

**JV GLOBAL LTD A.B.N. 80 009 142 125  
AND CONTROLLED ENTITIES  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2015**



# Corporate Directory

## **Board of Directors**

Collin Vost

*Chairman*

Justin Vost

*Non-Executive Director*

Timothy Clark

*Non-Executive Director*

## **Company Secretary**

Patrick J O'Neill

## **Registered Office**

Shop 12 "South Shore Piazza"

85 South Perth Esplanade

South Perth WA 6151

## **Contact Details**

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South Perth WA 6951

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Email: [info@jvglobal.com.au](mailto:info@jvglobal.com.au)

Website: [www.jvglobal.com.au](http://www.jvglobal.com.au)

## **Corporate Advisors**

Jackson Greeve

Suite 2 286 Fitzgerald Street

Perth WA 6000

## **Solicitors**

Steinepreis Paganin

GPO Box 2799

Perth WA 6001

## **Auditors**

Rothsay Chartered Accountants

Level 1 Lincoln House 4 Ventnor Avenue

West Perth WA 6005

## **Share Registry**

Security Transfer Registrars Pty Ltd

770 Canning Highway

Applecross WA 6153

## **Stock Exchange Listing**

Australian Securities Exchange

(Home Exchange: Perth, Western Australia)

ASX Code: Ordinary Shares - JVG

## **Bankers**

National Australia Bank Ltd

Capital Office

100 St Georges Terrace

Perth WA 6000



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# **JV GLOBAL LTD (ABN 80 009 142 125) AND CONTROLLED ENTITIES CORPORATE GOVERNANCE**

## **Introduction**

The Board is responsible for the corporate governance of the Company. The major processes by which the Board fulfils those responsibilities are described in this statement.

The Board considers that except to the extent expressly indicated in this statement, those corporate governance practices comply with the ASX Corporate Governance Council's Corporate Governance Principles and Recommendations with 3<sup>rd</sup> Edition 2014 Amendments. Also, except to the extent expressly indicated in this statement, those practices were followed throughout the year.

A copy of the Corporate Governance Statement, the Audit and Risk Management Committee Charter and the Company's Code of Conduct are available in the corporate governance section of the Company's website at [www.jvglobal.com.au](http://www.jvglobal.com.au) together with other information which the ASX Corporate Governance Council's recommends be made publicly available.

## **Corporate Governance Council Recommendation 1 Lay Solid Foundations for Management and Oversight**

### **Role of the Board of Directors**

The Board has responsibility for protecting the rights and interests of Shareholders and is responsible for the overall direction, monitoring and governance of the Group. Responsibility for managing the business on a day-to-day basis has been delegated to the Managing Director and the management team.

The Board is responsible for the overall corporate governance of the Group and its subsidiaries. Responsibilities and Functions of the Board are set out under the Board Charter and include:

- i. setting the strategic direction of the Group, establishing goals to ensure that the strategic objectives are met and monitoring the performance of management against these goals and objectives;
- ii. ensuring that there are adequate resources available to meet the Group's objectives;
- iii. appointing the Managing Director, evaluating the performance and determining the remuneration of senior executives, and ensuring that appropriate policies and procedures are in place for recruitment, training, remuneration and succession planning;
- iv. evaluating the performance of the Board and its Directors on an annual basis;
- v. determining remuneration levels of Directors;
- vi. approving and monitoring financial reporting and capital management;
- vii. approving and monitoring the progress of business objectives;
- viii. ensuring that any necessary statutory licences are held and compliance measures are maintained to ensure compliance with the law and licence(s);
- ix. ensuring that adequate risk management procedures exist and are being used;
- x. ensuring that the Group has appropriate corporate governance structures in place, including standards of ethical behaviors and a culture of corporate and social responsibility;
- xi. ensuring that the Board is and remains appropriately skilled to meet the changing needs of the Group;
- xii. ensuring procedures are in place for ensuring the Group's compliance with the law; and financial and audit responsibilities, including the appointment of an external auditor and reviewing the financial statements, accounting policies and management processes.

In complying with Recommendation 1.1 of the Corporate Governance Council, the Company has adopted a Board Charter which clarifies the respective roles of the Board and senior management and assists in decision making processes.

### **Diversity Policy**

The Board has adopted a diversity policy that considers the benefits of diversity, ways to promote a culture of diversity, factors to be taken into account in the selection process of candidates for Board and senior management positions in the Company, education programs to develop skills and experience in preparation for Board and senior management positions, processes to include review measurable diversity performance objectives for the Board, Managing Director and senior management.

