



19 February 2020

Appendix 4D

Half-year report

Period ended 31 December 2019

OZGROWTH LIMITED

ABN 52 126 450 271

Results for announcement to the market

Extracts from this report for announcement to the market

\$AUD

Extracts from this report for announcement to the market					\$AUD
	31 Dec 19	31 Dec 18	Change \$	Change %	
Revenue from ordinary activities	\$557,875	\$985,086	(\$427,211)	(43%)	
Profit/(loss) from ordinary activities after tax attributable to members	\$4,752,102	(\$8,667,450)	13,419,552	155%	
Net Profit/(loss) for the period attributable to members	\$4,752,102	(\$8,667,450)	13,419,552	155%	
Net Tangible Assets per share	\$0.210	\$0.192		9%	
Dividends and Distributions	Amount per security		Franked amount per security		
Interim Dividend	0.3 cents		0.3 cents		
Record date for determining entitlements to the interim dividend			4 Feb 2020		
DRP election date			5 Feb 2020		
Interim dividend payable date			21 Feb 2020		
The Company's dividend reinvestment plan is applicable to the interim dividend.					

For further information please contact:

Anthony Hewett
Company Secretary
P: 08 9488 1400
E: ahewett@euroz.com

This announcement is authorised for release by the officer named above.

Reporting period

The financial information contained in this report is for the period ended 31 December 2019. This document should be read in conjunction with the Financial Report and any public announcements made in the period by Ozgrowth Limited in accordance with the continuous disclosure requirements of the Corporations Act 2001 and ASX Listing Rules.

Ozgrowth Limited
ABN 52 126 450 271

Half Year Financial Report
For the half-year ended 31 December 2019

OZGROWTH LIMITED
FOR THE HALF YEAR ENDED 31 DECEMBER 2019

CONTENTS

Corporate Directory.....	2
Directors' Report.....	3
Auditor's Independence Declaration.....	4
Statement of Profit or Loss and Other Comprehensive Income.....	5
Statement of Financial Position.....	6
Statement of Cash Flows.....	7
Statement of Changes in Equity.....	8
Notes to the Financial Statements.....	9
Directors' Declaration.....	15
Independent Review Report.....	16

OZGROWTH LIMITED
FOR THE HALF YEAR ENDED 31 DECEMBER 2019

CORPORATE DIRECTORY

REGISTERED OFFICE

Level 18, Alluvion
58 Mounts Bay Road
PERTH WA 6000

Telephone: (08) 9321 7877
Facsimile: (08) 9321 8288
Website: www.ozgrowth.com.au

AUDITORS

Ernst & Young
11 Mounts Bay Road
PERTH WA 6000

BANKERS

Westpac Banking Corporation
109 St George's Terrace
PERTH WA 6000

SHARE REGISTRY

Computershare Investor Services Pty Ltd
Level 11, 172 St Georges Terrace
PERTH WA 6000

Telephone: (08) 9323 2000
Facsimile: (08) 9323 2033

BOARD OF DIRECTORS

Jay Hughes
Non-Executive Chairman

Michael Jefferies
Independent Non-Executive Director

Simon Joyner
Independent Non-Executive Director

Anthony Hewett
Company Secretary

OZGROWTH LIMITED
FOR THE HALF YEAR ENDED 31 DECEMBER 2019

DIRECTORS' REPORT

Your Directors submit their report for the half-year ended 31 December 2019.

1. DIRECTORS

The names of the Directors of the Company in office at the date of this report or during the half-year are as follows:

Jay Hughes
Michael Jefferies
Simon Joyner

2. REVIEW AND RESULTS OF OPERATIONS

Highlights of the Company's operations during the period ended 31 December 2019 are as follows:

- A net profit after tax of \$4,752,102 was recorded for the period. This included gains and losses on investments, interest income, dividend income and changes in the fair value of financial assets designated at fair value through profit and loss held as at 31 December 2019;
- An interim dividend of \$1,062,340 (0.30 cents per share) has been provided for as at 31 December 2019; and
- Net assets per share was 21.0 cents per share at 31 December 2019. This figure is calculated by dividing the net assets as set out in the Statement of Financial Position by the number of ordinary shares on issue as at the reporting date and is after allowance for dividends and all costs.

