



Buddy

INTERIM FINANCIAL REPORT

for the Half year ended 31 December 2016

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Contents

CORPORATE INFORMATION	1
DIRECTORS' REPORT	2
AUDITOR'S INDEPENDENCE DECLARATION	5
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME.....	6
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION.....	7
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	8
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS.....	10
NOTES TO THE FINANCIAL STATEMENTS	11
DIRECTORS' DECLARATION	14
INDEPENDENT AUDITOR'S REVIEW REPORT	15

This financial report covers the Buddy Platform Limited Group, consisting of Buddy Platform Limited and its subsidiaries. The financial report is presented in Australian dollars.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Corporate Information

Directors:

Richard Borenstein
Non-Executive Chairman

David McLauchlan
CEO & Executive Director

Ananda Kathiravelu
Non-Executive Director

Alexander Gounares
Non-Executive Director

John van Ruth
Non-Executive Director

Lawyers:

DLA Piper
Level 31, Central Park
152-158 St Georges Terrace
Perth, WA 6000

Auditors:

Nexia Perth Audit Services Pty Ltd
Level 3
88 William Street
PERTH WA 6000

Bankers:

Westpac Banking Corporation
108 Stirling Highway
Nedlands WA 6009

Website:

www.buddy.com

Registered & Principal Office:

Suite 1, GF, 437 Roberts Road
Subiaco WA 60008
Telephone: + 618 6380 2555
Facsimile: + 618 9381 1122

Postal Address:

P.O. Box 2138
SUBIACO WA 6904

Seattle Office:

217 Pine Street Suite 700
Seattle, Washington 98101
USA
Telephone: +1 206 745 9112

Adelaide Office:

Level 2, 333 King William Street
Adelaide, SA 5000

Home Stock Exchange:

Australian Securities Exchange Limited
Level 40
Central Park
152-158 St George's Terrace
PERTH WA 6000

ASX Code:

BUD (Ordinary Shares)

Share Registry:

Link Market Services Limited
Level 4, 152 St Georges Terrace
PERTH WA 6000

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Directors' Report

The Directors have pleasure in submitting their report on the Group, being the Company and its controlled entities, for the 6 months ended 31 December 2016. In order to comply with the provisions of the Corporations Act 2001, the Directors' report is as follows:

DIRECTORS

The names and details of Directors in office at any time during the period were:

Richard Borenstein	Non Executive Chairman
David McLauchlan	CEO & Executive Director
Alexander Gounares	Non Executive Director
John van Ruth	Non Executive Director
Ananda Kathiravelu	Non Executive Director

Directors have been in office since the start of the period to the date of this report.

PRINCIPAL ACTIVITIES

Buddy Platform Limited ("Buddy" or the "Group") provides one of the world's first data aggregation, management and control platforms for the IoT and connected devices. Buddy advances the Quantified Economy by providing the critical infrastructure by which businesses and organizations can, in real time, access and analyse the data generated by connected devices, and unlock the economic opportunities delivered by this data. Buddy Platform users represent a wide variety of industries, including airlines, agriculture, automotive, consumer electronics, robotics, software development, telecommunications, and transportation.

RESULTS

The net loss attributable to members of the parent entity for the period ended 31 December 2016 amounted to \$5,954,940 (2015: \$12,988,382).

OPERATING AND FINANCIAL REVIEW

The results announced remain fully in line with management expectations and market guidance, in particular with respect to the company historically seeking to grow data volume and device traffic as the first priority, ahead of revenue.

Summaries of each of the financial statements follow:

Statement of Profit or Loss and Other Comprehensive Income

- Revenue and income were A\$271k and total expenses were A\$6.2 million. Expenses excluding share based payments, impairment and depreciation were A\$4.6 million
- The company recorded a total comprehensive loss of A\$6.0 million, with EBITDA excluding share based payments and impairment of A\$4.3 million
- Basic and diluted loss per share of A\$0.007.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Statement of Financial Position and Statement of Changes in Equity

- Cash and cash equivalents of A\$11.0 million
- Total equity of A\$11.4 million with total assets of A\$12.2 million and total liabilities of A\$800k
- Shares issued of A\$4.5 million less costs of raising capital of A\$404k.