The diversity policy states that the Company will report, where appropriate, in each annual report, the measurable objectives for achieving gender diversity set by the Board.

The following table provides a break-up of the gender diversity in the organisation.



**JV GLOBAL LTD (ABN 80 009 142 125)  
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	Number	%
Number of women employees in the whole organisation	0	0%
Number of women in senior executive positions	0	0%
Number of women on the Board	0	0%

**Board Processes**

An agenda for the meetings has been determined to ensure certain standing information is addressed and other items which are relevant to reporting deadlines and or regular review are scheduled when appropriate. The agenda is regularly reviewed by the Chairman, the Managing Director and the Company Secretary.

***Corporate Governance Council Recommendation 2  
Structure the Board to Add Value***

**Board Composition**

The relevant provisions in the Constitution and the Corporations Act determine the terms and conditions relating to the appointment and termination of Directors. All Directors, other than the Managing Director, are subject to re-election every three years.

The Board does not have a separate Nomination Committee comprising of a majority of Independent Directors and as such does not comply with Recommendation 2.4 of the Corporate Governance Council. The Board believes that given the size of the Group and the stage of its development a separate nomination committee is not warranted at this time. Any changes to Directorships will, for the foreseeable future, be considered by the full Board subject to any applicable laws. Identification of potential Board candidates includes consideration of the skills, experience, personal attributes and capability to devote the necessary time and commitment to the role.

The Board consists of Mr Collin Vost, executive Chairman and Managing Director, Mr Justin Vost non-executive Director, and Mr Timothy Clark, non-executive Director.

The Constitution requires a minimum number of three Directors. The maximum number of Directors is fixed by the Board but may not be more than 9, unless the members of the Company, in general meeting, resolve otherwise. The skills, experience and expertise of all Directors is set out in the Directors' section of the Company's website.

The Board considers, however, that given the size and scope of the Group's operations at present, it is appropriately structured to discharge its duties in a manner that is in the best interests of the Group and its Shareholders from both a long-term strategic and operational perspective.

**Independent Chairman**

The Chairman is not considered to be an independent director and as such Recommendation 2.2 of the Corporate Governance Council has not been complied with. However, the Board believes that Mr Collin Vost is an appropriate person for the position as Chairman because of his industry experience and proven track record as a public company director.

**Roles of Chairman and Managing Director**

The role of Chairman and Managing Director is exercised by the same individual, and as such the Company does not comply with Recommendation 2.3 of the Corporate Governance Council. However, the Board believes that Mr Collin Vost is an appropriate person for the position of Managing Director because of his industry experience and proven track record as a public company director.

**Evaluation of Board Performance**

The Company does not have a formal process for the evaluation of the performance of the Board and as such does not comply with Recommendation 2.5 of the Corporate Governance Council. The Board is of the opinion that the competitive environment in which the Company operates will effectively provide a measure of the performance of the Directors. In addition the Chairman assesses the performance of the Board, individual directors and key executives on an informal basis.

**Education**

All Directors are encouraged to attend professional education courses relevant to their roles.



**JV GLOBAL LTD (ABN 80 009 142 125)**  
**AND CONTROLLED ENTITIES**  
**CORPORATE GOVERNANCE**

**Independent Professional Advice and Access to Information**

Each Director has the right to access all relevant information in respect of the Group and to make appropriate enquiries of senior management. Each Director has the right to seek independent professional advice at the Group's expense, subject to the prior approval of the Chairman, which shall not be unreasonably withheld.

**Corporate Governance Council Recommendation 3**  
**Promote Ethical and Responsible Decision Making**

The Board actively promotes ethical and responsible decision making.

**Code of Conduct**

The Board has adopted a Code of Conduct that applies to all employees, executives and Directors of the Group, and as such complies with Recommendation 3.1 of the Corporate Governance Council. This Code addresses expectations for conduct in accordance with legal requirements and agreed ethical standards.

**Security Trading Policy**

The Board has committed to ensuring that the Group, its Directors and executives comply with their legal obligations as well as conducting their business in a transparent and ethical manner. The Board has adopted a policy and has procedures on dealing in the Company's securities by directors, officers and employees which prohibits dealing in the Company's securities when those persons possess information, and as such complies with Recommendation 3.2 of the Corporate Governance Council.

**Corporate Governance Council Recommendation 4**  
**Safeguarding Integrity in Financial Reporting**

**Audit Committee**

The Board does not have a separate Audit Committee with a composition as suggested by Recommendations 4.1, 4.2 and 4.3 of the Corporate Governance Council. The full Board carries out the function of an audit committee. The Board believes that the Group is not of a sufficient size to warrant a separate committee and that the full Board is able to meet objectives of the best practice recommendations and discharge its duties in this area. The relevant experience of Board members is detailed in the Directors' section of the Directors' Report.

