

INTERIM FINANCIAL REPORT

**FOR THE HALF YEAR ENDED
31 DECEMBER 2014**

Appendix 4D Half Year Report

Name of entity

GLOBAL HEALTH LIMITED

ABN

Half yearly

Preliminary final

Half Year ended

75 091 377 892



31 December 2014

Results for announcement to the market

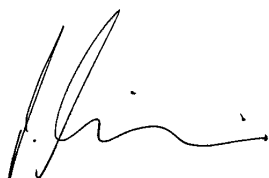
The information in this report should be read in conjunction with the most recent annual financial report.

Revenues from ordinary activities	down	8.5%	to	\$2.32M
Profit from ordinary activities after tax	down	23.5%	to	\$533k
Net profit for the period attributable to members	down	23.5%	to	\$533k

Dividends / distributions	Amount per security	Franked amount per security
Final dividend	Nil ¢	Nil ¢
Interim dividend	Nil ¢	Nil ¢
Previous corresponding period	Nil ¢	Nil ¢

Net Tangible Asset backing	Current period	Previous corresponding period
Net Tangible Assets per ordinary security	(0.93)c	(1.94)c

Signed by:



Print name: Peter Curigliano
Company Secretary

Date: 17 February 2015

DIRECTORS' REPORT

Your Directors submit their report for the half year ended 31 December 2014.

Directors

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

Steven Leigh Pynt LLB, BBus, MBA, MTax

(Independent Non-Executive Chairman)

Mathew Cherian BBus (IS/IT), MACS, MAICD

(Managing Director and Chief Executive Officer)

Grant Smith

(Independent Non-Executive Director)

Robert Knowles AO

(Independent Non-Executive Director)

Principal Activities

During the period the principal activities of the consolidated entity consisted of the development, licensing, implementation and provision of IT services to the healthcare industry.

Consolidated Results

The profit of the consolidated entity for the half year was \$533,500 before income tax (2013 – \$697,509) and the profit attributable to owners of the parent entity after income tax was \$533,588 (2013 – \$697,567).

Dividends

No dividends have been declared or paid on the ordinary shares for the half year ended 31 December 2014.

GLOBAL HEALTH LIMITED AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)

Operating Result

The Company is pleased to report a net profit after tax (NPAT) of \$533,500 for the half year to 31 December 2014.

In the reporting period, the Company continued to make new sales predominantly to private sector clients. Activity in the public sector continued with the successful implementation of MasterCare MHAGIC across the South West Area Health Service of Victoria, a number of new headspace sites, and Medicare Locals. ReferralNet secure message volumes increased by 37% over the previous corresponding period. MasterCare PAS was deployed in 2 new private hospitals over the period.

The result also reflects the decision by the SA Minister for Health to not exercise a contractual entitlement to upgrade from the Company's CHIRON PAS software system (which is used in regional hospitals across South Australia), to the MasterCare ePAS software system, as disclosed to the market on 21 November 2014. If the upgrade had been undertaken, it would have included project services revenue for the implementation of approximately 60 country hospital sites and:

- had a targeted completion date of 1 April 2015; and
- required accompanying maintenance and support services from the Company for these sites beyond 31 March 2015.

Consequently, the election of the Minister to not proceed with the MasterCare ePAS upgrade also impacts recurring revenue from 1 April 2015 given the pending expiration of the Minister's licence to use CHIRON PAS on 31 March 2015.

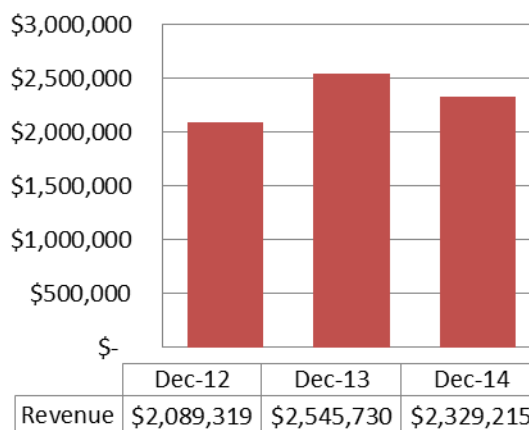
Key Highlights:

Total operating revenue decreased by \$216,515 (down 8.5%) to \$2.32M for the six months to 31 December 2014 (Dec 2013: \$2.54M).

