

29 June 2020

**EXTENSION OF TIME TO LODGE AUDITED ANNUAL FINANCIAL STATEMENTS FOR THE
PERIOD ENDING 31 MARCH 2020**

Blossomvale Holdings Ltd (ASX:BLV) advises that the entity is relying on the ASIC Relief (Extended Reporting and Lodgement Deadlines—Listed Entities) Instrument 2020/451 to extend the lodgement date for its audited annual accounts and the other documents required to be lodged with ASIC under section 319 of the Corporations Act.

ASIC Relief extends the lodgement date from 30 June to 31 July 2020.

The entity will immediately make a further announcement to the market if there is a material difference between its unaudited annual accounts (attached) and its audited annual accounts.

This ASX announcement has been approved for release by Chairman Boon Wee Kuah.

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BLOSSOMVALE

HOLDINGS LIMITED

Results for announcement to the market

Financial Results			March 2020 \$'000	March 2019 \$'000 (Re-presented)
Revenue from ordinary activities	-	-	-	-
Loss from ordinary activities after tax attributable to members	Up	36.57%	(1,408)	(1,031)
Net loss for the period attributable to members	Up	324.74%	(13,184)	(3,104)

Dividends	Payment Date	Amount per Ordinary Security	Franked amount per security	Tax rate for franking credit
2019 dividend	NA	Nil	Nil	Nil
2020 special in-specie dividend	17 April 2020	\$0.0924	\$0.0924	30%
2020 special dividend	28 May 2020	\$0.10125	\$0.10125	30%

Net Tangible Asset Backing	March 20	March 19
Net tangible asset backing per ordinary security	\$0.239	\$0.420

Other explanatory notes

The March 2019 comparative results have been re-presented in compliance with AASB 5 *Non-current Assets Held for Sale and Discontinued Operations*. Please refer to the attached financial report for more information.

Audit/Review Status

This report is based on accounts to which one of the following applies: (Tick one)			
The accounts have been audited		The accounts have been subject to review	
The accounts are in the process of being audited or subject to review	✓	The accounts have not yet been audited or reviewed	

If the accounts have not yet been audited and are likely to contain an independent audit report that is subject to a modified opinion, emphasis of matter or other matter paragraph, a description of the modified opinion, emphasis of matter or other matter paragraph:

Not applicable

If the accounts have been audited and contain an independent audit report that is subject to a modified opinion, emphasis of matter or other matter paragraph, a description of the modified opinion, emphasis of matter or other matter paragraph:

Not applicable.

The remainder of the items required in the Appendix 4E are contained in the following audited financial statements.



BLOSSOMVALE HOLDINGS LIMITED AND CONTROLLED ENTITIES

ABN: 76 105 665 843

**Preliminary Final Report for the Year Ended
31 March 2020**

BLOSSOMVALE HOLDINGS LIMITED AND CONTROLLED ENTITIES PRELIMINARY FINAL REPORT (UNAUDITED)

31 March 2020

ABN: 76 105 665 843

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CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2020

		Consolidated	
	Note	2020	2019
		\$000	\$000
			(Re-presented)
Other income	3	163	58
Corporate, shared services and board expenses	4	(1,200)	(1,004)
Operating loss		(1,037)	(946)
Finance income		34	8
Finance costs		(41)	(93)
Loss before tax from continuing operations		(1,044)	(1,031)
Income tax expense	5	(364)	-
Loss after tax from continuing operations		(1,408)	(1,031)
Discontinued operations			
Loss after tax for the year from discontinued operations	2	(11,776)	(2,073)
Loss for the year		(13,184)	(3,104)
Loss per Share			
Basic and diluted loss per share (in dollars)	6	(0.215)	(0.051)
Loss per share from continuing operations			
Basic and diluted loss per share (in dollars)	6	(0.023)	(0.017)