Statement of Cash Flows

- Net increase in cash and cash equivalents of A\$116k
- Net cash used in operating activities of A\$3.9 million including operating cash receipts of A\$169k and operating cash payments of A\$4.1 million
- Net cash used in investing activities of A\$52k and net cash provided by financing activities of A\$4.1 million.

Half year on half year comparisons are not provided as the Company's previous 4D filing only reflected the period between December 17 and December 31, 2015. As such, there is no reasonable comparison to be made with this period.

Subsequent to the reporting period, the Company has already announced signed contracts representing booked revenue (nearly all of which will land in CY2017) of up to A\$2.6 million, and this second half of FY2017 is well on track to see revenue growth exceeding 300%.

Aside from financial metrics, on July 11 2016, the Company announced that it was processing data at a rate exceeding one billion transactions per month. The following week, the Company announced that it had exceeded 20 million discrete transactions per day for three consecutive weeks, some 17 months ahead of schedule. We're pleased to share that Buddy's rate of traffic and device growth continued upwards, resulting in a peak daily traffic figure for the period of over 53.5 million discrete transactions per day (recorded on December 30, 2015). The trajectory puts Buddy on a path to process data at a rate exceeding two billion transactions per month in just over half the time it took to get to one billion transactions per month.

Subsequent to the reporting period, the Company has recorded a peak traffic metric exceeding 75 million discrete transactions per day and expects to exceed 100 million discrete transactions per day in FY17 Q4. That run rate would put the company on a trajectory to process in excess of 36 billion transactions per year.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

SUBSEQUENT EVENTS

No other matter or circumstance has arisen since 31 December 2016 that has significantly affected or may significantly affect the operations of the Consolidated Entity, the results of those operations or the state of affairs of the Consolidated Entity, in subsequent financial years.

LIKELY DEVELOPMENTS

Other than as disclosed elsewhere in this report, there are no likely developments in the operations of the Group that were not finalised at the date of this report. Further information as to likely developments in the operations of the Group and Company and likely results of those operations would in the opinion of the Directors, be likely to result in unreasonable prejudice to the Group.

AUDITORS INDEPENDENCE DECLARATION

The auditor's independence declaration as required under section 307C of the *Corporations Act 2001* for the 6 months ended 31 December 2016 has been received and can be found on page 5.

AUDITOR

Nexia Perth Audit Services Pty Ltd continues in office in accordance with section 327 of the Corporation Act 2001.

Signed in accordance with a resolution of the Directors made pursuant to Section 306(3) of the *Corporations Act 2001*.



David McLauchlan
CEO, Executive Director
Dated 28 February 2017
Seattle

Auditor's independence declaration under section 307C of the Corporations Act 2001

To the directors of Buddy Platform Limited

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2016, there have been:

- (i) no contraventions of the auditor's independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

NPAS

Nexia Perth Audit Services Pty Ltd

Amar Nathwani

Amar Nathwani

Director

Perth 28 February 2017

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Condensed Consolidated Statement of Profit or Loss and Other
Comprehensive Income
For the Half-year ended 31 December 2016

	Consolidated	
	Buddy Platform Limited	Buddy Platform Limited
	Half year ended 31 December 2016	31 December 2015 (for the period 17 December to 31 December 2015)
Note	\$	\$
Service revenue	222,531	87,835
Finance income	48,770	33,982
Cost of sales	(40,297)	-
Advertising & marketing	(372,907)	-
Financial, administration, insurance and compliance costs	(1,003,305)	(179,505)
Depreciation	(33,451)	(31,798)
Employee benefits expense	(1,986,656)	(221,827)
Research & development	(934,073)	-
Share based payments	(1,214,865)	(3,052,909)
Travel	(254,946)	-
Impairment of available for sale assets	(385,741)	-
Consideration less fair value of net assets acquired on business combination	-	(9,624,160)
Profit / (Loss) before income tax expense	(5,954,940)	(12,988,382)
Income tax benefit	-	-
Profit / (Loss) for the period	(5,954,940)	(12,988,382)
Other Comprehensive Income / (Loss):		
Items that may be reclassified subsequently to profit or loss:		
Revaluation of investments	(45,603)	(68,073)
Foreign currency translation differences for foreign operations	17,169	(10,145)
Other comprehensive income / (loss) for the period, net of tax	(28,434)	(78,218)
Total Comprehensive Income / (Loss) for the period	(5, 983,374)	(13,066,600)
Total Comprehensive Income / (Loss) attributable to:		
Owners of the parent	(5,983,374)	(13,066,600)
Non-controlling interest	-	-
Basic & Diluted Profit / (Loss) per share - cents per share	(0.007)	(0.08)

