

**APPENDIX 4E
PRELIMINARY FINAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2023**

Lodged with the ASX under Listing Rule 4.3A

Contents

Results for announcement to the market
Net tangible assets
Control over other entities
Preliminary financial statements
Compliance statement

Company Details



Name of reporting entity: iCandy Interactive Limited
ABN: 87 604 871 712
Reporting period: 1 January 2023 - 31 December 2023
Prior corresponding reporting period: 1 January 2022 - 31 December 2022

Results for announcement to the market

Revenue from ordinary activities	Down	-5%	from	29,154,213	to	27,729,811
Loss from ordinary activities	Down	356%	from	(1,687,740)	to	(7,692,622)
Net loss for the period attributable to members	Down	381%	from	(1,495,406)	to	(7,197,724)

Revenue from ordinary activities decreased by 5% to \$27,729,811 from last year's revenue of \$29,154,213.

Net loss attributable to members \$7,197,724 compared to last year's loss of \$1,495,406.

Loss per share of (0.55 cent) compared with last year's loss of (0.05 cents).

Diluted loss per share of (0.55 cent) compared with last year's loss of (0.05 cents).

Review of Operations

The consolidated loss for the twelve month period ended 31 December 2023 was \$7,692,622. (2022 loss: \$1,687,740)

The net assets of the Group as at 31 December 2023 was \$71,013,952. (31 December 2022: \$82,940,832)

The table below reflects the Adjusted EBITDA for the Group during the financial year. The table takes into account once-off items and unrealised movement on investment at fair value.

	FY 23	FY 22
Loss before income tax	(6,081,028)	59,423
Add Backs:		
Depreciation & Amortisation	3,608,442	3,203,889
Acquisition costs	-	2,250,000
Impairment expense	3,916,702	647,345
Gain on fair value of put options	-	(4,274,253)
	<u>7,525,144</u>	<u>1,826,981</u>
Adjusted EBITDA	<u>1,444,116</u>	<u>1,886,404</u>

During the financial year, the Group recorded a slight reduction in revenue by approximately 4.89% from \$29,154,213 in FY2022 to \$27,729,811. This was due to largely industry-wide challenges in the Group's business segments, for example its wholly-owned Lemon Sky Studios which recorded decreased billings arising from production delays of major animation projects, partly due to the writer guild's strike in the US.

The consolidated loss after tax for the twelve month period ended 31 December 2023 was \$7,692,622 (2022: loss of \$1,687,740), largely due to non-cash item movement.

The net assets of the Group as at 31 December 2023 were \$71,013,952 (31 December 2022: \$82,940,832).

The management remains committed towards continuing its on-going strategic optimization of costs via a company wide cost review and right sizing initiatives which commenced in early 2023.

Looking ahead, in response to an improving Web3.0 environment towards the end of 2023, the Group has bolstered preparations for several upcoming launches of projects to be ready for release in 2024.

Net tangible assets

Net tangible asset backing per ordinary share at 31 December 2023 1.63 cents, and at previous corresponding period, 2.84 cents.

Control over other entities

Name of entity: AF Opportunity Sdn Bhd
Date of control gained: 1 January 2023

PRELIMINARY STATEMENT OF CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2023