After considering the above results following the completion of the half-year to 31 December 2019, the Directors remain confident that the Company's objectives will be met over its investment horizon.

3. EVENTS SUBSEQUENT TO THE END OF THE REPORTING PERIOD

No material matters have occurred since 31 December 2019.

4. AUDITOR'S INDEPENDENCE DECLARATION

The Auditor's Independence Declaration under section 307C of the Corporations Act 2001 is included on page 4 and forms part of Ozgrowth Limited's Directors' Report for the period from 1 July 2019 to 31 December 2019.

Signed for and on behalf of the Directors in accordance with a resolution of the Board.



Jay Hughes
Non-Executive Chairman

19 February 2020

OZGROWTH LIMITED
FOR THE HALF YEAR ENDED 31 DECEMBER 2019



Ernst & Young
11 Mounts Bay Road
Perth WA 6000 Australia
GPO Box M939 Perth WA 6843

Tel: +61 8 9429 2222
Fax: +61 8 9429 2436
ey.com/au

Auditor's independence declaration to the Directors of Ozgrowth Limited

As lead auditor for the review of the half-year financial report of Ozgrowth Limited for the half-year ended 31 December 2019, I declare to the best of my knowledge and belief, there have been:

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

A handwritten signature in black ink, appearing to read 'Ernst & Young', is written over a horizontal line.

Ernst & Young

A handwritten signature in black ink, appearing to read 'Robert A Kirkby', is written over a horizontal line.

Robert A Kirkby
Partner
19 February 2020

OZGROWTH LIMITED
FOR THE HALF YEAR ENDED 31 DECEMBER 2019

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Note	31/12/2019 \$	31/12/2018 \$
Revenue			
Interest revenue		28,999	65,275
Dividend revenue		528,276	888,268
Sub-underwriting fee		600	31,543
Total revenue		<u>557,875</u>	<u>985,086</u>
Changes in the fair value of investments designated as at fair value through profit or loss upon initial recognition	4	<u>7,070,019</u> 7,627,894	<u>(13,189,637)</u> (12,204,551)
Expenses			
Manager's fees		919,129	411,091
Share registry fees		17,236	20,081
Directors' fees		55,000	55,000
ASX fees		48,684	50,381
Other expenses		28,385	28,140
Total expenses		<u>1,068,434</u>	<u>564,693</u>
Profit / (loss) before income tax		6,559,460	(12,769,244)
Income tax (expense) / benefit		<u>(1,807,358)</u>	<u>4,101,794</u>
Net profit / (loss) for the period		<u>4,752,102</u>	<u>(8,667,450)</u>
Other Comprehensive Income		-	-
Total Comprehensive Income / (Loss) for the period		<u>4,752,102</u>	<u>(8,667,450)</u>
Earnings / (loss) per share (cents)			
Basic and Diluted		1.34	(2.43)

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

OZGROWTH LIMITED
AS AT 31 DECEMBER 2019

STATEMENT OF FINANCIAL POSITION

	Note	31/12/2019 \$	30/06/2019 \$
Current assets			
Cash and Cash Equivalents		2,426,915	5,577,731
Tax Receivable		32,461	-
Other		62,031	180,755
Total current assets		<u>2,521,407</u>	<u>5,758,486</u>
Non -current assets			
Investments in financial assets designated as at fair value through profit or loss:			
- Listed Equities	4	72,211,340	67,153,499
- Unlisted Equities	4	110,291	110,291
Deferred Tax Assets	7	1,220,257	2,112,327
Total non-current assets		<u>73,541,888</u>	<u>69,376,117</u>
Total assets		<u>76,063,295</u>	<u>75,134,603</u>
Current liabilities			
Trade and Other Payables		697,689	2,120,267
Income Tax Payable		-	1,212,510
Dividend Payable	10	1,062,340	889,826
Total current liabilities		<u>1,760,029</u>	<u>4,222,603</u>
Non-current liabilities			
Deferred Tax Liabilities	7	-	-
Total non-current liabilities		<u>-</u>	<u>-</u>
Total liabilities		<u>1,760,029</u>	<u>4,222,603</u>
Net assets		<u>74,303,266</u>	<u>70,912,000</u>
Equity			
Contributed Equity	5	72,432,411	72,731,178
Profit Reserve	6	25,904,009	21,290,340
Accumulated Losses		(24,033,154)	(23,109,518)
Total equity		<u>74,303,266</u>	<u>70,912,000</u>

