

HomeStay Care Limited

Appendix 4E

Unaudited Preliminary Final Report

Results for announcement to the market for the year ended 31 December 2018

			31 December 2018 \$'000
Revenues from ordinary activities	Up	34%	44
(Loss)/profit after tax attributable to members	Up	978%	4,501
Net (loss)/profit for the period attributable to members	Up	978%	4,501
		31 December 2018	31 December 2017
		Cents	Cents
Net tangible assets per security		0.48	0.17

Dividends (distributions)	Amount per security	Franked amount per security
Final dividend	Nil	Nil
Interim dividend	Nil	Nil
Previous corresponding period	Nil	Nil
Record date for determining entitlements to the dividend	No dividends are proposed	

Control gained over entities having material effect	
Name of entity (or group of entities)	<ul style="list-style-type: none"> - HomeStay Care International Pty Ltd (formerly HomeStay Care Pty Ltd) - Home Service Solutions Pty Ltd - HomeStay Care Solutions Pte Ltd - HomeStay Care (Singapore) Pte Ltd
Date from which such (loss)/profit has been calculated	<p>HomeStay Care Limited (formerly Antilles Oil and Gas Ltd) (the Company or HomeStay) is listed on the Australian Securities Exchange (ASX). The Company completed the legal acquisition of HomeStay Care International Pty Ltd (formerly HomeStay Care Pty Ltd) on 13 November 2018.</p> <p>HomeStay Care International Pty Ltd (the legal subsidiary) (previously HomeStay Care Pty Ltd) was deemed to be the acquirer for accounting purposes as it has obtained control over the operations of HomeStay (accounting subsidiary).</p>

Date from which such (loss)/profit has been calculated (continued)	Accordingly, the consolidated financial statements of HomeStay have been prepared as a continuation of the financial statements of HomeStay International Pty Ltd. HomeStay Care International Pty Ltd (as the deemed accounting acquirer) has accounted for the acquisition of HomeStay from 13 November 2018. The comparative information presented in the consolidated financial statements is that of HomeStay International Pty Ltd.	
Contribution to the reporting entity's results		\$
	Fair value of consideration	2,700,000
	Fair value of assets and liabilities held at acquisition date:	
	- Cash and cash equivalents	1,325,303
	- Trade and other receivables	30,044
	- Loans	900,000
	- Trade and other payables	(57,801)
	Fair value of identifiable assets and liabilities assumed	2,197,546
	Corporate transaction accounting expense	502,454

The net assets of the consolidated entity have increased to \$4,181,422 as at 31 December 2018, an increase of \$3,232,728 from net assets of \$948,694 at 31 December 2017.

The consolidated entity's net working capital, being current assets less current liabilities is a surplus of \$3,303,868 (2017: \$513,634).

These increases are as a result of the reverse takeover of ASX-listed HomeStay Care Ltd (formerly Antilles Oil and Gas Ltd), which included a \$4 million capital raising as part of the transaction. The transaction was completed on 13 November 2018.

The net loss of the consolidated entity increased from \$417,493 for the year ended 31 December 2017 to \$4,501,024 (an increase of 978%) for the year ended 31 December 2018 due to the increased activity of the consolidated entity throughout the current financial year in addition to the various costs associated with completing the reverse acquisition and re-complying with Chapters 1 and 2 of the ASX Listing Rules.

Status of Audit

This report is based on the Annual Financial Report which is in the process of being audited.

Shannon Robinson
Executive Director

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018**

	2018	2017
	\$	\$
Revenue	44,606	33,202
Cost of sales	(138,626)	(20,075)
	<u>(94,020)</u>	<u>13,127</u>
Other income	117,115	-
Amortisation expense	(260,389)	(18,925)
Consulting fees	(800,648)	(189,173)
Employee benefits expenses	(1,596,907)	(69,676)
Marketing expenses	(126,297)	(34,414)
Rental expenses	(145,129)	(30,034)
Finance costs	(5,617)	-
Share based payments	(485,935)	-
Listing costs	(502,454)	-
Other expenses	(600,743)	(88,398)
Loss before income tax	<u>(4,501,024)</u>	<u>(417,493)</u>
Income tax expense	-	-
Total loss for the year	<u>(4,501,024)</u>	<u>(417,493)</u>
Other comprehensive income		
<i>Items that may be reclassified subsequently to operating result</i>		
Exchange differences on translating foreign controlled entities	741	-
Other comprehensive income for the year	<u>741</u>	<u>-</u>
Total comprehensive loss for the year	<u>(4,500,283)</u>	<u>(417,493)</u>
Loss per share		
Basic and diluted loss (cents per share)	(1.27)	(0.21)