The number of customers has increased by in excess of 250 per year over the last 3 years.

This reflects the shifting of the Company's reliance on fewer large-revenue clients to a larger spread of clients.

Half-Year Revenue



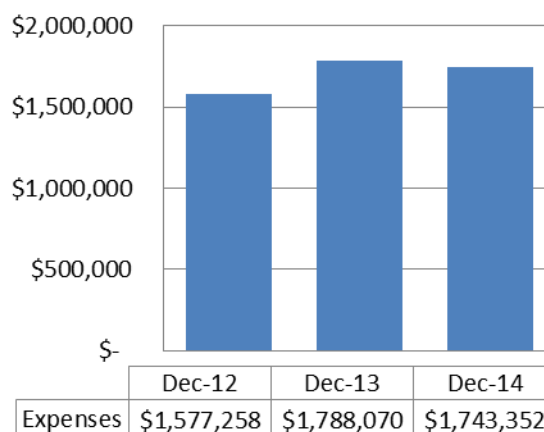
GLOBAL HEALTH LIMITED AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)

Total operating expenses decreased slightly by \$44,718 (down 2.5%) to \$1.74M (2013: \$1.79M).

The Company's operating cost is largely unchanged over the last 3 years due to the successful transition of the Company's operating profile to a more scalable remote resourcing model.

A much larger number of clients, sites and end-users are supported reflecting significant productivity dividends from the infrastructure and organisational re-structuring over the last 3 years.

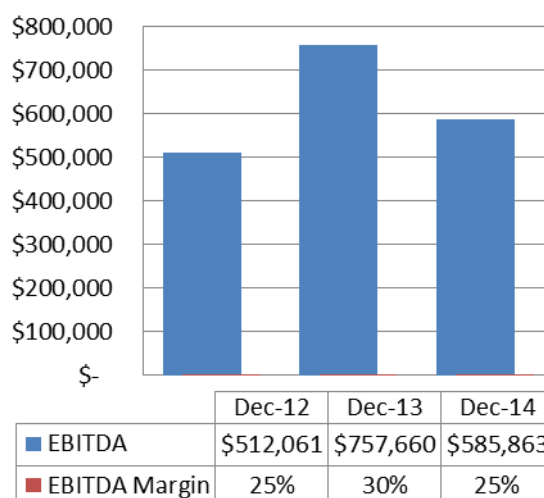
Half-Year Expenses



The Company achieved Earnings Before Interest, Tax, Depreciation and Amortisation (EBITDA) of \$585,863 for the six months to 31 December 2014 (Dec 2013: \$757,660) – a decrease of \$171,797 (down 23%).

EBITDA Margins decreased to 25% of total revenue (2013: 30%).

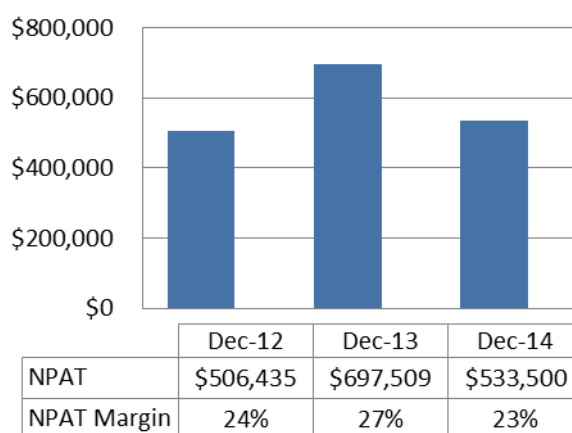
Half-Year EBITDA



The resultant Net Profit After Tax (NPAT) for the 6 months to 31 December 2014 was \$533,500 (Dec 2013: \$697,509) – a decrease of \$164,009 (down 24%).

NPAT margins decreased to 23% of total revenue (2013: 27%).