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

OZGROWTH LIMITED
FOR THE HALF YEAR ENDED 31 DECEMBER 2019

STATEMENT OF CASH FLOWS

	Note	31/12/2019 \$	31/12/2018 \$
Cash flows from operating activities			
Interest received		28,999	65,275
Dividends received		528,276	888,268
Payments to suppliers and employees (inclusive of GST)		(392,436)	(448,093)
Receipts from customers (inclusive of GST)		600	31,543
Tax paid		(2,160,259)	-
Net cash flows (used in) / from operating activities		(1,994,820)	536,993
Cash flows from investing activities			
Proceeds from sale of investments designated at fair value through profit and loss		22,514,139	20,960,560
Payments for purchases of investments designated at fair value through profit and loss		(22,481,813)	(25,512,959)
Net cash flows from / (used in) investing activities		32,326	(4,552,399)
Cash flows from financing activities			
Proceeds from issue of ordinary shares		632	2,191
Share buyback		(299,399)	(69,000)
Dividends paid		(889,555)	(891,014)
Net cash flows used in financing activities		(1,188,322)	(957,823)
Net decrease in cash held		(3,150,816)	(4,973,229)
Cash and cash equivalents at the beginning of the period		5,577,731	13,299,208
Cash and cash equivalents at the end of the period	9	2,426,915	8,325,979

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

OZGROWTH LIMITED
FOR THE HALF YEAR ENDED 31 DECEMBER 2019

STATEMENT OF CHANGES IN EQUITY

	Issued Capital	Profit Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At 1 July 2019	72,731,178	21,290,340	(23,109,518)	70,912,000
Profit for the period	-	-	4,752,102	4,752,102
Total Comprehensive Income for the period	-	-	4,752,102	4,752,102
Transfer from Retained earnings to Profit Reserve	-	5,675,738	(5,675,738)	-
Transactions with owners in their capacity as owners:				
Issued capital	632	-	-	632
Share buyback costs	(299,399)	-	-	(299,399)
Dividend for the period	-	(1,062,069)	-	(1,062,069)
At 31 December 2019	<u>72,432,411</u>	<u>25,904,009</u>	<u>(24,033,154)</u>	<u>74,303,266</u>

	Issued Capital	Profit Reserve	Accumulated Losses	Total Equity
	\$	\$	\$	\$
At 1 July 2018	72,828,487	23,070,197	(17,766,520)	78,132,164
Loss for the period	-	-	(8,667,450)	(8,667,450)
Total Comprehensive Loss for the period	-	-	(8,667,450)	(8,667,450)
Transactions with owners in their capacity as owners:				
Issued capital	2,191	-	-	2,191
Share buyback costs	(69,000)	-	-	(69,000)
Dividend for the period	-	(890,043)	-	(890,043)
At 31 December 2018	<u>72,761,678</u>	<u>22,180,154</u>	<u>(26,433,970)</u>	<u>68,507,862</u>

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

OZGROWTH LIMITED

FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

1. Corporate information

The financial report of Ozgrowth Limited for the half-year ended 31 December 2019 was authorised for issue in accordance with a resolution of the Directors on 19 February 2020.

Ozgrowth Limited is a company limited by shares that is incorporated and domiciled in Australia whose shares are listed on the Australian Securities Exchange.

Ozgrowth Limited does not control any entities at 31 December 2019 (2018: nil).

The company had no employees as at 31 December 2019 (2018: nil).

The nature of the operations and principal activities of the Company are as an investment company.

2. Basis of preparation and accounting policies

Basis of preparation

This general purpose condensed financial report for the half-year ended 31 December 2019 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half-year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Company as the full financial report.

It is recommended that the half-year financial report be read in conjunction with the annual report for the year ended 30 June 2019 and considered together with any public announcements made by Ozgrowth Limited during the half-year ended 31 December 2019 in accordance with the continuous disclosure obligations of the ASX listing rules.