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2020

	Note	Consolidated	
		2020 \$000	2019 \$000 (Re-presented)
Net loss for the year		(13,184)	(3,104)
Other Comprehensive income			
<i>Items in other comprehensive income that may be recycled subsequently through profit and loss</i>			
Foreign currency translation		329	771
Net loss on cash flow hedges		(89)	(62)
Reclassification of foreign currency translation reserve to profit or loss on disposal of subsidiaries	2	10,344	-
<i>Items in other comprehensive income that will not be recycled subsequently through profit and loss</i>			
Net change in fair value of investment	9	(8,863)	-
Other comprehensive income for the year		1,721	709
Total comprehensive loss for the year attributable to members of the parent		(11,463)	(2,395)

The accompanying notes form part of these financial statements.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 MARCH 2020

		Consolidated	
	Note	2020 \$000	2019 \$000
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		10,975	12,830
Trade and other receivables		477	16,575
Contract assets		-	6,095
Inventories		-	1,059
Derivative financial instruments		-	89
Other current assets		290	978
TOTAL CURRENT ASSETS		11,742	37,626
NON-CURRENT ASSETS			
Property, plant and equipment	7	-	14,690
Intangible assets and goodwill	8	-	342
Investment	9	4,669	-
TOTAL NON-CURRENT ASSETS		4,669	15,032
TOTAL ASSETS		16,411	52,658
CURRENT LIABILITIES			
Trade and other payables		1,604	21,771
Current tax liability		33	663
Interest bearing loans and borrowings		-	2,173
Provisions		57	1,351
TOTAL CURRENT LIABILITIES		1,694	25,958
NON-CURRENT LIABILITIES			
Trade and other payables		-	207
Interest bearing loans and borrowings		-	180
Deferred tax liabilities		17	4
Provisions		-	146
TOTAL NON-CURRENT LIABILITIES		17	537
TOTAL LIABILITIES		1,711	26,495
NET ASSETS		14,700	26,163
EQUITY			
Contributed equity	10	273,540	273,540
Reserves		(12,399)	(14,120)
Accumulated losses		(246,441)	(233,257)
TOTAL EQUITY		14,700	26,163

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2020

	Ordinary Shares	Accumulated Losses	Foreign Currency Translation Reserve	Employee Equity Benefits Reserve	Hedge Reserve	Fair Value Reserve of Financial Assets at FVOCI	Total
	\$000	\$000	\$000	\$000	\$000	\$000	\$000
Consolidated Group							
Balance at 1 April 2018	273,540	(230,153)	(21,107)	6,127	151	-	28,558
Loss for the year	-	(3,104)	-	-	-	-	(3,104)
Other comprehensive income / (loss)	-	-	771	-	(62)	-	709
Total comprehensive (loss) / income for the year	-	(3,104)	771	-	(62)	-	(2,395)
Transactions with owners in their capacity as owners							
Dividends paid	-	-	-	-	-	-	-
Sub-total	-	(3,104)	771	-	(62)	-	(2,395)
Balance at 31 March 2019	273,540	(233,257)	(20,336)	6,127	89	-	26,163
Balance at 1 April 2019	273,540	(233,257)	(20,336)	6,127	89	-	26,163
Loss for the year	-	(13,184)	-	-	-	-	(13,184)
Other comprehensive income / (loss)	-	-	10,673	-	(89)	(8,863)	1,721
Total comprehensive (loss) / income for the year	-	(13,184)	10,673	-	(89)	(8,863)	(11,463)
Transactions with owners in their capacity as owners							
Dividends paid	-	-	-	-	-	-	-
Sub-total	-	(13,184)	10,673	-	(89)	(8,863)	(11,463)
Balance at 31 March 2020	273,540	(246,441)	(9,663)	6,127	-	(8,863)	14,700