Half-Year NPAT

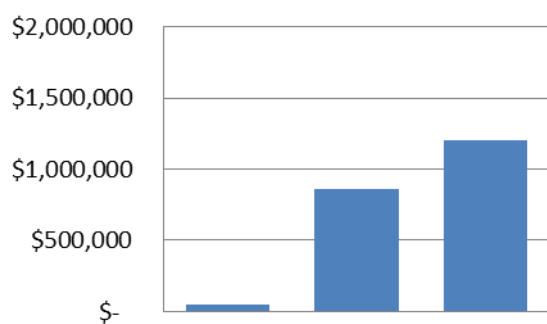


GLOBAL HEALTH LIMITED AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)

The continuation of profitable and cash flow positive operations have improved the Company's Balance Sheet with Cash reserves up 117% to \$1.17M (Dec 2013: \$540k).

Cash plus Net Receivables improved by 40% to \$1.198M (Dec 2013: \$857K).

Cash + Net Receivables



	Dec-12	Dec-13	Dec-14
Cash plus Net Receivables	\$44,521	\$857,743	\$1,198,928

Forward Outlook

The six months to December 2014 was characterised by uncertainty in the healthcare sector due to unresolved government healthcare policy. The overall economic and business outlook is also less than buoyant and therefore new private sector investment in healthcare technology will be slower paced.

The cessation of federal funding for 60+ Medicare Locals on 30 June 2015 was announced in the May 2014 budget. These community healthcare organisations are due to be replaced by 30 new Primary Health Networks from 1 July 2015. The successful operators for these new entities are expected to be announced in April 2015 with recruitment and operations commencing on 1 July 2015. This may provide opportunities for new sales to the healthcare community sector.

Similarly, State budgets are under considerable financial pressure with IT projects involving public hospitals likely to be deferred.

Despite the SA Minister for Health's decision not to proceed with the MasterCare upgrade project, the half-year result demonstrates the Company's resilience and vindicates the strategic direction. The Directors are confident that the Company will return to its growth phase over the coming months due to the decisions implemented over the recent past in particular:

Accessing global markets - The expansion of the Company's markets into overseas jurisdictions is progressing well with an increasing pipeline of emerging opportunities that should be converted to revenue through the remainder of calendar year 2015.

New product development - Focussed on mobile, cloud-based Software-as-a-Service (SaaS) business models these are progressing as expected with new products and service offerings planned for release in calendar year 2016.

GLOBAL HEALTH LIMITED AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)

On-going cost savings – The Company has transitioned to a lower cost structure and will continue to focus on further opportunities to increase productivity.

Broadening our client base – the Company continues to invest in Research and Development to ensure the regular release of new incremental products targeted at new (adjacent) healthcare segments.

Delivering increased customer value – The Company has established a Product Advisory Committee of health industry thought leaders representative of the clinical, business and technical aspects of innovation. This further enhances the Company's ability to innovate ways that our customers will benefit from both costs savings and improved patient outcomes.

Assuming no commercial agreement with SA Health for the licensing of CHIRON PAS or MasterCare ePAS beyond 31 March, 2015 the Company's forecast for the 12 months to 30 June 2015 is based on revenue levels similar to the previous financial year, of around \$5M to \$5.5M with Net Profit After Tax in the range of \$1M to \$1.2M. This translates to an Earnings Per Share (EPS) of 3c to 4c.

Auditor's Independence Declaration

In accordance with section 307C of the Corporations Act 2001, a Declaration of Independence was obtained from auditors MSI Ragg Weir, a copy of which is attached and forms part of this report.

Any enquiries on the above can be directed to Mr Mathew Cherian, Chief Executive Officer, on +61 3 9675 0688 or alternatively by email to mathew.cherian@global-health.com

Signed in accordance with a resolution of Directors
GLOBAL HEALTH LIMITED



Steven Leigh Pynt
Non-Executive Chairman



Mathew Cherian
Chief Executive Officer

Melbourne, 17 February 2015

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER S 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF GLOBAL HEALTH LIMITED**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2014, there have been no contraventions of:

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

MSI Ragg Weir

MSI RAGG WEIR
Chartered Accountants

LS Wong

LS WONG
Partner

Melbourne: 17 February 2015

GLOBAL HEALTH LIMITED AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE
INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2014**