Changes in accounting policy

The accounting policies and methods of computation are consistent with those of the most recent annual financial report.

All accounting standards and interpretations that are applicable from 1 July 2019 have been adopted including:

Reference	Title	Summary	Application date of standard	Application date for Company
AASB 2017-6	Amendments to Australian Accounting Standards – Prepayment Features with Negative Compensation	<p>This Standard amends AASB 9 Financial Instruments to permit entities to measure at amortised cost or fair value through other comprehensive income particular financial assets that would otherwise have contractual cash flows that are solely payments of principal and interest but do not meet that condition only as a result of a prepayment feature. This is subject to meeting other conditions, such as the nature of the business model relevant to the financial asset. Otherwise, the financial assets would be measured at fair value through profit or loss.</p> <p>The Standard also clarifies in the Basis for Conclusion that, under AASB 9, gains and losses arising on modifications of financial liabilities that do not result in derecognition should be recognised in profit or loss.</p>	1 January 2019	1 July 2019
AASB 2018-1	Australian Amendments to Australian Accounting Standards – Annual Improvements 2015-2017 Cycle	<p>The amendments clarify certain requirements in:</p> <ul style="list-style-type: none"> AASB 3 Business Combinations and AASB 11 Joint Arrangements - previously held interest in a joint operation AASB 112 Income Taxes - income tax consequences of payments on financial instruments classified as equity AASB 123 Borrowing Costs - borrowing costs eligible for capitalisation. 	1 January 2019	1 July 2019

OZGROWTH LIMITED
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

AASB 2017-4	Uncertainty over Income Tax Treatments	<p>The Interpretation clarifies the application of the recognition and measurement criteria in AASB 112 <i>Income Taxes</i> when there is uncertainty over income tax treatments. The Interpretation specifically addresses the following:</p> <ul style="list-style-type: none"> • Whether an entity considers uncertain tax treatments separately • The assumptions an entity makes about the examination of tax treatments by taxation authorities • How an entity determines taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates • How an entity considers changes in facts and circumstances. 	1 January 2019	1 July 2019
-------------	--	--	----------------	-------------

These amendments are effective for annual periods beginning on or after 1 July 2019. The adoption of these amendments had no material impact on the financial position or performance of the Company.

The Company has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

3. Segment information

For management purposes, the Company is organised into one segment, which invests primarily in equity securities. All of the Company's activities are interrelated, and each activity is dependent on the others. Accordingly, all significant operating decisions are based upon analysis of the Company as one segment. The financial results from this segment are equivalent to the financial statements of the Company as a whole.

OZGROWTH LIMITED
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

4. Changes in fair value of investments at fair value through profit or loss

	31/12/2019	31/12/2018
	\$	\$
Net realised gain in the current period on disposal of investments		
- listed equities	4,096,455	4,413,301
Net unrealised gain/(loss) on investments		
- listed equities	<u>2,973,564</u>	<u>(17,602,938)</u>
	<u>7,070,019</u>	<u>(13,189,637)</u>

The primary reason for the change in fair values was movement in market prices for listed investments held in the investment portfolio. The fair values of the Company's financial assets have been affected by changes in the broad economic and fiscal environment as well as specific matters that impact the value of individual investments. Specific factors that have impacted the portfolio are changes in outlook for interest rates, commodity prices and economic growth. Individual stock positions have been impacted by changes in earnings expectations, balance sheet structures and ability to generate cash flow. Managing the investment portfolio in the face of these and other changes is inherent in the Company's activities and they are managed in accordance with the financial risk management objectives and policies as disclosed in the most recent annual financial report of the Company.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The following table shows financial instruments recorded at fair value, analysed between those whose fair value is based on quoted market prices, those involving valuation techniques where model inputs are observable in the market and those where the valuation technique involves the use of non-market observable inputs. The fair value of all other financial instruments approximates their carrying value.