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018**

	2018	2017
	\$	\$
ASSETS		
Current assets		
Cash and cash equivalents	3,430,126	569,353
Other assets	289,083	-
Trade and other receivables	92,588	24,455
Inventory	121,389	-
Total current assets	<u>3,933,186</u>	<u>593,808</u>
Non-current assets		
Plant and equipment	32,010	-
Intangible assets	845,544	435,060
Total non-current assets	<u>877,554</u>	<u>435,060</u>
Total assets	<u>4,810,740</u>	<u>1,028,868</u>
LIABILITIES		
Current liabilities		
Trade and other payables	573,453	77,342
Provisions	55,865	2,832
Total current liabilities	<u>629,318</u>	<u>80,174</u>
Total liabilities	<u>629,318</u>	<u>80,174</u>
Net assets	<u>4,181,422</u>	<u>948,694</u>
EQUITY		
Issued capital	8,295,993	1,412,501
Reserves	850,260	-
Accumulated losses	<u>(4,964,831)</u>	<u>(463,807)</u>
Total equity	<u>4,181,422</u>	<u>948,694</u>

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018**

	Issued Capital \$	Accumulated Losses \$	Foreign Currency Translation Reserve \$	Share Based Payments Reserve \$	Total \$
Balance at 1 January 2017	486,001	(46,314)	-	-	439,687
Loss for the year	-	(417,493)	-	-	(417,493)
Other comprehensive income	-	-	-	-	-
Total comprehensive (loss) for the year	-	(417,493)	-	-	(417,493)
Transactions with owners, directly in equity					
Issue of share capital	926,500	-	-	-	926,500
Capital raising costs	-	-	-	-	-
Balance at 31 December 2017	1,412,501	(463,807)	-	-	948,694
Balance at 1 January 2018	1,412,501	(463,807)	-	-	948,694
Loss for the year	-	(4,501,024)	-	-	(4,501,024)
Other comprehensive income	-	-	741	-	741
Total comprehensive (loss) for the year	-	(4,501,024)	741	-	(4,500,283)
Transactions with owners, directly in equity					
Issue of share capital	7,905,000	-	-	-	7,905,000
Capital raising costs	(1,021,508)	-	-	-	(1,021,508)
Issue of options	-	-	-	849,519	849,519
Balance at 31 December 2018	8,295,993	(4,964,831)	741	849,519	4,181,422

The accompanying notes form part of these financial statements.

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018**

	2018	2017
	\$	\$
Cash flows from operating activities		
Receipts from customers	22,174	23,992
Payments to suppliers and employees	(3,331,178)	(412,586)
Interest received	4,943	2,848
Interest paid	(5,617)	-
Net cash used in operating activities	(3,308,723)	(385,746)
Cash flows from investing activities		
Purchase of customer list	-	(45,000)
Payments for platform development expenditure	(663,302)	(366,088)
Purchase of plant and equipment	(38,626)	-
Receipt of exclusivity fee	100,000	-
Cash acquired on acquisition of HomeStay Care Ltd	1,325,303	-
Net cash from/ (used in) investing activities	723,375	(411,088)
Cash flows from financing activities		
Proceeds from issue of shares	4,005,000	926,500
Transaction costs relating to the issue of shares	(457,924)	-
Proceeds from borrowings	2,000,000	-
Repayment of borrowings	(100,000)	-
Net cash provided by financing activities	5,447,076	926,500
Net increase in cash held	2,860,773	129,666
Cash at the beginning of the financial year	569,353	439,687
Cash at the end of the financial year	3,430,126	569,353

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018**

1. Significant accounting policies

This preliminary final report has been prepared in accordance with ASX Listing Rule 4.3A and the disclosure requirements of ASX Appendix 4E. This report is to be read in conjunction with any public announcements made by HomeStay Care Limited during the reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001 and Australian Securities Exchange Listing Rules.

The Preliminary Financial Statements and notes of HomeStay Care Limited and its controlled entities, complies with International Financial Reporting Standards as issued by the International Accounting Standards Board.