	Note	Group	
		2023 (unaudited) \$	2022 \$
Continuing operations			
Revenue	2	27,729,811	29,154,213
Other income	2	3,823,135	697,889
Cost of sales		(15,546,089)	(13,565,095)
		<u>16,006,857</u>	<u>16,287,007</u>
Loss on disposal of subsidiary		-	-
Unrealised foreign currency gain/(losses)		(135,635)	(487,658)
Unrealised movement in digital currencies		(584,600)	(261,011)
Acquisition costs		-	(2,250,000)
Marketing expenses		(182,247)	(468,142)
Audit fees		(159,604)	(73,150)
Legal and professional fees		(1,435,169)	(1,468,981)
Occupancy expenses		(737,456)	(720,022)
Employee benefits expense		(8,757,284)	(7,954,792)
Depreciation and amortisation expense		(3,608,442)	(3,203,889)
Gain on fair value of put option		-	4,274,253
Impairment expense		(3,916,702)	(647,345)
Computer expenses		(308,991)	(212,474)
Share based payments		(108,266)	(170,846)
Other expenses		(843,468)	(1,876,792)
Travel expenses		(541,239)	(465,910)
Bad debt expense		(397,476)	-
Finance costs		(371,306)	(240,825)
Profit/(Loss) before income tax		<u>(6,081,028)</u>	<u>59,423</u>
Tax expense		(1,611,594)	(1,747,163)
Net loss for the year		<u>(7,692,622)</u>	<u>(1,687,740)</u>
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss when specific conditions are met:			
Exchange differences on translating foreign operations, net of tax		(3,522,000)	630,285
Fair value increase/(decrease) in investment holdings		(1,046,498)	(4,910,331)
Fair value increase/(decrease) in digital asset holdings		-	(660,950)
		<u>(4,568,498)</u>	<u>(4,940,996)</u>
Total other comprehensive income/(loss) for the year		<u>(4,568,498)</u>	<u>(4,940,996)</u>
Total comprehensive income for the year		<u>(12,261,120)</u>	<u>(6,628,736)</u>
Net profit attributable to:			
Owners of the parent entity		(7,197,724)	(1,495,406)
Non-controlling interest		(494,898)	(192,334)
		<u>(7,692,622)</u>	<u>(1,687,740)</u>
Total comprehensive income attributable to:			
Members of the parent entity		(12,403,088)	(6,628,979)
Non-controlling interest		141,968	243
		<u>(12,261,120)</u>	<u>(6,628,736)</u>
Earnings per share			
From continuing and discontinued operations:			
Basic and diluted earnings per share (cents)	11	(0.55)	(0.05)

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

PRELIMINARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

		Group	
		2023	2022
	Note	(unaudited)	
		\$	\$
Assets			
Current Assets			
Cash and cash equivalents		6,359,176	18,177,415
Trade and other receivables	3	6,722,113	4,685,490
Other financial assets	4	2,186,823	2,537,667
Other assets		4,087,747	2,257,335
Total Current Assets		19,355,859	27,657,907
Non-Current Assets			
Financial Assets - Fair value OCI	5	1,117,357	2,270,161
Other financial assets	4	-	521,371
Property, plant and equipment	6	11,422,732	10,230,907
Intangible assets	7	49,158,640	50,797,542
Right-of-use assets		1,302,229	1,610,906
Deferred tax assets		129,683	161,075
Total Non-Current Assets		63,130,641	65,591,962
Total Assets		82,486,500	93,249,869
Liabilities			
Current Liabilities			
Lease liabilities		1,301,882	632,452
Trade and other payables	8	3,341,969	3,324,646
Borrowings	9	3,779,878	1,918,163
Other financial liabilities		652,610	239,668
Current tax liabilities		192,681	501,706
Provisions		-	110,494
Total Current Liabilities		9,269,020	6,727,129
Non-Current Liabilities			
Lease liabilities		-	1,025,703
Borrowings	9	2,203,528	2,556,205
Total Non-Current Liabilities		2,203,528	3,581,908
Total Liabilities		11,472,548	10,309,037
Net Assets		71,013,952	82,940,832
Equity			
Issued capital	10	115,238,761	115,296,721
Reserves		(25,935,653)	(20,986,914)
Retained earnings		(18,957,204)	(12,389,953)
Equity attributable to owners of the parent entity		70,345,904	81,919,854
Non-controlling interest		668,048	1,020,978
TOTAL EQUITY		71,013,952	82,940,832

