

# Half-Year Financial Report

HomeStay Care Pty Ltd

for the half-year ended 30 June 2018

ABN 37 612 594 475

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## General information

The financial statements cover HomeStay Care Pty Ltd as the consolidated entity consisting of HomeStay Care Pty Ltd and the entities it controls at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is HomeStay Care Pty Ltd's functional and presentation currency.

HomeStay Care Pty Ltd is a company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business are:

### Registered office

Suite B, Level 3  
18-20 York Street  
SYDNEY NSW 2000

### Principal place of business

Suite B, Level 3  
18-20 York Street  
SYDNEY NSW 2000

The information contained in this document should be read in conjunction with HomeStay Care Pty Ltd's annual report for the year ended 31 December 2017.

The financial statements were authorised for issue, in accordance with a resolution of the director, on 17th day of October 2018. The director has the power to amend and reissue the financial statements.

# Director's Report

HomeStay Care Pty Ltd

For the half-year ended 30 June 2018

The director presents the report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of HomeStay Care Pty Ltd (referred to hereafter as the 'Company') and the entities it controlled at the end of, or during, the half-year ended 30 June 2018.

## Directors

The name of the director in office at any time during or since the end of the half-year are:

- Shannon Robinson

The Director has been in office since the start of the half-year ended 30 June 2018 to the date of this report unless otherwise stated.

## Operating Result

The loss of the Group for the half-year ended 30 June 2018 amounted to \$1,302,658 (half-year ended 30 June 2017: \$118,316).

## Review of Operations

A review of the Group's operations during the half-year ended 30 June 2018, and the results of those operations, is as follows:

- The Group's operations during the half-year ended 30 June 2018 performed as expected in the opinion of the director.

## Significant Changes in the State of Affairs

No significant change in the Group's state of affairs occurred during the half-year ended 30 June 2018.

## Principal Activities

The principal activities of the Group during the half-year ended 30 June 2018 was the development of an aged care technology platform.

No significant change in the nature of these activities occurred during the half-year ended 30 June 2018.

## Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this director's report.

This report is made in accordance with a resolution of the director, pursuant to section 298(2)(a) of the Corporations Act 2001.

Signed in accordance with a resolution of the Director:



Shannon Robinson  
Director

Dated this 17th day of October 2018

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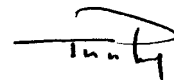
**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the financial report of HomeStay Care Pty Ltd for the half-year ended 30 June 2018, I declare that, to the best of my knowledge and belief, 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.



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TUTU PHONG  
Partner

Perth, WA  
Dated: 17 October 2018

# Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Half-Year 2018 \$	Half-Year 2017 \$
<b>For the half-year ended 30 June 2018</b>		
<b>Income</b>		
Sale of goods and services	11,430	11,789
Interest income	512	1,013
Other revenue	102,179	-
<b>Total Income</b>	<b>114,121</b>	<b>12,802</b>
<b>Total Income</b>	<b>114,121</b>	<b>12,802</b>
<b>Expenses</b>		
Amortisation and depreciation expense	100,140	1,579
Consulting fees	236,531	78,573
Cost of sales	84,127	-
Employee benefits expenses	695,522	5,012
Interest expense	877	-
Marketing expenses	43,914	-
Professional fees	73,396	6,303
Rental expenses	56,197	13,436
Travel and accommodation	51,250	12,442
Other expenses	68,825	13,773
<b>Total Expenses</b>	<b>1,416,779</b>	<b>131,118</b>
<b>(Loss) before Tax</b>	<b>(1,302,658)</b>	<b>(118,316)</b>
Income tax expense	-	-
<b>Net (loss) after Tax attributable to the owners of the Company</b>	<b>(1,302,658)</b>	<b>(118,316)</b>
Other comprehensive income for the half-year (net of tax)	-	-
<b>Total comprehensive (loss) attributable to the owners of the Company</b>	<b>(1,302,658)</b>	<b>(118,316)</b>

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

# Consolidated Statement of Financial Position

HomeStay Care Pty Ltd

As at 30 June 2018

	30 JUNE 2018	31 DECEMBER 2017
	\$	\$
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	2,106	569,353
Trade and other receivables	24,029	24,455
Inventory	154,431	-
Other assets	37,100	-
<b>Total Current Assets</b>	<b>217,666</b>	<b>593,808</b>
<b>Non-Current Assets</b>		
Intangible assets	669,308	435,060
Plant and equipment	16,576	-
<b>Total Non-Current Assets</b>	<b>685,884</b>	<b>435,060</b>
<b>Total Assets</b>	<b>903,550</b>	<b>1,028,868</b>
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Trade and other payables	670,319	77,342
Borrowings	550,000	-
Provisions	32,195	2,832
<b>Total Current Liabilities</b>	<b>1,252,514</b>	<b>80,174</b>
<b>Total Liabilities</b>	<b>1,252,514</b>	<b>80,174</b>
<b>Net (Liabilities) / Assets</b>	<b>(348,964)</b>	<b>948,694</b>
<b>Equity</b>		
Issued capital	1,417,501	1,412,501
Accumulated losses	(1,766,465)	(463,807)
<b>Total Equity</b>	<b>(348,964)</b>	<b>948,694</b>