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

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020

	Consolidated	
	2020	2019
	\$000	\$000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	54,599	80,411
Interest received	31	9
Payments to suppliers and employees	(58,230)	(74,694)
Interest paid	(410)	(211)
Income tax paid	(246)	(135)
Net cash flows from / (used in) operating activities	11(a) <u>(4,256)</u>	<u>5,380</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of property, plant and equipment	391	2
Purchase of property, plant and equipment	(855)	(416)
Proceeds from disposal of subsidiaries/business, net of cash disposed	5,805	-
Purchase of intangible assets	-	(23)
Net cash flows from / (used in) investing activities	<u>5,341</u>	<u>(437)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from loan from controlling entity	-	2,000
Payment of loan from controlling entity	(2,000)	-
Payment of principal portion of lease liabilities	(1,065)	(168)
Net cash flows (used in) / from financing activities	<u>(3,065)</u>	<u>1,832</u>
Net (decrease) / increase in cash and cash equivalents held	(1,980)	6,775
Cash and cash equivalents at beginning of financial year	12,830	6,134
Net foreign exchange difference	125	(79)
Cash and cash equivalents at end of financial year	<u><u>10,975</u></u>	<u><u>12,830</u></u>

The accompanying notes form part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

Note 1 Statement of Significant Accounting Policies

The preliminary final report has been prepared in accordance with the Australian Securities Exchange Listing Rules as set out in Appendix 4E and in accordance with the measurement and recognition (but not full disclosure) requirements of the Australian Accounting Standards, *Corporations Act 2001* and other pronouncements of the Australian Accounting Standards.

As such, this Preliminary Final Report does not include all the notes of the type included in an annual financial report and accordingly, should be read in conjunction with the annual report for the period ended 31 March 2020 and with any public announcements made by Blossomvale Holdings Limited during the reporting period in accordance with the disclosure requirements of the Corporations Act 2001.

New Standards, Interpretations and Amendments thereof, adopted by the Group

The accounting policies adopted in the preparation of the Preliminary Final report are consistent with those of the previous period, except as except for the adoption of new standards effective for reporting periods commencing 1 January 2019. The Group has not early adopted any other standard, interpretation or amendment that has been issued but not yet effective.

The Group applies, for the first time, AASB 16 Leases from 1 April 2019, and has not restated comparatives for the prior period as permitted under the specific transition provisions in AASB 16. As required by AASB 134, the nature and effect of these changes are disclosed below.

AASB 16 "Leases"

AASB 16 supersedes AASB 117 Leases. The standard sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for most leases under a single on-balance sheet model.

Lessor accounting under AASB 16 is substantially unchanged from AASB 117. Lessors will continue to classify leases as either operating or finance leases using similar principles as in AASB 117. Therefore, AASB 16 did not have an impact for leases where the Group is the lessor.

The Group adopted AASB 16 using the modified retrospective method of adoption with the date of initial application of 1 April 2019. Under this method, the standard is applied retrospectively with the cumulative effect of initially applying the standard recognised at the date of initial application. The Group elected to use the transition practical expedients allowing a) the standard to be applied only to contracts that were previously identified as leases applying AASB 117 at the date of initial application, and b) the measuring the right-of-use asset on transition as being equal to the amount of the lease liability initially recognised on transition. The Group also elected to use the recognition exemptions for lease contracts that, at the commencement date, have a lease term of 12 months or less and do not contain a purchase option ('short-term leases'), and lease contracts for which the underlying asset is of low value ('low-value assets').

The effect of adoption of AASB 16 as at 1 April 2019 (increase) is as follows:

	\$000
Assets	
Prepayment	(45)
Property, plant and equipment	(321)
Right-of-use assets	9,728
Total assets	<u>9,362</u>
Liabilities	
Interest bearing loans and borrowings	(316)
Lease liabilities	9,678
Total liabilities	<u>9,362</u>

Note 1 Statement of Significant Accounting Policies (continued)**New Standards, Interpretations and Amendments thereof, adopted by the Group (continued)****a) Nature of the effect of adoption of AASB 16**

The Group has lease contracts for various items of property and equipment. Before the adoption of AASB 16, the Group classified each of its leases (as lessee) at the inception date as either a finance lease or an operating lease. A lease was classified as a finance lease if it transferred substantially all of the risks and rewards incidental to ownership of the leased asset to the Group; otherwise it was classified as an operating lease. Finance leases were capitalised at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments were apportioned between interest (recognised as finance costs) and reduction of the lease liability. In an operating lease, the leased property was not capitalised and the lease payments were recognised as rent expense in profit or loss on a straight-line basis over the lease term. Any prepaid rent and accrued rent were recognised under Prepayments and Trade and other payables, respectively.