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

PRELIMINARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2023

	Issued Capital	Accumulated Losses	Foreign Currency Translation Reserve	Option Reserve	Financial Assets Reserve	Reserves Transactions with non- controlling interest	Digital Assets Revaluation Reserve	Other Components of Equity	Subtotal	Non-controlling interests	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Consolidated Group											
Balance at 1 January 2022	58,100,866	(12,892,619)	171,051	2,156,989	472,323	-	660,950	(15,047,428)	33,622,132	82,050	33,704,182
Comprehensive income											
Loss for the year	-	(1,495,406)	-	-	-	-	-	-	(1,495,406)	(192,334)	(1,687,740)
Other comprehensive income for the year	-	-	630,042	-	(4,910,331)	-	(660,950)	-	(4,941,239)	243	(4,940,996)
Total comprehensive income for the year	-	(1,495,406)	630,042	-	(4,910,331)	-	(660,950)	-	(6,436,645)	(192,091)	(6,628,736)
Transactions with owners, in their capacity as owners, and other transfers											
Shares issued during the year	65,778,271	-	-	(20,667)	-	-	-	-	65,757,604	-	65,757,604
Transaction costs net of tax	(2,575,472)	-	-	-	-	-	-	-	(2,575,472)	-	(2,575,472)
Shares bought back during the year	(6,006,944)	-	-	-	-	-	-	-	(6,006,944)	-	(6,006,944)
Options expired during the year	-	1,998,072	-	(1,998,072)	-	-	-	-	-	-	-
Options issued during the year	-	-	-	654,696	-	-	-	-	654,696	-	654,696
Vesting of performance rights and options during the year	-	-	-	170,846	-	-	-	-	170,846	-	170,846
Acquisition of additional ownership in Digital Games International Pte Ltd	-	-	-	-	-	(3,266,363)	-	-	(3,266,363)	2,814,853	(451,510)
Recognition of put option issued to vendors of Digital Games International Pte Ltd	-	-	-	-	-	-	-	-	-	(5,030,683)	(5,030,683)
Recognition of non-controlling interests in subsidiaries acquired	-	-	-	-	-	-	-	-	-	3,346,849	3,346,849
Total transactions with owners and other transfers	57,195,855	1,998,072	-	(1,193,197)	-	(3,266,363)	-	-	54,734,367	1,131,019	55,865,386
Balance at 31 December 2022	115,296,721	(12,389,953)	801,093	963,792	(4,438,008)	(3,266,363)	-	(15,047,428)	81,919,854	1,020,978	82,940,832
Balance at 1 January 2023	115,296,721	(12,389,953)	801,093	963,792	(4,438,008)	(3,266,363)	-	(15,047,428)	81,919,854	1,020,978	82,940,832
Comprehensive income											
Profit for the year	-	(7,197,724)	-	-	-	-	-	-	(7,197,724)	(494,898)	(7,692,622)
Other comprehensive income for the year	-	-	(3,380,032)	-	(1,046,498)	-	-	-	(4,426,530)	141,968	(4,284,562)
Total comprehensive income for the year	-	(7,197,724)	(3,380,032)	-	(1,046,498)	-	-	-	(11,624,254)	(352,930)	(11,977,184)
Transactions with owners, in their capacity as owners, and other transfers											
Shares issued during the year	500	-	-	-	-	-	-	-	500	-	500
Shares bought back during the year	(58,460)	-	-	-	-	-	-	-	(58,460)	-	(58,460)
Vesting of performance rights and options during the year	-	-	-	108,264	-	-	-	-	108,264	-	108,264
Options expired during the year	-	630,473	-	(630,473)	-	-	-	-	-	-	-
Total transactions with owners and other transfers	(57,960)	630,473	-	(522,209)	-	-	-	-	50,304	-	50,304
Balance at 31 December 2023	115,238,761	(18,957,204)	(2,578,939)	441,583	(5,484,506)	(3,266,363)	-	(15,047,428)	70,345,904	668,048	71,013,952

