

# GLOBAL GOLD HOLDINGS LTD

## Appendix 4D

### Half Year Report

For the period ended 31 December 2016

(Previous corresponding period: 31 December 2015)

#### Results for announcement to the market

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	31 Dec 2016 Current Period \$'000	Percentage Change Up /(Down)	Change Up/(Down) \$'000	31 Dec 2015 Previous Corresponding Period \$'000
Revenue from ordinary activities	-	(100%)	(1)	1
Loss from ordinary activities after tax	(1,457)	(871%)	(1,307)	(150)
Net loss for the period attributable to members	(1,457)	(871%)	(1,307)	(150)

#### Dividends

The Company does not propose to pay any dividends in the current period.

#### Net tangible assets per security

	Current Period (31 Dec 2016)	Previous Corresponding Period (31 Dec 2015)
Cents per ordinary share	3.07 cents	0.39 cents

#### Details of entities over which control has been gained or lost

##### *Control gained over entities*

N/A

##### *Control lost over entities*

On 14 October 2016, a subsidiary of the Company, Global Gold Holdings (HK) Limited was deregistered.

**Details of Associates****Details of Associates****Current Period****Previous Corresponding Period**

N/A

**Accounting Standards**

For foreign entities, the set of accounting standards used in compiling the report:-

**IFRS**

**Auditor's review report**

For all entities, if the accounts are subject to audit dispute or qualification, include a description of the dispute or qualification.

**N/A**

GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416 AND  
CONTROLLED ENTITIES**

**Interim Financial Report**

**DIRECTORS' REPORT**

Your directors submit the financial report of the consolidated group for the half-year ended 31 December 2016.

**Directors**

The names of directors who held office during or since the end of the half-year:

Mr Michael Soucik	Non-Executive Chairman	(appointed on 25 May 2016)
Daniel Smith	Non-Executive Director	(appointed on 20 Sep 2016)
Nicholas Ong	Non-Executive Director	(appointed on 1 February 2017)
Leonard Math	Non-Executive Director	(appointed on 25 May 2016, resigned on 1 February 2017)
Tunku Naquiyuddin	Non-Executive Chairman	(appointed on 20 June 2007, resigned on 20 Sep 2016)
Dato Mohamad Nazir Bin Meraslam	Non-Executive Director	(appointed on 20 May 2009, resigned on 20 Sep 2016)

**Review of Operations**

The net loss after tax of the Group for the half year was \$1,456,748 (2015: \$149,862).

On 14 October 2016, a subsidiary of the Company, Global Gold Holdings (HK) Limited was deregistered.

On 1 December 2016, the Company announced that it has completed a consolidation of its issued ordinary shares on the basis that every 30 ordinary shares consolidate into 1 ordinary share. The new capital structure of the Company is 52,677,103 ordinary shares.

**Auditor's Independence Declaration**

The lead auditor's independence declaration under s 307C of the *Corporations Act 2001* is set out on page 2 for the half-year ended 31 December 2016.

This report is signed in accordance with a resolution of the Board of Directors.



**Director**

Dan Smith

Dated this 28<sup>th</sup> day of February 2017, Perth.

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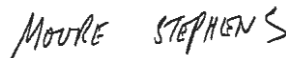
**AUDITOR'S INDEPENDENCE DECLARATION UNDER  
S307C OF THE *CORPORATIONS ACT 2001* TO THE DIRECTORS OF GLOBAL GOLD HOLDINGS LIMITED**

As lead auditor for the review of Global Gold Holdings Limited for the half-year ended 31 December 2016, I declare that, to the best of my knowledge and belief, there have been:

- no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- no contraventions of any applicable code of professional conduct in relation to the review.



**Suan-Lee Tan**  
**Partner**



**Moore Stephens**  
**Chartered Accountants**

Signed at Perth this 28<sup>th</sup> day of February 2017

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE  
INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