	Half Year	
	2014 \$	2013 \$
Revenue from the sale of licenses and maintenance contracts	1,514,918	1,889,076
Revenue from professional services	251,846	206,808
Other revenues	562,451	449,846
Total revenue from continuing operations	2,329,215	2,545,730
Salaries and related costs	(1,323,558)	(1,309,332)
Direct external costs	(9,852)	(45,056)
General and administration costs	(409,942)	(433,682)
Earnings before Interest, Tax, Depreciation and Amortisation	585,863	757,660
Finance costs	(8,864)	37,321
Depreciation	(18,910)	(5,205)
Amortisation	(106,554)	(105,136)
Non-operating foreign exchange gains/(losses)	81,965	12,869
Profit before income tax	533,500	697,509
Income tax benefit/(expense)	-	-
Net profit for the period	533,500	697,509
Other comprehensive income		
Exchange differences on translating foreign operations	(81,683)	(12,798)
Total comprehensive income for the period	451,817	684,711
Net profit/(loss) for the period attributable to:		
Owners of the parent	533,588	697,567
Minority interest	(88)	(58)
	533,500	697,509
Total comprehensive income/(loss) attributable to:		
Owners of the parent	452,010	684,740
Minority interest	(193)	(29)
	451,817	684,711
Basic earnings per share (cents per share)	1.63	2.14
Diluted earning per share (cents per share)	1.63	2.14

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

GLOBAL HEALTH LIMITED AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

		31 December 2014	30 June 2014
	Note	\$	\$
Current Assets			
Cash & cash equivalents		1,168,751	1,117,444
Receivables		529,778	500,899
Other		75,734	166,479
Total Current Assets		1,774,263	1,784,822
Non-Current Assets			
Receivables		132,420	97,680
Property, plant and equipment		164,939	10,664
Intangibles	5	3,433,484	3,080,101
Total Non-Current Assets		3,730,843	3,188,445
Total Assets		5,505,106	4,973,267
Current Liabilities			
Payables		499,601	666,817
Interest bearing liabilities		38,190	44,715
Provisions		408,226	455,439
Unearned income		1,230,639	997,646
Total Current Liabilities		2,176,656	2,164,617
Non-Current Liabilities			
Interest bearing liabilities		54,104	-
Provisions		147,477	133,598
Total Non-Current Liabilities		201,581	133,598
Total Liabilities		2,378,237	2,298,215
Net Assets		3,126,869	2,675,052
Equity			
Contributed equity	4	20,656,242	20,656,242
Reserves		104,555	186,133
Accumulated Losses		(17,495,848)	(18,029,436)
Total Parent Entity Interest		3,264,949	2,812,939
Minority interest		(138,080)	(137,887)
Total Equity		3,126,869	2,675,052

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

GLOBAL HEALTH LIMITED AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED 31 DECEMBER 2014**

	Issued capital ordinary	Option reserve	Currency translation reserve	Retained earnings	Total attributable to owners of the parent	Minority interest	Total equity
Balance 1 July 2013	20,656,242	29,978	127,745	(19,473,161)	1,340,804	(137,759)	1,203,045
Issue of share capital - right issues	-	-	-	-	-	-	-
Share based payments	-	-	-	-	-	-	-
Transactions with owners	-	-	-	-	-	-	-
Profit/(loss) for the period	-	-	-	697,567	697,567	(58)	697,509
Other comprehensive income:							
Exchange differences on translation of foreign operations	-	-	(12,827)	-	(12,827)	29	(12,798)
Total comprehensive income/(loss) for the period	-	-	(12,827)	697,567	684,740	(29)	684,711
Balance 31 December 2013	20,656,242	29,978	114,918	(18,775,594)	2,025,544	(137,788)	1,887,756
Balance 1 July 2014	20,656,242	29,978	156,155	(18,029,436)	2,812,939	(137,887)	2,675,052
Issue of share capital - right issues	-	-	-	-	-	-	-
Share based payments	-	-	-	-	-	-	-
Transactions with owners							
Profit/(loss) for the period	-	-	-	533,588	533,588	(88)	533,500
Other comprehensive income:							
Exchange differences on translation of foreign operations	-	-	(81,578)	-	(81,578)	(105)	(81,683)
Total comprehensive income/(loss) for the period			(81,578)	533,588	452,010	(193)	451,817
Balance 31 December 2014	20,656,242	29,978	74,577	(17,495,848)	3,264,949	(138,080)	3,126,869