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

PRELIMINARY CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 31 December 2023

	Group	
	2023	2022
	(unaudited)	
	\$	\$
Cash flows from Operating Activities		
Receipts from customers	29,145,780	30,764,519
Interest received	169,598	135,802
Payments to suppliers and employees	(35,581,578)	(29,215,953)
Finance costs	(371,306)	(240,825)
Income tax paid	(1,611,594)	(1,504,481)
Net cash used in operating activities	(8,249,100)	(60,938)
Cash flows from investing activities		
Purchase of property, plant and equipment	(3,296,168)	(1,807,189)
Purchase of intangibles	(2,301,288)	(2,047,835)
Payments made for short-term investments	-	(1,095,371)
Payment made for acquisition of subsidiaries	-	(20,647,256)
Acquisition of subsidiary cash	-	12,146,452
Proceeds from sale of investments	(6,400)	-
Purchase of investments	(614,645)	(457,284)
Net loan to related parties	1,565,845	(209,289)
Net cash used in investing activities	(4,652,656)	(14,117,772)
Cash flows from financing activities		
Proceeds from issue of shares	-	23,232,205
Proceeds from exercise of options	-	674,990
Payments for capital raising costs	-	(32,780)
Repayment of lease liabilities	(548,292)	(217,954)
Share buy-back payment	(58,460)	(6,006,944)
Proceeds from borrowings	4,826,961	358,562
Repayment of borrowings - other	(3,317,923)	(3,975,238)
Net cash provided by financing activities	902,286	14,032,841
Net (decrease)/increase in cash held	(11,999,470)	(145,869)
Cash and cash equivalents at beginning of financial year	18,177,415	18,306,705
Effect of exchange rates on cash holdings in foreign currencies	181,230	16,579
Cash and cash equivalents at end of financial year	6,359,175	18,177,415

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

NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2023

Note 1: Summary of Significant Accounting Policies

Other than the following, there have been no material change in the Company's application of its significant accounting policies as presented in the Company's financial statements for the year ended 31 December 2022. Readers of this report should refer to Note 1: Summary of Significant Accounting Policies in the afore-mentioned financial statements for details of those accounting policies.

Note 2: Revenue and Other Income

	Group	
	2023 (unaudited)	2022
	\$	\$
Sales revenue		
- sale of in-app applications	511,343	1,036,266
- ads and sponsorships	159,814	784,730
- publishing income	573,306	425,405
- services - games	19,179,626	17,916,996
- services - animation	7,305,722	8,990,816
	<u>27,729,811</u>	<u>29,154,213</u>
Other revenue		
- interest received	169,598	135,802
- other income	3,448,827	273,743
- realised foreign exchange gain	73,578	288,344
- realised loss from investments	(6,399)	-
- unrealised gain from investments	137,531	-
	<u>3,823,135</u>	<u>697,889</u>

Note 3: Trade and Other Receivables

	Group	
	2023 (unaudited)	2022
	\$	\$
<i>Current</i>		
Trade receivables	6,577,465	4,308,086
Provision for impairment	(772,475)	(753,206)
	<u>5,804,990</u>	<u>3,554,880</u>
Other receivables	741,437	1,026,425
GST receivables	131,699	89,453
Tax refundable	43,987	14,732
Total current trade and other receivables	<u>6,722,113</u>	<u>4,685,490</u>

Note 4: Other Financial Assets

	Group	
	2023 (unaudited)	2022
	\$	\$
<i>Current</i>		
Amount receivable from:		
- other related parties	1,059,378	1,694,788
- others	6,676	2,800
	<u>1,066,054</u>	<u>1,697,588</u>
Other short-term investments	838,757	558,067
Promissory note	282,012	282,012
	<u>2,186,823</u>	<u>2,537,667</u>
<i>Current</i>		
Amount receivable from:		
- other related parties	-	521,371
	<u>-</u>	<u>521,371</u>

NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2023

Note 5: Financial Assets - Fair value OCI

	Group	
	2023 (unaudited)	2022
	\$	\$
<i>Non-Current</i>		
Fair assets - Fair value OCI	1,117,357	2,270,161
	<u>1,117,357</u>	<u>2,270,161</u>

(a) Financial assets - Fair value OCI

Non-Current

Listed and unlisted investments at fair value

- shares in listed corporations	498,160	1,514,858
- shares in unlisted corporations	619,197	755,303
	<u>1,117,357</u>	<u>2,270,161</u>

Listed Corporations

- Financial Assets - Fair value OCI's listed corporations have been valued using quoted prices in active markets.

Opening Balance	1,514,858	1,885,018
Reclassify between listed and unlisted	-	4,919,449
Movement in fair value of financial assets - fair value OCI	(1,124,719)	(4,930,790)
Movement in foreign currency	108,021	(358,819)
	<u>498,160</u>	<u>1,514,858</u>

Unlisted Corporations

- Financial Assets - Fair value OCI's unlisted corporations have been valued using the market approach. The valuation techniques uses prices and other relevant information generated by market transactions for identical or similar assets or liabilities

Opening Balance	755,303	4,919,449
Additions	-	282,992
Reclassify between listed and unlisted	-	(4,919,449)
Movement in fair value of financial assets - fair value OCI	-	20,459
Movement in foreign currency	(136,106)	451,852
	<u>619,197</u>	<u>755,303</u>

NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2023

Note 6: Property, Plant and Equipment

	Group	
	2023	2022
	(unaudited)	
	\$	\$
Land and Buildings		
Building		
At cost	9,044,366	7,965,008
Accumulated depreciation	(657,970)	(532,077)
Total Land and Buildings	8,386,396	7,432,931
Plant and Equipment		
Plant and equipment		
At cost	2,788,184	2,315,969
Accumulated depreciation	(1,352,277)	(1,015,812)
	1,435,907	1,300,157
Leasehold improvements		
At cost	1,674,165	1,375,634
Accumulated depreciation	(890,236)	(699,977)
	783,929	675,657
Signage		
At cost	1,623	1,706
Accumulated depreciation	(1,196)	(1,086)
	427	620
Furniture and fittings		
At cost	702,657	639,293
Accumulated depreciation	(428,850)	(326,508)
	273,807	312,785
Motor Vehicles		
At cost	1,139,863	1,012,205
Accumulated depreciation	(597,597)	(503,448)
	542,266	508,757
Total plant and equipment	3,036,336	2,797,976
Total Property, plant and equipment	11,422,732	10,230,907

Reconciliation

	Building	Plant and Equipment	Leasehold Improvements	Signage	Furniture and Fittings	Motor Vehicles	Total
Opening net book value	7,432,931	1,300,157	675,657	620	312,785	508,757	10,230,907
Additions	1,464,222	699,414	370,208	-	94,923	416,203	3,044,970
Disposals	-	(37,557)	-	-	-	(176,171)	(213,728)
Depreciation expense	(157,833)	(484,223)	(238,713)	(169)	(123,713)	(181,305)	(1,185,956)
Movement in foreign currency	(352,924)	(41,884)	(23,223)	(24)	(10,188)	(25,218)	(453,461)
	8,386,396	1,435,907	783,929	427	273,807	542,266	11,422,732

NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2023

Note 7: Intangible Assets

	Group	
	2023 (unaudited) \$	2022 \$
<i>Goodwill</i>		
Cost	44,834,946	43,263,806
Accumulated impairment losses	(6,066,193)	-
Net carrying amounts	<u>38,768,753</u>	<u>43,263,806</u>
<i>Computer software</i>		
Cost	770,053	1,433,458
Accumulated amortisation and impairment losses	(606,668)	(466,983)
Net carrying amounts	<u>163,385</u>	<u>966,475</u>
<i>Research and Development</i>		
Cost	7,371,682	6,436,373
Accumulated amortisation and impairment losses	(3,896,313)	(2,823,706)
Net carrying amounts	<u>3,475,369</u>	<u>3,612,667</u>
<i>Gaming Platform</i>		
Cost	1,333,863	1,346,660
Accumulated amortisation and impairment losses	(355,697)	(224,443)
Net carrying amounts	<u>978,166</u>	<u>1,122,217</u>
<i>Digital Assets</i>		
Cost	952,918	810,597
Accumulated amortisation and impairment losses	-	-
Net carrying amounts	<u>952,918</u>	<u>810,597</u>
<i>Work in progress</i>		
Cost	4,820,049	1,021,780
Accumulated amortisation and impairment losses	-	-
Net carrying amounts	<u>4,820,049</u>	<u>1,021,780</u>
Total intangible assets	<u>49,158,640</u>	<u>50,797,542</u>

Reconciliation

	Goodwill	Computer Software	Research and Development	Gaming Platform	Digital Assets	Work in progress	Total
Opening net book value	43,263,806	966,475	3,612,667	1,122,217	810,597	1,021,780	50,797,542
Additions	-	11,685	301,744	-	323,799	4,208,712	4,845,940
Disposals	-	(2,588)	-	-	-	-	(2,588)
Amortisation charge	(1,966,193)	(824,976)	(930,486)	(137,869)	-	(1,012,372)	(4,871,896)
Movement in fair value	-	-	-	-	6,739	-	6,739
Movement in foreign currency	(1,028,860)	12,789	491,444	(6,182)	(188,217)	601,929	(117,097)
	<u>40,268,753</u>	<u>163,385</u>	<u>3,475,369</u>	<u>978,166</u>	<u>952,918</u>	<u>4,820,049</u>	<u>50,658,640</u>

NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2023

Note 8: Trade and Other Payables

	Group	
	2023	2022
	(unaudited)	
	\$	\$
Current		
<i>Unsecured liabilities</i>		
Trade payables	1,518,077	270,221
Sundry payables and accrued expenses	1,823,892	3,054,425
	<u>3,341,969</u>	<u>3,324,646</u>

Note 9: Borrowings

	Group	
	2023	2022
	(unaudited)	
	\$	\$
Current		
<i>Secured liabilities - amortised cost:</i>		
Other loans	3,018,190	645,690
Bank loans	761,689	1,272,473
	<u>3,779,879</u>	<u>1,918,163</u>
Non-Current		
<i>Secured liabilities - amortised cost:</i>		
Other loans	2,203,528	2,556,205
Bank loans	-	-
	<u>2,203,528</u>	<u>2,556,205</u>

Note 10: Issued Capital

(a) Share Capital

The share capital of iCandy Interactive Limited (the Company) consists of 1,306,205,684 fully paid ordinary shares as at 31 December 2023.

(b) Movements in ordinary share capital

Movements in the ordinary share capital of the Company during the past two years were as follows:

	No. of Shares	Amount \$
Opening balance at 1 January 2022	739,562,380	58,100,866
Shares issued during the year	602,623,304	65,778,271
Less: transaction costs	-	(2,575,472)
Less: share buy-backs	-	(6,006,944)
Shares cancelled during the year	(36,000,000)	-
Closing balance at 31 December 2022	<u>1,306,185,684</u>	<u>115,296,721</u>
Opening balance at 1 January 2023	1,306,185,684	115,296,721
Shares issued during the year	20,000	500
Less: transaction costs	-	-
Less: share buy-backs	-	(58,460)
Closing balance at 31 December 2023	<u>1,306,205,684</u>	<u>115,238,761</u>

NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2023

Note 11: Earnings per share

Losses used to calculate basic and dilutive EPS	(7,197,724)	(1,495,406)
	Number	
	2023	2022
Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS	1,306,203,102	1,226,304,763
Weighted average number of ordinary shares outstanding during the year used in calculating dilutive EPS	1,306,203,102	1,226,304,763
Basic/diluted loss per share (cents)	(0.55)	(0.05)

Note 12: Segment Information

The Group has three operating segments, being, Provision of Creative Art, Game Development and Publishing and All Other Segments.