Upon adoption of AASB 16, the Group applied a single recognition and measurement approach for all leases, except for short-term leases and leases of low-value assets. The standard provides specific transition requirements and practical expedients, which has been applied by the Group.

Leases previously classified as finance leases

The Group did not change the initial carrying amounts of recognised assets and liabilities at the date of initial application for leases previously classified as finance leases (i.e., the right-of-use assets and lease liabilities equal the lease assets and liabilities recognised under AASB 117). The requirements of AASB 16 was applied to these leases from 1 April 2019.

Leases previously accounted for as operating leases

The Group recognised right-of-use assets and lease liabilities for those leases previously classified as operating leases, except for short-term leases and leases of low-value assets. The right-of-use assets were recognised based on the amount equal to the lease liabilities, adjusted for any related prepaid and accrued lease payments previously recognised. Lease liabilities were recognised based on the present value of the remaining lease payments, discounted using the incremental borrowing rate at the date of initial application.

The Group also applied the available practical expedients wherein it:

- Used a single discount rate to a portfolio of leases with reasonably similar characteristics
- Relied on its assessment of whether leases are onerous immediately before the date of initial application
- Applied the short-term leases exemptions to leases with lease term that ends within 12 months at the date of initial application
- Excluded the initial direct costs from the measurement of the right-of-use asset at the date of initial application
- Used hindsight in determining the lease term where the contract contains options to extend or terminate the lease

The lease liabilities as at 1 April 2019 can be reconciled to the operating lease commitments as of 31 March 2019 as follows:

	\$000
Operating lease commitments as at 31 March 2019	9,951
Less: discounting using incremental borrowing rate at the date of initial application*	(870)
Add: optional extension periods not recognised as at 31 March 2019	406
Less: commitments relating to short-term leases	(125)
Add: reclassification from interest bearing loans and borrowings	316
Lease liabilities as at 1 April 2019	<u>9,678</u>

*Weighted average incremental borrowing rate is 5.53%

Note 1 Statement of Significant Accounting Policies (continued)**New Standards, Interpretations and Amendments thereof, adopted by the Group (continued)****b) Summary of new accounting policies**

Set out below are the new accounting policies of the Group upon adoption of AASB 16, which have been applied from the date of initial application:

Right-of-use assets

The Group recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of-use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment.

Lease liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The lease payments also include the exercise price of a purchase option reasonably certain to be exercised by the Group and payments of penalties for terminating a lease, if the lease term reflects the Group exercising the option to terminate. The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payment occurs.

In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases of that are considered of low value (i.e., below \$5,000). Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

Significant judgement in determining the lease term of contracts with renewal options

The Group determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

The Group has the option, under some of its leases to lease the assets for additional terms of one to five years. The Group applies judgement in evaluating whether it is reasonably certain to exercise the option to renew. That is, it considers all relevant factors that create an economic incentive for it to exercise the renewal. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise (or not to exercise) the option to renew (e.g., a change in business strategy).

c) Amounts recognised in the statement of financial position and income statement

The Group's leases have been novated as part of the Share Purchase Agreement entered with MMA Offshore Limited (Note 2). As a result, depreciation and interest expense are classified under profit from discontinued operations in the income statement. Correspondingly, the carrying amount of the right-of-use assets and lease liabilities are \$nil as at 31 March 2020.