		<b>Consolidated</b>	
	<b>Note</b>	<b>31.12.2016</b>	<b>31.12.2015</b>
		<b>\$</b>	<b>\$</b>
Revenue		-	669
Other revenue	2(a)	9,522	45
Cost of sales		-	-
Gross profit		9,522	714
Other income	2(b)	74,140	14,682
Administrative expenses		(185,706)	(165,117)
Forex reserve on deregistration of HK recycled from other comprehensive loss		(1,007,029)	-
Other expenses	2(c)	(347,675)	(141)
<b>Loss before income tax</b>		<b>(1,456,748)</b>	<b>(149,862)</b>
Income tax		-	-
<b>Loss for the period</b>		<b>(1,456,748)</b>	<b>(149,862)</b>
<b>Other comprehensive (loss) / income</b>			
<i>Items that may be reclassified to profit or loss:</i>			
Net gain on re-measurement of available for sale financial assets		30,331	179,005
Foreign exchange losses arising from translations of financial statements of foreign operations		(85,205)	(132,390)
Forex reserve on deregistration of HK subsidiary recycled to profit or loss		1,007,029	-
Other comprehensive income for the period, net of tax		952,155	46,615
<b>Total comprehensive loss for the period</b>		<b>(504,593)</b>	<b>(103,247)</b>
<b>Net loss attributable to:</b>			
-Equity holders of the parent entity		(1,456,748)	(149,862)
-Non controlling interests		-	-
		(1,456,748)	(149,862)
<b>Total comprehensive loss attributable to:</b>			
-Equity holders of the parent entity		(504,593)	(103,247)
-Non-controlling interests		-	-
		(504,593)	(103,247)
Basic and diluted loss per share (cents)		(0.11)	(0.02)

The consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2016**

	<b>Consolidated</b>	
	<b>31.12.2016</b>	<b>30.6.2016</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	1,113,122	1,009,462
Trade and other receivables	360,672	620,434
Other current assets	33,882	19,063
Current tax receivable	1,803	1,965
Held for trading investments	5,300	4,800
Available for sale investments	64,735	-
<i>Total Current Assets</i>	<u>1,579,514</u>	<u>1,655,724</u>
<b>NON CURRENT ASSETS</b>		
Available for sale investments	-	397,333
Property, plant and equipment	112,207	124,761
<i>Total Non-Current Assets</i>	<u>112,207</u>	<u>522,094</u>
<b>TOTAL ASSETS</b>	<u>1,691,721</u>	<u>2,177,818</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	74,057	55,561
<i>Total Current Liabilities</i>	<u>74,057</u>	<u>55,561</u>
<b>TOTAL LIABILITIES</b>	<u>74,057</u>	<u>55,561</u>
<b>NET ASSETS</b>	<u><b>1,617,664</b></u>	<u><b>2,122,257</b></u>
<b>EQUITY</b>		
Equity attributable to equity holders of the parent		
Issued capital	3 29,010,276	29,010,276
Reserves	(1,259,277)	(1,018,963)
Accumulated losses	(26,133,335)	(25,869,056)
<b>TOTAL EQUITY</b>	<u><b>1,617,664</b></u>	<u><b>2,122,257</b></u>

The consolidated statement of financial position is to be read in conjunction with the accompanying notes.

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

	<b>Issued Capital</b>	<b>Reserves</b>	<b>Accumulated Losses</b>	<b>Total</b>
<b>Consolidated</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Balance at 1 July 2016</b>	29,010,276	(1,018,963)	(25,869,056)	2,122,257
Foreign currency translation	-	(85,205)	-	(85,205)
Change in the fair value of available for sale investment	-	30,331	-	30,331
Forex reserve on deregistration of HK recycled to profit or loss	-	1,007,029	-	1,007,029
Reclassification of reserve to accumulated losses	-	(1,192,469)	1,192,469	-
Loss for the period	-	-	(1,456,748)	(1,456,748)
<b>At 31 December 2016</b>	<u>29,010,276</u>	<u>(1,259,277)</u>	<u>(26,133,335)</u>	<u>1,617,664</u>
<b>Balance at 1 July 2015</b>	28,178,986	(815,679)	(24,782,318)	2,580,989
Foreign currency translation	-	(132,390)	-	(132,390)
Change in the fair value of available for sale investment	-	179,005	-	179,005
Loss for the period	-	-	(149,862)	(149,862)
<b>At 31 December 2015</b>	<u>28,178,986</u>	<u>(769,064)</u>	<u>(24,932,180)</u>	<u>2,477,742</u>

The statement of changes in equity is to be read in conjunction with the accompanying notes.

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

	<b>Consolidated</b>	
	<b>31.12.2016</b>	<b>31.12.2015</b>
	<b>\$</b>	<b>\$</b>
<b>Cash flows from operating activities</b>		
Cash receipts from customers	45,456	-
Cash payments to employees and suppliers	(173,951)	(149,247)
Interest received	10,520	13,969
Interest paid	-	-
Income tax (paid)/ refund	-	-
<b>Net cash used in operating activities</b>	<b>(117,975)</b>	<b>(135,278)</b>
<b>Cash flows from investing activities</b>		
Proceeds from sale of property, plant and equipment	158	-
Proceeds from sale of available for sale investments	237,013	-
<b>Net cash from investing activities</b>	<b>237,171</b>	<b>-</b>
<b>Cash flows from financing activities</b>		
Advancement of loans to other entities	-	(15,961)
<b>Net cash used in financing activities</b>	<b>-</b>	<b>(15,961)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>119,196</b>	<b>(151,239)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>1,009,462</b>	<b>374,144</b>
Effect of exchange rate fluctuations on cash and cash equivalents	(15,536)	6,094
<b>Cash and cash equivalents at end of period</b>	<b>1,113,122</b>	<b>228,999</b>