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

GLOBAL HEALTH LIMITED AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF YEAR ENDED 31 DECEMBER 2014

	Half Year	
	2014	2013
	\$	\$
Cash Flows from Operating Activities		
Receipts from customers	2,692,079	2,306,208
Payments to suppliers and employees	(2,059,177)	(2,152,802)
	632,902	153,406
Interest received	11,633	6,111
Interest and finance costs (paid)/refunded	(8,864)	37,321
Net cash inflow from operating activities	635,671	196,838
Cash Flows from Investing Activities		
Proceed from sale of plant and equipment	1,650	-
Purchase of property, plant & equipment	(173,849)	(8,857)
Purchase of intangibles	(459,938)	(436,892)
Net cash outflow from investing activities	(632,137)	(445,749)
Cash Flows from Financing Activities		
Proceeds from borrowings	176,337	-
Repayment of borrowings	(128,564)	(36,386)
Net cash inflow/(outflow) from financing activities	47,773	(36,386)
Net decrease in cash & cash equivalents held	51,307	(285,297)
Cash & cash equivalents at the beginning of the financial period	1,117,444	825,354
Cash & cash equivalents at the end of the financial period	1,168,751	540,057

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

**GLOBAL HEALTH LIMITED
AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)**

**Notes to the Financial Statements
for the half year ended 31 December 2014**

1. Statement of Significant Accounting Policies

The financial report covers the consolidated entity of Global Health Limited and controlled entities for the half year ended 31 December 2014. Global Health Limited is a listed public company, incorporated and domiciled in Australia.

a) Basis of preparation

This general purpose financial report for the interim half year reporting period ended 31 December 2014 has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Act 2001*. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

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 2014 and any public announcements made by Global Health Limited during the interim reporting period in accordance with the continuous disclosure requirements of the ASX listing rules.

The same accounting policies and methods of computation have been followed in the interim financial report as were applied in the most recent annual financial statements, except in relation to some of the matters discussed at Note 1(b).

The financial statements have been prepared on a going concern basis as the Company directors believe that the Company will be able to pay its debts as and when they fall due and payable.

b) New and revised accounting requirements applicable to the current half-year reporting period

A number of new and revised accounting standard requirements first became mandatory for the Company for the half-year period ended 31 December 2014:

- AASB 8: Operating Segments;
- AASB 10: Consolidated Financial Statements;
- AASB 12: Disclosure of Interests in Other Entities; and
- AASB 13: Fair Value Measurement.

These standards became mandatorily applicable from 1 July 2014. The Company has adopted all of the new and revised Standards and Interpretations that are relevant to its operations and effective for the current half year. Adoption has not resulted in any changes to the Company's accounting policies and has no effect on the amounts reported for the current or prior half-years.

The financial report of Global Health Limited was authorised for issue as at the date of the directors' report.

**GLOBAL HEALTH LIMITED
AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)**

**Notes to the Financial Statements
for the half year ended 31 December 2014**

2. Segment Information

Segment information is provided in respect of the consolidated entity's business and geographical segments. The primary format, operating segments, is based on the consolidated entity's management and internal reporting structure.

Operating Segments

Global Health Limited operates in the computer technology, software and services industry with particular emphasis on healthcare and associated professional services.

The consolidated entity comprises the following main operating segments:

- | | |
|--------------------|--|
| • <i>Acute</i> | Information system applications for the hospital and day surgery market sector to deliver better and more integrated healthcare. |
| • <i>Non-Acute</i> | Comprehensive suite of applications that provide the management of population outcomes for communities of common interest. |
| • <i>Other</i> | Products and services delivered to non-healthcare customers and include revenues and expenses associated with third party products and cost recoveries from customers. |
| • <i>Corporate</i> | Expenditure associated with Corporate, Sales and Marketing activities. |

Segment accounting policies

The Company generally accounts for inter-segment sales and transfers as if the sales or transfers were to third parties at current market prices. Revenues are attributed to geographic areas based on the location of the assets producing the revenues.

During the half year there were no changes in segment accounting policies that had a material effect on the segment information.