Note 1 Statement of Significant Accounting Policies (continued)**New Standards, Interpretations and Amendments thereof, adopted by the Group (continued)****c) Amounts recognised in the statement of financial position and income statement (continued)**

Set out below are the carrying amounts of the Group's right-of-use assets and lease liabilities and the movements during the year:

	Right-of-use assets	Lease liabilities
	\$000	\$000
As at 1 April 2019	9,729	9,678
Additions	445	461
Depreciation expense	(1,236)	-
Interest expense	-	241
Payments	-	(1,306)
Foreign exchange	-	8
Disposal of subsidiaries (Note 2)	(8,938)	(9,082)
As at 31 March 2020	-	-

Note 2 Discontinued operations

On 24 July 2019, the Group publicly announced that it has entered into a binding Share Purchase Agreement ("SPA") for the sale of its operating businesses and assets to MMA Offshore Limited ("MMA") (the "Transaction") via the sale of the shares in certain subsidiaries ("Target Companies").

The list of Target Companies disposed include:

1. Neptune Asset Integrity Services Pty Ltd
2. Neptune Subsea Engineering Pty Ltd
3. Neptune Geomatics Pty Ltd
4. Neptune Subsea Stabilisation Pty Ltd
5. Neptune Diving Services Pty Ltd
6. Neptune Offshore Service (PNG) Ltd
7. Neptune Subsea Stabilisation Pte Ltd
8. Neptune Marine Pacific Pte Ltd
9. Neptune Offshore Services Ltd
10. Neptune Subsea Engineering Ltd
11. Neptune Subsea Inc.

On 21 October 2019, the shareholders of the Group approved the plan to sell. This followed the approval by the shareholders of MTQ Corporation Limited of Singapore, the parent company of Blossomvale Investments Pte Ltd, the Group's controlling shareholder on 1 October 2019.

The Transaction was completed on 7 November 2019. The Group received the initial purchase consideration of \$18.5 million, which comprised \$5.0 million in cash and 67.655 million MMA fully paid ordinary shares valued at \$13.5 million in accordance with the SPA.

The final Completion Statement for determining the final purchase consideration was completed on 28 January 2020. The aggregate of the fixed assets and working capital amount is \$21.1 million, greater than \$18.5 million, by \$2.6 million. Accordingly, the Group received a further cash consideration of \$2.0 million on the same day, with the balance of \$0.6 million to be received, subject to certain conditions being satisfied ("Deferred Contingent Payment").

As at 31 March 2020, the income and expenses of the Target Companies are presented separately in the consolidated statement of comprehensive income as "Loss after tax for the year from discontinued operations" for the years ended 31 March 2020 and 31 March 2019. The comparative results of the Group have been re-presented to report separately profit and loss items from continuing and discontinued operation.

Note 2 Discontinued operations (continued)

The summarised financial information of the discontinued operation is as follows:

Income statement disclosures

	Consolidated Group	
	2020	2019
	\$000	\$000
Revenue from contracts with customers	52,702	84,449
Other revenue – interest received	-	1
Cost of sales and services rendered	(40,050)	(65,606)
Expenses	(14,141)	(21,406)
Loss on disposal of subsidiaries	(10,218)	-
Other income	477	929
Finance cost	(368)	(155)
Loss before tax from discontinued operations	(11,598)	(1,788)
Income tax expense	(178)	(285)
Loss from discontinued operations	(11,776)	(2,073)

Cash flow statement disclosures

	Consolidated Group	
	2020	2019
	\$000	\$000
Operating	(3,540)	6,128
Investing	5,341	(437)
Financing	(3,065)	1,832
Net cash outflow	(1,264)	7,523

Note 2 Discontinued operations (continued)

The effects of disposal of the Target Companies on the financial statements of the Group are as follows:

	\$000
Property, plant and equipment	13,611
Right-of-use assets	8,938
Intangible assets	190
Inventories	883
Trade and other receivables	18,987
Cash	1,239
Trade and other payables	(11,311)
Lease liabilities	(9,082)
Provisions	(1,529)
Current tax liabilities	(492)
Deferred tax liabilities	(417)
Net assets disposed	<u>21,017</u>
Consideration received in cash and cash equivalents	7,044
Deferred Contingent Consideration	568
Shares of MMA received	<u>13,531</u>
Total sales consideration	21,143
Less: Net assets disposed	(21,017)
Less: Reclassification of foreign currency translation reserve to profit or loss on disposal	<u>(10,344)</u>
Loss on disposal of subsidiaries	<u><u>(10,218)</u></u>
Consideration received in cash and cash equivalents	7,044
Cash and cash equivalents of the subsidiaries disposed	<u>(1,239)</u>
Net cash inflow from disposal of the subsidiaries/businesses	<u><u>5,805</u></u>

Note 3 Other Income

	Consolidated Group	
	2020	2019
	\$000	\$000
		(Re-presented)
Other Income		
— Foreign exchange (loss)/gain	(10)	58
— Other income	<u>173</u>	<u>-</u>
Total Other Income	<u>163</u>	<u>58</u>

Note 4 Corporate, Shared Service and Board Expenses

	Consolidated Group	
	2020	2019
	\$000	\$000
		(Re-presented)
Corporate, shared service and board expenses		
— Administrative costs	427	267
— Personnel expenses	769	729
— Depreciation expense	4	8
Total corporate, shared service and board expenses	<u>1,200</u>	<u>1,004</u>

Note 5 Income Tax Expense

The major components of income tax expense in the income statement for the year are:

	Consolidated Group	
	2020	2019
	\$000	\$000
		(Re-presented)
Income taxes		
Prior year deferred tax asset derecognised	364	-
Income tax expense	<u>364</u>	<u>-</u>

Note 6 Loss Per Share

	Consolidated Group	
	2020	2019
	\$000	\$000
(a) Earnings used in calculating loss per share		
Basic loss per share		
Loss attributable to the ordinary equity holders of the Company used in calculating basic loss per share:		
From continuing operations	(1,408)	(1,031)
From discontinued operation	(11,776)	(2,073)
	<u>(13,184)</u>	<u>(3,104)</u>
Diluted loss per share		
Loss attributable to the ordinary equity holders of the Company used in calculating diluted loss per share:		
From continuing operations	(1,408)	(1,031)
From discontinued operation	(11,776)	(2,073)
	<u>(13,184)</u>	<u>(3,104)</u>

Note 6 **Loss Per Share (continued)**

		Consolidated Group	
		2020	2019
		No.	No.
		Thousands	Thousands
(b)	Weighted average number of ordinary shares outstanding during the year used in calculating basic profit/(loss) per share	61,441	61,441
	Dilutive effect of rights	-	-
	Weighted average number of ordinary shares outstanding during the year used in calculating dilutive profit/(loss) per share	61,441	61,441

Note 7 **Property, Plant and Equipment**

Movements in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year

	Office Furniture, Equipment & Software \$000	Leasehold Improvements \$000	Plant and Equipment \$000	Leased Vehicle \$000	ROV's & Vessels \$000	Construction in Progress \$000	Total \$000
Consolidated Group:							
Balance at 1 April 2018	1,881	1,271	7,234	144	5,101	536	16,167
Additions	141	-	270	-	24	322	757
Disposals	-	-	(4)	-	-	(13)	(17)
Transfers	55	-	456	1	186	(698)	-
Depreciation expense	(406)	(147)	(1,267)	(32)	(852)	-	(2,704)
Foreign exchange	11	-	60	(7)	411	12	487
Balance at 31 March 2019	1,682	1,124	6,749	106	4,870	159	14,690
Cost	5,484	1,881	22,858	451	27,280	159	58,113
Accumulated depreciation & impairment	(3,802)	(757)	(16,109)	(345)	(22,410)	-	(43,423)
Net carrying amount	1,682	1,124	6,749	106	4,870	159	14,690
Balance at 31 March 2019	1,682	1,124	6,749	106	4,870	159	14,690
Reclassification to right-of-use assets on adoption of AASB 16	(54)	-	(267)	-	-	-	(321)
Balance as at 1 April 2019	1,628	1,124	6,482	106	4,870	159	14,369
Additions	297	-	234	-	9	315	855
Disposals	(20)	(7)	(7)	(1)	(385)	-	(420)
Transfers	22	-	277	-	-	(299)	-
Depreciation expense	(190)	(76)	(654)	(15)	(423)	-	(1,358)
Foreign exchange	7	-	33	1	123	1	165
Disposal of subsidiaries/businesses (Note 2)	(1,744)	(1,041)	(6,365)	(91)	(4,194)	(176)	(13,611)
Balance at 31 March 2020	-	-	-	-	-	-	-
Cost	-	-	-	-	-	-	-
Accumulated depreciation & impairment	-	-	-	-	-	-	-
Net carrying amount	-	-	-	-	-	-	-