The above Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Condensed Consolidated Statement of Financial Position
As at 31 December 2016

	Note	Consolidated Buddy Platform Limited 31 December 2016 \$	Buddy Platform Limited 30 June 2016 \$
ASSETS			
Current assets			
Cash and cash equivalents		10,969,205	10,835,739
Other receivables		340,826	190,104
Total current assets		11,310,031	11,025,843
Non-current assets			
Property, plant & equipment		186,721	167,743
Investments	3	703,409	1,134,753
Total non-current assets		890,130	1,302,496
TOTAL ASSETS		12,200,161	12,328,339
LIABILITIES			
Current liabilities			
Trade and other payables		791,749	247,418
Total current liabilities		791,749	247,418
TOTAL LIABILITIES		791,749	247,418
NET ASSETS		11,408,412	12,080,921
EQUITY			
Share capital	2	32,090,674	27,994,674
Reserves		17,143,027	15,956,596
Accumulated losses		(37,825,289)	(31,870,349)
TOTAL EQUITY		11,408,412	12,080,921

The above Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying notes.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Condensed Consolidated Statement of Changes in Equity
For the half year ended 31 December 2016

Consolidated 2016	Issued Capital \$	Option Reserve \$	Foreign Currency Translation Reserve \$	Available for Sale Reserve \$	Accumulated Losses \$	Total Equity \$
Total equity at 30 June 2016	27,994,674	16,036,314	(125,321)	45,603	(31,870,349)	12,080,921
Total Comprehensive Profit / (Loss) for the period						
Total Loss for the half year to 31 December 2016	-	-	-	-	(5,954,940)	(5,954,940)
Other Comprehensive Loss	-		17,169	(45,603)		(28,434)
Total Comprehensive Loss for the period	-	-				(5,983,374)
Transactions with equity holders:						
Shares issued during the period:						
Shares issued pursuant to capital raising	4,500,000	-	-	-	-	4,500,000
Costs of capital raising	(404,000)	-	-	-	-	(404,000)
Share based payments		1,214,865				1,214,865
Total equity at 31 December 2016	32,090,674	17,251,179	(108,152)	-	(37,825,289)	11,408,412

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Condensed Consolidated Statement of Changes in Equity (continued)

For the period 17 December 2015 to 31 December 2015

Consolidated 2015	Issued Capital \$	Option Reserve \$	Foreign Currency Translation Reserve \$	Available for sale Reserve \$	Accumulated Losses \$	Non- Controlling Interest \$	Total Equity \$
Total equity at 17 December 2015	30,450,232	-	2,241,138	-	(28,734,787)	(2,350,079)	1,606,504
Total Comprehensive Profit / (Loss) for the period							
Total Loss for the period	-				(12,988,382)		(12,988,382)
Other Comprehensive Income	-		(10,145)	(68,073)			(78,218)
Total Comprehensive Loss for the period							(13,066,600)
Elimination of Potash Minerals Ltd accumulated losses On consolidation	-	-	(2,241,138)		28,734,787	-	26,493,649
Elimination of Potash Minerals Ltd Non-controlling interest on consolidation	-	-				2,350,079	2,350,079
Recognition of accumulated losses of Buddy at 17-Dec-15				-	(7,382,332)	-	(7,382,332)
Transactions with equity holders:							
Shares issued during the period:							
Elimination of Potash Minerals on consolidation	(30,450,232)	-	-	-	-	-	(30,450,232)
Buddy issued capital as at 17 December 2015	6,988,373	-	-	-	-	-	6,988,373
Consideration for the acquisition of Potash	13,453,286	-	-	-	-	-	13,453,286
Shares issued pursuant to capital raising	12,500,000	-	-	-	-	-	12,500,000
Convertible notes converted to Buddy Share Capital	1,035,487	-	-	-	-	-	1,035,487
Costs of capital raising	(5,468,189)	-	-	-	-	-	(5,468,189)
Recognition of Buddy Option reserve	-	27,251	-	-	-	-	27,251
Fair value of options issued under prospectus	-	7,752,348	-	-	-	-	7,752,348
Total equity at 31 December 2015	28,508,957	7,779,599	(10,145)	(68,073)	(20,370,714)	-	15,839,624

