085,702
Issue of shares during the half-year	1,398,551	287,681	-	-
Cost of issue of shares	-	(1,394)	-	-
<b>End of the half-year</b>	<b>109,382,153</b>	<b>22,359,070</b>	<b>107,983,602</b>	<b>22,085,702</b>

### 7. Operating Segments

The Group operates predominantly in Australia, in the audio-visual, communications, technology and electrical markets which is regarded as a single segment, hence there is no information on operating segments provided in this report.

### 8. Subsequent Events

There were no matters or circumstances specific to SKS Technologies Group Limited that have arisen since 31 December 2022 that have significantly affected or may significantly affect:

- the Group's operation in future financial years or
- the results of those operations in future financial years or
- the Group's state of affairs in future financial years.

**Directors' Declaration**

The directors declare that:

In the directors' opinion, the financial statements and notes thereto, as set out on pages 5 to 13 are in accordance with the *Corporations Act 2001*, including:

- (a) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*; and
- (b) giving a true and fair view of the financial position of the consolidated entity as at 31 December 2022 and of its performance for the half-year ended on that date.

In the directors' opinion there are reasonable grounds, at the date of this declaration, to believe that SKS Technologies 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.

A handwritten signature in black ink, appearing to read 'Peter Jinks', is written over a horizontal line.

Peter Jinks  
Director

Date: 23 February 2023

**Independent Auditor's Review Report  
To the members of SKS Technologies Group Limited**

**Report on the Half-Year Financial Report**

*Conclusion*

We have reviewed the half-year financial report of SKS Technologies Group Limited (Company) and Controlled Entities (the Group), which comprises the condensed consolidated statement of financial position as at 31 December 2022, the condensed consolidated statement of profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed 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 SKS Technologies Group Limited and Controlled Entities 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 2022 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 Company, 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 Company 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 of 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 2022 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.

  
**DFK BKM Audit Services**



**Kevin P. Adams**  
Director

Camberwell, Victoria  
23 February 2023