The consolidated cash flow statement is to be read in conjunction with the accompanying notes



**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

**NOTE 1: BASIS OF PREPARATION**

These general purpose financial statements for the interim half-year reporting period ended 31 December 2016 have been prepared in accordance with requirements of the Corporations Act 2011 and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. The Group 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 latest annual financial statements of Global Gold Holdings Limited and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. The half year financial report does not include notes of the type normally included in an annual report. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2016, together with any public announcements made during the half-year.

These interim financial statements were authorised for issue on 28 February 2017.

**a. Accounting Policies**

The condensed consolidated financial statements have been prepared on a basis of historical cost, unless stated otherwise in the notes. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian Dollars, unless stated otherwise. 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.

**New, revised or amending Accounting Standards and Interpretations adopted**

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

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**b. Critical Accounting Estimates and Significant Judgments Used In Applying Accounting Policies**

The critical estimates and judgments are consistent with those applied and disclosed in the 30 June 2016 annual report.

**c. Going Concern**

The financial statements of the Group have been prepared on a going concern basis of accounting which assumes that the Group will be able to meet its commitments, realise its assets, discharge its liabilities in the ordinary course of business.

Although the Group has reported a net loss after tax of \$1,456,748 (2015: \$149,862) and a net cash operating outflow of \$117,975 (2015: \$135,278) for the half year ended 31 December 2016, the Group's total current assets exceed its total current liability by \$1,505,457 (30 June 2016: \$1,600,163) at the end of this period.

The Directors believe that at the date of signing the financial statement there are reasonable grounds to believe that having regard to the matter set out above, the Group will be able to generate sufficient funds to meet its obligations as and when they fall due.

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

**NOTE 2: OTHER REVENUE AND OTHER INCOME**

	<b>Consolidated Group</b>	
	<b>For the six months ended 31.12.2016</b>	<b>For the six months ended 31.12.2015</b>
	<b>\$</b>	<b>\$</b>
(a) Other revenue		
Interest	9,522	45
	<u>9,522</u>	<u>45</u>

	<b>Consolidated Group</b>	
	<b>For the six months ended 31.12.2016</b>	<b>For the six months ended 31.12.2015</b>
	<b>\$</b>	<b>\$</b>
(b) Other Income		
Gain on disposal of property, plant and machinery	158	-
Interest income from money lending	2,379	13,924
Gain on revaluation of held for trading investments	500	400
Reversal of impairment of receivables	69,837	-
Unrealised foreign exchange gain	1,245	-
Others	21	358
	<u>74,140</u>	<u>14,682</u>

	<b>Consolidated Group</b>	
	<b>For the six months ended 31.12.2016</b>	<b>For the six months ended 31.12.2015</b>
	<b>\$</b>	<b>\$</b>
(c) Other expenses		
Loss on foreign exchange	-	141
Loss on disposal of available for sale investments	105,333	-
Impairment of receivables	242,342	-
	<u>347,675</u>	<u>141</u>

**NOTE 3: ISSUED CAPITAL**

	<b>At 31.12.2016</b>	<b>At 30.6.2016</b>
	<b>\$</b>	<b>\$</b>
31 December 2016: 52,677,103 (30 June 2016: 1,580,300,001) fully paid ordinary shares	<u>29,010,276</u>	<u>29,010,276</u>

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

**NOTE 4: SEGMENT INFORMATION**

**(i) Segment Performance**

The following table presents segment revenue and profit information for the respective half year periods.

		<b>Money Lending</b>	
		<b>Consolidated Group</b>	
		<b>For the six months ended 31.12.2016</b>	<b>For the six months ended 31.12.2015</b>
		<b>\$</b>	<b>\$</b>
Reversal of provision for impairment		69,837	-
Interest income from money lending		2,379	13,926
<b>Total segment revenue</b>		<b>72,216</b>	<b>13,926</b>
<b>Total segment results before tax</b>		<b>(212,809)</b>	<b>(71,816)</b>
		<b>Investment in Gold Equities, Gold Related Entities</b>	
		<b>Consolidated Group</b>	
		<b>For the six months ended 31.12.2016</b>	<b>For the six months ended 31.12.2015</b>
		<b>\$</b>	<b>\$</b>
Interest and dividend		9,522	43
Gain on fair value revaluation of investments classified as held for trading		500	400
<b>Total segment revenue</b>		<b>10,022</b>	<b>443</b>
<b>Total segment results before tax</b>		<b>(238,334)</b>	<b>(78,932)</b>
Reconciliation of segment result to net loss before tax			
Amounts not included in segment result but reviewed by the Board:			
• Gain/(loss) on foreign currencies		1,245	(141)
• Other income		179	1,027
• Forex reserve on deregistration of HK subsidiary recycled from other comprehensive loss		(1,007,029)	-
<b>Net loss before tax</b>		<b>(1,456,748)</b>	<b>(149,862)</b>