The above Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying notes.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Condensed Consolidated Statement of Cash Flows
For the half year ended 31 December 2016

		Consolidated	
		Buddy Platform Limited 31 December 2016	Buddy Platform Limited 31 December 2015 (for the period 17 December 2015 to 31 December 2015)
	Note	\$	\$
<i>Cash flows from operating activities</i>			
Interest received		48,481	33,982
Cash received from customers		120,867	-
Payments for research & development		(876,240)	-
Payments to suppliers and employees		(3,220,671)	(454,409)
Net cash used in operating activities		(3,927,563)	(420,427)
<i>Cash flows from investing activities</i>			
Payments for plant & equipment		(52,140)	-
Net cash used in investing activities		(52,140)	-
<i>Cash flows from financing activities</i>			
Proceeds from the issue of shares	2	4,500,000	12,500,000
Capital raising costs		(404,000)	(768,770)
Net cash provided by financing activities		4,096,000	11,731,230
Net increase/(decrease) in cash and cash equivalents		116,297	11,310,803
Cash and cash equivalents at the 1 July 2016		10,835,739	-
Cash and cash equivalents as at 17 December 2015			3,372,427
Effects of exchange rate changes on the balances of cash held in foreign currencies		17,169	-
Cash and cash equivalents at the end of the period		10,969,205	14,683,230

The above Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Notes to the Financial Statements
For the half year ended 31 December 2016

NOTE 1 – STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

STATEMENT OF COMPLIANCE

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with Australian Accounting Standard AASB 134 *Interim Financial Reporting*, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board (AASB) and the *Corporations Act 2001*. Compliance with AASB 134 ensures compliance with IAS 34 *Interim Financial Reporting*.

The interim financial report does not include full disclosures of the type normally included in an annual financial report. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Group as in a full financial report.

It is recommended that this financial report be read in conjunction with the annual financial report for the year ended 30 June 2016 and any public announcements made by the Company during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001* and the ASX Listing Rules.

This consolidated interim financial report was approved by the Board of Directors on 28 February 2017.

BASIS OF PREPARATION

The interim financial report has been prepared on a historical cost basis except for the investment in other Companies which is measured and reported at fair value. Cost is based on the fair value of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

SIGNIFICANT ACCOUNTING JUDGEMENTS AND KEY ESTIMATES

The preparation of interim financial reports requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing this interim financial report, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty are disclosed in the relevant notes.

NEW ACCOUNTING STANDARDS

A number of Australian Accounting Standards (AASB's) and amendments to AASB's are effective for the first time for the year ending 30 June 2017. The Group has no transactions that are materially affected by these new standards.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Notes to the Financial Statements (continued)
For the half year ended 31 December 2016

NOTE 2 - ISSUED CAPITAL & RESERVES

CONSOLIDATED AND PARENT ENTITY 2016

(a) Issued and Paid Up Capital

Fully paid ordinary shares

	#	\$
Ordinary Shares		
	804,532,819	32,090,674

(b) Movements in fully paid shares on issue

Opening balance as at 1 July 2016

Shares issued pursuant to capital raising

Costs of capital raising

Balance as at 31 December 2016

	759,532,819	27,994,674
	45,000,000	4,500,000
	-	(404,000)
	804,532,819	32,090,674

(c) Share Options

Opening Balance 1 July 2016

Options granted

Options forfeited

Options vested

Balance as at 31 December 2016

	Options	
	215,706,826	
	13,000,000	
	(7,709,368)	
	220,997,458	

(c) Option reserve

Opening Balance 1 July 2016

Share based payments

Balance as at 31 December 2016

	\$
	16,036,314
	1,214,865
	17,251,179

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Notes to the Financial Statements (continued)
For the half year ended 31 December 2016

NOTE 3 – INVESTMENTS

Non-current

	Consolidated	
	Buddy Platform Limited 31 December 2016 \$	Buddy Platform Limited 30 June 2016 \$
Available-for-sale financial assets carried at fair value ⁽ⁱ⁾ :		
• Listed shares	703,409	1,134,753
Total	703,409	1,134,753
Opening balance	1,134,753	294,978
Revaluation of Radar Iron (renamed Weebit Nano) as at the date of acquisition 17 December 2015	-	794,173
Impairment of available-for-sale financial assets ⁽ⁱⁱ⁾	(385,513)	-
(Reduction in fair value recognised in equity)	(45,831)	45,602
Closing balance of investment in associated entities	703,409	1,134,753

(i) Available-for-sale financial assets consist of investments in ordinary shares, and therefore have no fixed maturity date or coupon rate.