Impairment testing was performed at 31 March 2019 and no impairment has been recognised. The recoverable amount was based on value in use and fair value calculations. The Group's property, plant and equipment have been fully disposed to MMA Offshore Limited (Note 2) during the year ended 31 March 2020.

Note 8 Intangible Assets

	Consolidated Group	
	2020	2019
	\$000	\$000
Intangible Assets		
Opening balance	342	579
Addition	-	35
Amortisation	(156)	(272)
Foreign exchange	4	-
Disposal of subsidiaries/businesses (Note 2)	(190)	-
Closing balance	-	342
Total Intangible assets	-	342

The Group's intangible assets have been fully disposed to MMA Offshore Limited (Note 2) during the year ended 31 March 2020.

Note 9 Investment

The Group's investment relates to its interest in equity shares of MMA Offshore Limited as part of the purchase consideration received for the sale of its operating businesses and assets during the year (Note 2). The investment was irrevocably designated at fair value through OCI due to the Group's intention to hold these equity instruments for long-term appreciation. During the financial year ended 31 March 2020, the Group recognises a fair value loss of \$8,863,000 arising from the revaluation of its interest in the investment.

Note 10 Issued Capital

	Consolidated Group	
	2020	2019
	\$000	\$000
61,441,291 (2019: 61,441,291) fully paid ordinary shares	273,540	273,540

(a) Ordinary Shares

	Consolidated Group	
	No.	\$000
At 1 April 2018, 31 March 2019 and 31 March 2020	61,441,291	273,540

Note 11 Operating Segments**Identification of Reportable Segments**

Since the financial year ended 31 March 2019, the management has undertaken a strategic review to identify opportunities to reposition its operating businesses. Consequently, the Group's management structure and reporting has changed from a product model to a function model. This has resulted in a change to the composition of the operating segments.

In accordance with AASB 8 *Operating Segments*, the Group has identified its operating segments to be the following two functions

Engineering and Offshore Services

Engineering and offshore services function relates to the Group's services provided to customers on a Offshore and Engineering basis in the oil and gas, marine and associated industries. The range of specialised services provided includes: commercial diving, inspection, repair and maintenance support, difficult and confined area access via rope access, tension netting and modular platforms, remotely operated vehicles (ROVs), subsea pipeline/cable stabilisation, protection, engineering, fabrication, assembly and testing, refurbishment, installation, maintenance, the patented NEPSYS® dry underwater welding technology, hydrographic surveying, positioning and geophysical support, and project management. Following the disposal of its operating businesses and assets to MMA Offshore Limited (Note 2) during the year, this segment has been re-presented as discontinued operation.

Corporate

Corporate function, includes treasury, head office and corporate functions as well as regulatory and compliance activities associated with the investment holding companies that the Group has globally. Segment assets, including cash and cash equivalents, and investments in financial assets are reported in this segment.

The operating segments presented reflect the manner in which the Group is internally managed and the financial information reported to the Board of Directors in assessing performance and in determining the allocation of resources.

Note 11 Operating Segments (continued)

Comparative segment information has been re-presented to reflect the Group's new operating segments.