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

# Consolidated Statement of Changes in Equity

HomeStay Care Pty Ltd

For the half-year ended 30 June 2018

	ISSUED CAPITAL \$	ACCUMULATED LOSSES \$	TOTAL EQUITY \$
<b>Consolidated</b>			
Balance at 1 January 2017	486,001	(46,314)	439,687
Loss after income tax expense for the half-year	-	(118,316)	(118,316)
Total comprehensive loss for the half-year	-	(118,316)	(118,316)
<i>Transactions with owners in their capacity as owners</i>			
Contributions of equity (net of transaction costs)	9,000	-	9,000
Balance at 30 June 2017	<u>495,001</u>	<u>(164,630)</u>	<u>330,371</u>
<b>Consolidated</b>			
Balance at 1 January 2018	1,412,501	(463,807)	948,694
Loss after income tax expense for the half-year	-	(1,302,658)	(1,302,658)
Total comprehensive loss for the half-year	-	(1,302,658)	(1,302,658)
<i>Transactions with owners in their capacity as owners</i>			
Contributions of equity (net of transaction costs)	5,000	-	5,000
Balance at 30 June 2018	<u>1,417,501</u>	<u>(1,766,465)</u>	<u>(348,964)</u>

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

# Consolidated Statement of Cash Flows

HomeStay Care Pty Ltd

For the half-year ended 30 June 2018

	Half-Year 2018 \$	Half-Year 2017 \$
<b>Cash flows from Operating Activities</b>		
Receipts from customers	13,790	6,694
Other receipts	100,000	-
Payments to suppliers and employees	(1,096,317)	(128,892)
Interest received	512	1,013
Total cash flows used in Operating Activities	(982,015)	(121,185)
<b>Cash flows from Investing Activities</b>		
Payments for platform development expenditure	(140,232)	(93,579)
Total cash flows used in Investing Activities	(140,232)	(93,579)
<b>Cash flows from Financing Activities</b>		
Proceeds from capital raising	5,000	9,000
Proceeds from borrowings	550,000	-
Total cash flows from Financing Activities	555,000	9,000
Net decrease in cash and cash equivalents	(567,247)	(205,764)
<b>Cash Balances</b>		
Cash and cash equivalents at the beginning of the half-year	569,353	439,687
Cash and cash equivalents at the end of the half-year	2,106	233,923

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



# HomeStay Care Pty Ltd

## For the half-year ended 30 June 2018

### 1. Statement of Significant Accounting Policies

#### Basis of preparation

These general purpose financial statements for the interim half-year reporting period ended 30 June 2018 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 31 December 2017.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

#### New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Group.

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

#### New Accounting Standards and Interpretations not yet mandatory or early adopted

Australian Accounting Standards and Interpretations that have recently been issued or amended but are not yet mandatory, have not been early adopted by the Group for the half-year ended 30 June 2018. The Group has not yet finalised their assessment of the impact of these new or amended Accounting Standards and Interpretations.

### 2. Contingent liabilities and assets

The Group has no contingent liabilities or assets as at 30 June 2018 (31 December 2017: nil).

### 3. Commitments

The Group has no commitments as at 30 June 2018 (31 December 2017: nil).

### 4. Events subsequent to reporting date

There are no matters or circumstances that have arisen since 30 June 2018 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial periods.

# Director's Declaration

HomeStay Care Pty Ltd

For the half-year ended 30 June 2018

In the director's opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 30 June 2018 and of its performance for the half-year ended on that date; and
- 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 director made pursuant to section 303(5)(a) of the Corporations Act 2001.



Shannon Robinson  
Director

Dated this 17th day of October 2018

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**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF  
HOMESTAY CARE PTY LTD**

We have reviewed the accompanying half-year financial report of HomeStay Care Pty Ltd which comprises the statement of financial position as at 30 June 2018, the statement of profit or loss and other comprehensive income, statement of changes in equity and 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 of the consolidated entity 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 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 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 the consolidated entity's financial position as at 30 June 2018 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 HomeStay Care Pty Ltd, 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.

**THE POWER OF BEING UNDERSTOOD**  
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*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 HomeStay Care Pty Ltd, would be in the same terms if given to the directors as at the time of this auditor's review report.

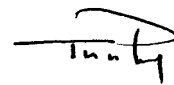
*Conclusion*

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 HomeStay Care Pty Ltd is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 30 June 2018 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

RSM

RSM AUSTRALIA PARTNERS



TUTU PHONG  
Partner

Perth, WA  
Dated: 17 October 2018