(ii) Due to a significant drop in the value of the Company's investment in Weebit Nano Limited, the movement in the fair value has been impaired in accordance with *AASB 139 Financial instruments: recognition and measurement*. The impairment loss has been recognised in the profit and loss in accordance with *AASB 139 Financial instruments*

NOTE 4– RELATED PARTY TRANSACTIONS

Other related party transactions are in the form of short term employee benefits, post-employment benefits, share based payments and loans to subsidiaries.

NOTE 5 – CONTINGENT LIABILITIES

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

NOTE 6 – SUBSEQUENT EVENTS

No other matter or circumstance has arisen since 31 December 2016 that has significantly affected or may significantly affect the operations of the Consolidated Entity, the results of those operations or the state of affairs of the Consolidated Entity, in subsequent financial years.

NOTE 7 – SEGMENT NOTE

Those charged with governance receive operating results for the Group as a whole, therefore the Group is deemed to be one operating segment.

BUDDY PLATFORM LIMITED
ACN: 121 184 316

Directors' Declaration

In the opinion of the directors of Buddy Platform Limited ('the Company'):

1. The attached condensed consolidated interim financial statements and notes thereto are in accordance with the Corporations Act 2001 including:
 - a. complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting*, the Corporations Regulations 2001 and other mandatory professional reporting requirements; 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 period 1 July 2016 to 31 December 2016.
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.

This declaration is signed in accordance with a resolution of the Board of Directors made pursuant to s.303(5) of the Corporations Act 2001.

On behalf of the board



David McLauchlan
CEO, Executive Director
Dated 28 February 2017
Seattle

Independent Auditor's Review Report to the members of Buddy Platform Limited

Report on the Interim Financial Report

We have reviewed the accompanying interim financial report of Buddy Platform Limited and its controlled entities (the "Group"), which comprises the condensed consolidated statement of financial position as at 31 December 2016, 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 period ended on that date, notes comprising a summary of accounting policies, other explanatory notes, and the directors' declaration of the Group comprising the Company and the entities it controlled at the half-year end or from time to time during the half-year.

Directors' Responsibility for the Interim Financial Report

The directors of the Group are responsible for the preparation of the interim financial report that gives a true and fair view in accordance with Australian Accounting Standards, including the Australian Accounting Interpretations, and the *Corporations Act 2001*. This responsibility includes: establishing and maintaining internal controls relevant to the preparation and fair presentation of the interim financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the interim 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 Group's financial position as at 31 December 2016 and its performance for the interim ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Buddy Platform Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim 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*, which has been given to the directors of Buddy Platform Limited, would be in the same terms if given to the directors as at the time of this report.

Nexia Perth

Audit Services Pty Ltd

ACN 145 447 105

Level 3, 88 William Street
Perth WA 6000

GPO Box 2570, Perth WA 6001

p +61 8 9463 2463

f +61 8 9463 2499

e audit@nexiaperth.com.au

w nexia.com.au

Liability limited by a scheme approved under Professional Standards Legislation.

Nexia Perth Audit Services Pty Ltd is an independent firm of Chartered Accountants. It is affiliated with, but independent from Nexia Australia Pty Ltd, which is a member of Nexia International, a worldwide network of independent accounting and consulting firms. Neither Nexia International nor Nexia Australia Pty Ltd, deliver services in its own name or otherwise. Nexia International Limited and the member firms of the Nexia International network (including those members which trade under a name which includes NEXIA) are not part of a worldwide partnership.

The trademarks NEXIA INTERNATIONAL, NEXIA and the NEXIA logo are owned by Nexia International Limited and used under licence.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Buddy Platform Limited and its controlled entities is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Group's financial position as at 31 December 2016 and of its performance for the half year ended 31 December 2016; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

NPAS

Nexia Perth Audit Services Pty Ltd

Amar Nathwani

Amar Nathwani

Director

Perth 28 February 2017