Note 13: Events Subsequent to Reporting Date

On 19 January 2024, the Company issued 1,535,516 fully paid ordinary shares at a deemed value of \$0.131 per share in relation to Tranche 4 to 7 of 12 tranches for part consideration of acquisition of 60% of Flying Sheep Studios Sdn Bhd.

On 19 January 2024, the Company issued 239,768 fully paid ordinary shares at a deemed value of \$0.173 per share in relation to Tranche 5 to 8 of 12 tranches for part consideration of acquisition of 60% of Hashcode Studio Sdn Bhd (formerly known as Gameconomy Sdn Bhd).

Note 14: Interest in Subsidiaries

(a) Information about Principal Subsidiaries

Name of subsidiary	Country of Incorporation	Ownership interest held by the Group		Proportion of non-controlling interest	
		2023	2022	2023	2022
Appxplore (iCandy) Limited	British Virgin Island	100%	100%	-	-
Appxplore (iCandy) Sdn Bhd	Malaysia	100%	100%	-	-
Inzen (iCandy) Pte Ltd	Singapore	100%	100%	-	-
PT Joyseed Berhagi Sukses	Indonesia	67%	67%	33%	33%
Beetleroar Sdn Bhd	Malaysia	80%	80%	20%	20%
iCandy Games Limited	British Virgin Island	100%	100%	-	-
iCandy Media Limited	British Virgin Island	100%	100%	-	-
PT Joyseed Nusantara Sukses	Indonesia	95%	-	5%	-
iCandy Digital Pte Ltd	Singapore	-	100%	-	-
iCandy Play Limited	British Virgin Island	-	100%	-	-
Hashcode Studio Sdn Bhd (formerly known as Gameconomy Sdn Bhd)	Malaysia	60%	60%	40%	40%
Flying Sheep Studios GmbH	Germany	60%	60%	40%	40%
Lemon Sky Holdings Limited	British Virgin Island	100%	100%	-	-
Lemon Sky Animation Sdn Bhd	Malaysia	100%	100%	-	-
Lemon Sky Seed Sdn Bhd	Malaysia	100%	100%	-	-
Lemon Sky Candy Sdn Bhd	Malaysia	100%	-	-	-
Sky Candy Sdn Bhd	Malaysia	100%	100%	-	-
Visual Art Workshop Sdn Bhd	Malaysia	100%	100%	-	-
Lemon Sky North Sdn Bhd	Malaysia	100%	100%	-	-
Limao Games Sdn Bhd	Malaysia	100%	-	-	-
Lemon Sky Studios Pte Ltd	Singapore	100%	100%	-	-
Lemon Sky International Limited	British Virgin Island	100%	100	-	-
Digital Games International Pte Ltd	Singapore	100%	100%	-	-
AF Opportunity Sdn Bhd	Malaysia	100%	0%	-	-

(b) Significant Restrictions

There are no significant restrictions over the Group's ability to access or use assets, and settle liabilities, of the Group.

COMPLIANCE STATEMENT

For the year ended 31 December 2023

COMPLIANCE STATEMENT

The financial information provided in Appendix 4E is based on the annual financial report which is being prepared in accordance with Australian Accounting Standards or standards acceptable to ASX.

The report and the account upon which the report is based use the same accounting policies.

In the Directors' Opinion, this report gives a true and fair view of the matters disclosed.

This report is based on accounts which are in the process of being audited.

The financial report is not likely to be the subject of dispute or qualification.

A handwritten signature in black ink, appearing to read "Kin Wai Lau".

Kin Wai Lau
Director
Dated: 29 February 2024