**GLOBAL HEALTH LIMITED
AND CONTROLLED ENTITIES**
(ABN: 75 091 377 892)

**Notes to the Financial Statements
for the half year ended 31 December 2014**

3. Segment Information (continued)

Primary Reporting Business Segments	Half Year									
	Acute		Non-Acute		Other		Corporate		Consolidated	
	2014	2013	2014	2013	2014	2013	2014	2013	2014	2013
Revenue	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Sales to customers outside the consolidated entity	802,618	1,043,837	961,145	994,022	33,555	94,038	-	-	1,797,318	2,131,897
Research & Development incentives	-	-	-	-	531,897	413,833	-	-	531,897	413,833
Gross revenue	802,618	1,043,837	961,145	994,022	565,452	507,871	-	-	2,329,215	2,545,730
Salaries & related costs	392,612	518,951	215,525	67,007	56,268	102,565	659,153	620,808	1,323,558	1,309,331
Direct external costs	2,922	17,858	1,604	2,306	5,326	24,892	-	-	9,852	45,056
General and administration costs	121,603	171,890	66,754	22,194	17,428	33,972	204,157	205,627	409,942	433,683
Segment EBITDA	285,481	335,138	677,262	902,515	486,430	346,442	(863,310)	(826,435)	585,863	757,660
Less										
Depreciation and amortisation	43,233	45,244	51,772	43,084	30,459	22,013	-	-	125,464	110,341
Finance costs	-	-	-	-	-	-	8,864	(37,321)	8,864	(37,321)
Non-operating foreign exchange gains	-	-	-	-	-	-	(81,965)	(12,869)	(81,965)	(12,869)
Segment Result	242,248	289,894	625,490	859,431	455,971	324,429	(790,209)	(776,245)	533,500	697,509
Income tax (expense)/benefit	-	-	-	-	-	-	-	-	-	-
Outside equity interests	-	-	-	-	-	-	88	58	88	58
Net profit/(loss)	242,248	289,894	625,490	859,431	455,971	324,429	(790,121)	(776,187)	533,588	697,567

**GLOBAL HEALTH LIMITED
AND CONTROLLED ENTITIES
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**Notes to the Financial Statements
for the half year ended 31 December 2014**

Segment Assets (Intangibles)	Acute \$	Non-Acute \$	Other \$	Corporate \$	Consolidated \$
Opening balance 1 July 2014	1,401,445	1,678,656	-	-	3,080,101
Additions	209,271	250,666	-	-	459,937
Amortisation	(48,482)	(58,072)	-	-	(106,554)
Closing balance 31 December 2014	1,562,234	1,871,250	-	-	3,433,484

**GLOBAL HEALTH LIMITED
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**Notes to the Financial Statements
for the half year ended 31 December 2014**

4. Contributed Equity

	Consolidated Entity			
	31 December 2014 Number	30 June 2014 Number	31 December 2014 \$	30 June 2014 \$
Issued and paid up capital	32,659,758	32,659,758	20,656,242	20,656,242
(a) Ordinary shares				
Total number of shares on issue	32,659,758	32,659,758	20,656,242	20,656,242

(b) Options

No options were issued or exercised during the six months to 31 December 2014.

**GLOBAL HEALTH LIMITED
AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)**

**Notes to the Financial Statements
for the half year ended 31 December 2014**

5. Intangibles

An intangible asset arising from the development phase of an internal project shall be recognised as an asset and amortised over a pre-determined period. The criteria contained in AASB 138 must be satisfied for the costs to be eligible to be capitalised and amortised accordingly. The Company has capitalised amounts in accordance with the requirements of AASB 138 as shown in the table below:

	31 December 2014 \$	30 June 2014 \$
Development expenditures – at cost*	3,855,648	3,395,711
Accumulated amortisation	<u>(422,164)</u>	<u>(315,610)</u>
	<u>3,433,484</u>	<u>3,080,101</u>

** This represents costs arising from the development phase of internal projects.*

6. Contingent Liabilities

There have been no changes in contingent assets or liabilities of the consolidated entity since the last reporting date.

7. Events subsequent to reporting date

There were no significant events since the end of the half year that are expected to have a material effect on the results and state of affairs of the consolidated entity.

**GLOBAL HEALTH LIMITED
AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)**

**Notes to the Financial Statements
for the half year ended 31 December 2014**

8. Interest in subsidiaries

Set out below are the Company's subsidiaries at 31 December 2014. The subsidiaries listed below have share capital consisting solely of ordinary shares, (except for units held in Statewide Unit Trust) which are held directly by the Company and the proportion of ownership interests held equals the voting rights held by the Company.