	31 December 2019			
	Valued at Quoted market price (Level 1)	Valuation Technique market observable inputs (Level 2)	Valuation technique non – market observable inputs (Level 3)	Total
Financial assets at fair value through profit or loss				
(i) <i>Listed equities</i>	72,211,340	-	-	72,211,340
(ii) <i>Unlisted Equities</i>	-	-	110,291	110,291
	72,211,340	-	110,291	72,321,631

OZGROWTH LIMITED
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

4. Changes in fair value of investments at fair value through profit or loss (cont'd)

	30 June 2019			
	Valued at Quoted market price (Level 1)	Valuation Technique market observable inputs (Level 2)	Valuation technique non – market observable inputs (Level 3)	Total
Financial assets at fair value through profit or loss				
<i>(i) Listed equities</i>	67,153,499	-	-	67,153,499
<i>(ii) Unlisted Equities</i>	-	-	110,291	110,291
	67,153,499	-	110,291	67,263,790

The level in which instruments are classified in the hierarchy is based on the lowest level input that is significant to the fair value measurement in its entirety. Assessment of the significance of an input requires judgement after considering factors specific to the instrument.

For instruments for which there is currently no active market the Company uses valuation methods generally accepted in the industry. Some of the inputs to those methods may not be market observable and are therefore estimated based on assumptions. In the case of unlisted equities, recent transactional evidence has been obtained that supported the current valuation. If, in the future, similar transactions occur at significantly different values, the fair value of unlisted equities will be revised appropriately.

The fair value of listed equity is based on quoted market prices at the reporting date (bid price for long positions), without any deduction for transaction costs.

5. Contributed equity

	31/12/2019		30/06/2019	
	\$		\$	
(a) <i>Contributed equity</i>				
354,113,311 (June 2019: 355,930,586) ordinary fully paid shares	72,432,411		72,731,178	
(b) <i>Movements in ordinary shares on Issue</i>				
	Number of Shares	\$	Number of Shares	\$
Beginning of the financial period	355,930,586	72,731,178	356,519,055	72,828,487
Exercise of options	3,325	632	11,531	2,191
Share buyback	(1,820,600)	(299,399)	(600,000)	(99,500)
	354,113,311	72,432,411	355,930,586	72,731,178

(c) Terms and conditions of contributed equity

The company does not have authorised capital nor par value in respect of its issued capital. Ordinary fully paid shares have the right to receive dividends as declared and in the event of the winding up of the Company, to participate in proceeds from the sale of all surplus assets in proportion to the number of and amounts paid up on shares held.

Ordinary fully paid shares entitle their holder to one vote, either in person or by proxy, at a meeting of the Company.

OZGROWTH LIMITED
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

6. Reserves

	31/12/2019 \$	30/06/2019 \$
Profit Reserve	25,904,009	21,290,340
	<u>25,904,009</u>	<u>21,290,340</u>

The profit reserve is made up of amounts allocated from retained earnings that are preserved for future dividend payments.

Movement in Profits Reserve

Balance at beginning of the year	21,290,340	23,070,197
Transfer from Retained Earnings (a)	5,675,738	-
Provision for / payment of dividend	(1,062,069)	(1,779,857)
	<u>25,904,009</u>	<u>21,290,340</u>

(a) The amount transferred to profit reserve is the profit for the period 1 July 2019 to 30 September 2019 in accordance with resolutions of the Board of Directors dated 30 October 2019.

7. Deferred income tax

Deferred Income tax

Deferred income tax at 31 December 2019 relates to the following:

	Statement of financial position		Statement of comprehensive income	
	31/12/2019	30/06/2019	31/12/2019	31/12/2018
<i>Deferred Tax Assets</i>	\$	\$	\$	\$
Tax loss utilised	-	-	-	(6,118)
Accruals / provisions	23,342	-	-	-
Unrealised loss on investments in financial assets	1,196,915	2,112,327	892,070	2,687,213
<i>Total DTA</i>	<u>1,220,257</u>	<u>2,112,327</u>	<u>892,070</u>	<u>2,681,095</u>
<i>Deferred Tax Liabilities</i>				
Unrealised gain on investments in financial assets	-	-	-	2,593,669
<i>Total DTL</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,593,669</u>
Net DTA/(DTL)	1,220,257	2,112,327	892,070	5,274,764

Deferred tax assets relate to recognised tax losses. Based on long term movements in the Australian market equity returns, it is probable that the company will make future taxable profits and such losses will be utilised.