Accounting Policies and Inter-Segment Transactions

The accounting policies used by the Group in reporting segments internally are the same as those contained in note 2 to the Annual Report and in the prior period, except as detailed below:

Inter-entity sales

Inter-entity sales are recognised based on an internally set transfer price. The price aims to reflect what the business operation could achieve if they sold their output and services to external parties at arm's length.

The following table presents revenue and profit information for the reportable segments:

	Corporate		Engineering & Offshore Services (Discontinued)		Total	
	2020 \$000	2019 \$000 (Re-presented)	2020 \$000	2019 \$000 (Re-presented)	2020 \$000	2019 \$000 (Re-presented)
Revenue						
Sales to external customers	-	-	52,702	84,449	52,702	84,449
Intersegment sales	-	-	15,519	37,074	15,519	37,074
Other revenue	-	-	-	1	-	1
Total sales revenue	-	-	68,221	121,524	68,221	121,524
Internal sales elimination					(15,519)	(37,074)
Total revenue per the income statement					52,702	84,450

	Corporate		Engineering & Offshore Services (Discontinued)		Total	
	2020 \$000	2019 \$000 (Re-presented)	2020 \$000	2019 \$000 (Re-presented)	2020 \$000	2019 \$000 (Re-presented)
Segment results						
Finance income	34	8	-	-	34	8
Finance costs	(41)	(93)	(368)	(155)	(409)	(248)
Depreciation and amortisation	(4)	(8)	(2,746)	(2,968)	(2,750)	(2,977)
Loss on disposal of subsidiaries	-	-	(10,218)	-	(10,218)	-
Segment profit before tax	(1,044)	(1,031)	(11,598)	(1,788)	(12,642)	(2,819)
Income tax expense	(364)	-	(178)	(285)	(542)	(285)
Segment profit after tax	(1,408)	(1,031)	(11,776)	(2,073)	(13,184)	(3,104)

	Corporate		Engineering & Offshore Services (Discontinued)		Total	
	2020 \$000	2019 \$000	2020 \$000	2019 \$000	2020 \$000	2019 \$000
Segment assets						
Segment operating assets	16,411	10,933	-	41,725	16,411	52,658

Revenue from external customers and operating assets by geographical locations is detailed below:

Note 12 **Cash Flow Information**

BLOSSOMVALE HOLDINGS LIMITED AND CONTROLLED ENTITIES
ABN: 76 105 665 843

Note 13 **Events after the Balance Sheet Date****(a)** Distribution of MMA Offshore Limited ("MMA") shares

On 6 April 2020, shareholders of the Company approved the in-specie distribution of the MMA shares. Given the closing price of MMA shares was \$0.084 per share as at 16 April 2020 (being the closing price of the last trading day prior of the distribution), the in-specie distribution will be undertaken as a Dividend Distribution given the Company has sufficient profit appropriation reserves.

Total number of MMA shares to distribute to shareholders	67,655,000
MMA shares distributed on the basis of 1.1 MMA shares for every 1 share in the Company (rounded down)	67,585,037
MMA shares retained by the Company	69,963
Dividend distribution per share – fully franked (being 1.1 x \$0.084)	\$0.0924

(b) Declaration of a special dividend

Following the sale of the Company's businesses to MMA (Note 2), the \$5m cash consideration was required to be locked up for a period of 6 months which expired on 7 May 2020. On 12 May 2020, the Company announced that it is now being able to declare a special dividend up to the balance of the Company's appropriation reserves. The details of the special dividend are provided in the table below.

Dividend announcement date	12 May 2020
Ex date	15 May 2020
Record date	18 May 2020
Payment date	28 May 2020
Dividend amount – fully franked	\$0.10125 per share

Note 14 **Commitments**

The Group does not have any contractual obligations to purchase plant and equipment at balance sheet date (2019: \$44,489). During the financial year ended 31 March 2019, the commitments are in relation to Diving equipment in Australia.

Audit Report

The preliminary final report is based on financial statements which are in the process of being audited.