Name of Subsidiary	Place of Incorporation	Ownership Held by The Company		Proportion of Non-Controlling Interests	
		At 31 December 2014	At 30 June 2014	At 31 December 2014	At 30 June 2014
Global Health (Australia) Sdn Bhd	Kuala Lumpur, Malaysia	100%	100%	-	-
Working Systems Solutions (Malaysia) Sdn Bhd	Kuala Lumpur, Malaysia	94%	94%	6%	6%
Working Systems Solutions Pty Ltd	Victoria, Australia	100%	100%	-	-
Uni U International Pty Ltd	Western Australia, Australia	100%	100%	-	-
Working Systems Solutions (Singapore) Pte Ltd	Singapore	100%	100%	-	-
Bourke Johnston Systems Pty Ltd	Victoria, Australia	100%	100%	-	-
Working Systems Software Pty Ltd	Western Australia, Australia	100%	100%	-	-
Statewide Unit Trust	Western Australia, Australia	100%	100%	-	-

9. Fair Value Measurement

In the absence of an active market for an identical asset or liability, the Company selects and uses one or more valuation techniques to measure the fair value of the asset or liability. The Company selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured.

The Market Approach is the valuation technique selected by the Company. This approach is a valuation technique that uses prices and other relevant information generated by market transactions for identical or similar assets or liabilities.

The carrying value in the balance sheet is the same as fair value for all monetary assets and liabilities.

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**Notes to the Financial Statements
for the half year ended 31 December 2014**

10. Going Concern

At 31 December 2014, the Company reported an EBITDA profit of \$585,863 (2013: \$757,660). Net assets closed at a surplus of \$3,126,869 (June 2014: 2,675,052 / December 2013: \$1,887,756). In the same period, a net current asset deficiency of \$402,393 was recorded (2013: \$542,892), representing an improvement of \$140,499 against the previous corresponding period.

This net current asset deficiency is due to \$1,230,639 of recorded unearned revenue. Unearned revenue comprises annual subscriptions (ie. licence to use, help desk telephone support, rights to enhancements and extended warranties) paid in advance but recognised monthly. These subscriptions in advance are not subject to refunds or cancellation but do incur an obligation by the Company to provide monthly help-desk and warranty services. The reporting of unearned revenue on the Company's statement of financial position has always been disclosed and is considered a normal part of business operations.

The Board believes it is appropriate to prepare the financial statements on a going concern basis.

**GLOBAL HEALTH LIMITED
AND CONTROLLED ENTITIES
(ABN: 75 091 377 892)**

Directors' Declaration

In the opinion of the Directors of Global Health Limited:

- (1). The financial statements and notes are in accordance with the Corporations Act 2001, including:
 - a. giving a true and fair view of the financial position of the consolidated entity as at 31 December 2014 and of its performance, as represented by the results of its operations and cash flows for the half - year ended on that date; and
 - b. complying with Accounting Standards AASB 134: Interim Financial Reporting and Corporations Regulations 2001.
- (2). There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors made pursuant to s303(5) of the Corporation Act 2001.

Dated at Melbourne this 17th Day of February 2015

On behalf of the Board



Steven Leigh Pynt
Non-Executive Chairman

Independent Auditor's Review Report

To the members of Global Health Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Global Health Limited, which comprises the consolidated statement of financial position as at 31 December 2014, the consolidated statement of profit and loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies, statement or description of accounting policies as required by AASB 134 and other explanatory information, and the directors' declaration.

Directors' Responsibility for the Half-Year 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

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the 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 2014 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 Global Health Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and 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.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. We confirm that the independence declaration required by the Corporations Act 2001 has been given to the directors as at the time of this auditor's review report.

Independent Auditor's Review Report continued

Conclusion

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

- i) giving a true and fair view of the company's financial position as at 31 December 2014 and of its performance for the half-year ended on that date; and
- ii) complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

Emphasis of Matter

Without qualifying our conclusion expressed above, we draw attention to Note 10 of the financial report regarding the ability of the company to continue as a going concern. The financial report indicates that the consolidated entity's total current liabilities exceeded its total current assets by \$402,393. This condition indicates the existence of a material uncertainty which may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business, and at the amounts stated in the financial report.

MSI Ragg Weir

MSI RAGG WEIR
Chartered Accountants

L.S. Wong

L.S. WONG
Partner

Melbourne: 17 February 2015