The company believes that such future taxable profits will be generated based on the following:

- The manager has in the past demonstrated an ability to generate taxable profits requiring cash tax payments to be made;
- The manager has a medium to long term investment strategy so future profitability should be judged over an extended period; and
- Return expectations for the market and the portfolio remain consistent with historical results over a reasonable time horizon.

OZGROWTH LIMITED
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

NOTES TO THE FINANCIAL STATEMENTS

8. Events subsequent to balance date

No matters or events have arisen since the end of the financial period which have significantly affected or may significantly affect the operations of the Company, the results of its operations or the state of affairs of the Company in subsequent financial periods.

9. Notes to the cash flow statement

For the purpose of the half-year cash flow statement, cash and cash equivalents are comprised of the following:

	31/12/2019 \$	31/12/2018 \$
Cash at Bank and in hand	<u>2,426,915</u>	<u>8,325,979</u>

10. Dividends paid or provided for on ordinary shares

Ordinary Shares

Final dividend of 0.25 cents per share paid on 30 August 2019 (2018: 0.25 cents per share).	889,555	891,014
Interim dividend of 0.30 cents per share declared and provided for at 31 December 2019 (2018: 0.25 cents per share per fully paid ordinary share). Fully franked based on tax paid or payable at 30%)	1,062,340	890,326
	<u>1,951,895</u>	<u>1,781,340</u>

11. Related party disclosures

The Directors of Ozgrowth Limited during the period were Mr Jay Hughes, Mr Simon Joyner and Mr Michael Jefferies. During the half year ended 31 December 2019, directors' fees of \$55,000 (2018: \$55,000) were paid.

Westoz Funds Management Pty Ltd, a company of which Mr Hughes is a Director, provides Key Management Personnel ("KMP") services to Ozgrowth Limited as it has the authority for the management of the investment portfolio of Ozgrowth Limited. Westoz Funds Management Pty Ltd received management fees from the Company for the management of its assets. A fee of \$390,326 (2018: \$411,091) was charged in the period for these services. A \$528,803 accrual was made for payment of a performance fee in the current period (2018: nil).

These fees were charged in accordance with a management agreement, the terms of which have been disclosed.

Euroz Securities Limited, a company of which Mr Hughes is a Director, received brokerage fees for transactions undertaken by the Company in respect of its investments. An amount of \$144,765 (2018: \$146,739) was paid in the period as brokerage to Euroz Securities Limited.

The above transactions were entered into on normal commercial terms.

OZGROWTH LIMITED
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019

DIRECTORS' DECLARATION

In accordance with a resolution of the Directors of Ozgrowth Limited, the Directors declare that:

In the opinion of the Directors:

- (a) the financial statements and notes of the Company are in accordance with the *Corporations Act 2001*, including:
 - (i) giving a true and fair view of the financial position as at 31 December 2019 and of the performance for the half year ended on that date; and
 - (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board

A handwritten signature in dark ink, appearing to read 'Jay Hughes', with a long horizontal flourish extending to the right.

Jay Hughes
Non-Executive Chairman

19 February 2020



Ernst & Young
11 Mounts Bay Road
Perth WA 6000 Australia
GPO Box M939 Perth WA 6843

Tel: +61 8 9429 2222
Fax: +61 8 9429 2436
ey.com/au

Independent auditor's review report to the Members of Ozgrowth Limited

Report on the half-year financial report

Conclusion

We have reviewed the accompanying half-year financial report of Ozgrowth Limited, (the Company), which comprises the statement of financial position as at 31 December 2019, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cashflows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Company is not in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Company's financial position as at 31 December 2019 and of its financial performance for the half-year ended on that date; and
- b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

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, anything has come to our attention that causes us to 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 Company's financial position as at 31 December 2019 and its financial 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 the Company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

OZGROWTH LIMITED
FOR THE HALF-YEAR ENDED 31 DECEMBER 2019



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*.

A handwritten signature in black ink, appearing to read 'Ernst & Young', is positioned above the company name.

Ernst & Young

A handwritten signature in black ink, appearing to read 'Robert A Kirkby', is positioned above the name.

Robert A Kirkby
Partner
Perth
19 February 2020