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

**NOTE 4: SEGMENT INFORMATION (CONT'D)**

<b>Consolidated Group</b>		
	<b>31 December 2016</b>	<b>30 June 2016</b>
	<b>\$</b>	<b>\$</b>
<b>(ii) Segment Assets</b>		
Trade receivables – money lending	338,558	599,849
Investment in gold equities & gold related entities	92,149	402,132
<i>Reconciliation of segment assets to group assets</i>		
	<b>31 December 2016</b>	<b>30 June 2016</b>
	<b>\$</b>	<b>\$</b>
Unallocated assets:		
• Corporate assets	1,261,014	1,175,837
Total assets as at end of financial period	<u>1,691,721</u>	<u>2,177,818</u>

**(iii) Assets by geographical region**

The location of segment assets is disclosed below by geographical location of the assets:

	<b>Balance as at 31.12.2016</b>	<b>Balance as at 30.6.2016</b>
	<b>\$</b>	<b>\$</b>
Australia	1,221,612	1,246,204
Malaysia	470,109	931,567
Hong Kong	-	47
<b>Total Assets</b>	<u>1,691,721</u>	<u>2,177,818</u>

**NOTE 5: INTEREST IN SUBSIDIARIES**

The consolidated financial statements include the financial statements of Global Gold Holdings Limited and the subsidiaries listed in the following table:

	<b>Country of Incorporation</b>	<b>% Equity interest</b>	
		<b>31.12.2016</b>	<b>31.12.2015</b>
Rimbun Teratai Sdn Bhd	Malaysia	100%	100%
G-Vest Corporation Sdn Bhd	Malaysia	100%	100%
Global Gold Holdings (HK) Limited	Hong Kong	Deregistered	100%

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2016**

**NOTE 6: CONTINGENT LIABILITIES**

There has been no change in contingent liabilities since the last annual reporting date.

**NOTE 7: EVENTS SUBSEQUENT TO REPORTING DATE**

On 25 January 2017, the Company announced that its wholly owned subsidiary company G-Vest Corporation Sdn. Bhd. has entered into a debt settlement agreement with its receivable, Crossborder Alliance (M) Sdn. Bhd. Under the agreement, the Company will receive RM800,000 (AUD246,480) from Crossborder Alliance (M) Sdn. Bhd in final settlement of the outstanding loan balance.

Subsequent to period end, the Company sold all of its remaining available for sale investments.

There were no other material events subsequent to the end of the reporting period that have not been reflected in this financial statements.

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
AND CONTROLLED ENTITIES**

**DIRECTORS' DECLARATION**

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 3 to 11 are in accordance with the *Corporations Act 2001*, including:
  - a. complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
  - b. giving a true and fair view of the consolidated entity's financial position as at 31 December 2016 and of its performance for the half-year ended on that date.
2. 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.

This declaration is made in accordance with a resolution of the Board of Directors.



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**DIRECTOR**

Dan Smith

Dated this 28<sup>th</sup> day of February 2017, Perth.

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## INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF GLOBAL GOLD HOLDINGS LIMITED AND ITS CONTROLLED ENTITIES

### Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Global Gold Holdings Limited which comprises the consolidated condensed statement of financial position as at 31 December 2016 the consolidated condensed statement of profit or loss and other comprehensive income, consolidated condensed statement of changes in equity, the consolidated condensed statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

### *Directors' Responsibility for the Half-Year Financial Report*

The directors of Global Gold Holdings 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 (including Australian Accounting Interpretations) 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 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 half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of Global Gold Holdings Limited's financial position as at 31 December 2016 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 Gold Holdings 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*.

**GLOBAL GOLD HOLDINGS LIMITED ACN 123 879 416  
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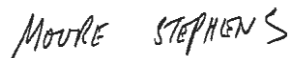
*Conclusion*

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 Gold Holdings Limited is not in accordance with the *Corporations Act 2001* including:

- (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2016 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.



**Suan-Lee Tan**  
**Partner**



**Moore Stephens**  
**Chartered Accountants**

Signed at Perth this 28<sup>th</sup> day of February 2017