**Financial Reporting**

The Board relies on senior executives to monitor the internal controls within the Group. Financial performance is monitored on a regular basis by the Managing Director who reports to the Board at the scheduled Board meetings.

**Corporate Governance Council Recommendation 5**  
**Make Timely and Balanced Disclosure**

The Board reviews the performance of the external auditors on an annual basis and meets with them during the year to review findings and assist with Board recommendations.

In the absence of a formal audit committee the Directors of the Group are available for correspondence with the auditors of the Consolidated Group.

**Continuous Disclosure**

The Board places a high priority on communication with Shareholders and is aware of the obligations it has, under the Corporations Act and ASX Listing Rules, to keep the market fully informed of information which is not generally available and which may have a material effect on the price or value of the Company's securities.

The Company has adopted policies which establish procedures to ensure that Directors and management are aware of and fulfill their obligations in relation to the timely disclosure of material price sensitive information.

Continuous disclosure is discussed at all regular Board meetings and on an ongoing basis the Board ensures that all activities are reviewed with a view to the necessity for disclosure to security holders.



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**CORPORATE GOVERNANCE**

***Corporate Governance Council Recommendation 6***

***Respect the Rights of Shareholders***

**Communications**

The Board fully supports security holder participation at general meetings as well as ensuring that communications with security holders are effective and clear. This has been incorporated into a formal shareholder communication strategy, in accordance with Recommendation 6.1 of the Corporate Governance Council.

In addition to electronic communication via the ASX website, the Company publishes all significant announcements together with all quarterly reports. These documents are available in both hardcopy on request and on the Company website

Shareholders are able to pose questions on the audit process and the financial statements directly to the independent auditor who attends the Company's Annual General Meeting for that purpose.

***Corporate Governance Council Recommendation 7***

***Recognise and Manage Risk***

**Risk Management Policy**

The Board has adopted a risk management policy that sets out a framework for a system of risk management and internal compliance and control, whereby the Board delegates day-to-day management of risk to the Managing Director, therefore complying with Recommendation 7.1 of the Corporate Governance Council. The Board is responsible for supervising management's framework of control and accountability systems to enable risk to be assessed and managed.

The Consolidated Group's risk management strategy is evolving and will be an ongoing process and it is recognised that the level and extent of the strategy will develop with the growth and change in the Consolidated Group's activities.

**Risk Reporting**

As the Board has responsibility for the monitoring of risk management it has not required a formal report regarding the material risks and whether those risks are managed effectively therefore not complying with Recommendation 7.2 of the Corporate Governance Council. The Board believes that the Group is currently effectively communicating its significant and material risks to the Board and its affairs are not of sufficient complexity to justify the implementation of a more formal system for identifying, assessing, monitoring and managing risk in the Company.

**Managing Director and Company Secretary Written Statement**

The Board requires that the Managing Director and the Company Secretary provide a written statement that the financial statements of the Group present a true and fair view, in all material aspects, of the financial position and operational results and have been prepared in accordance with Australian Accounting Standards and the Corporations Act. The Board also requires that the Managing Director and Company Secretary provide sufficient assurance that the declaration is founded on a sound system of risk management and internal control, and that the system is working effectively.

The declarations have been received by the Board, in accordance with Recommendation 7.3 of the Corporate Governance Council.

***Corporate Governance Council Recommendation 8***

***Remunerate Fairly and Responsibly***

**Remuneration Committee**

The Board has not created a separate Remuneration Committee and as such does not comply with Recommendation 8.1 of the Corporate Governance Council. The Board considers that the Group is not currently of a size, nor are its affairs of such complexity to justify a separate Remuneration Committee.

Executive Directors, non-executive Director receive fees agreed on an annual basis by the Board and may include performance based components designed to reward and motivate.



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The full Board determines all compensation arrangements for Directors. It is also responsible for setting performance criteria, performance monitors, share option schemes, incentive performance schemes, superannuation entitlements, retirement and termination entitlements and professional indemnity and liability insurance cover.

The Board ensures that all matters of remuneration will continue to be in accordance with the Corporations Act requirements.



**JV GLOBAL LTD (ABN 80 009 142 125)  
AND CONTROLLED ENTITIES  
DIRECTORS' REPORT**

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Your Directors present their report, together with the financial statements of the Group, being the Company and its controlled entity, for the year ended 30 June 2015.

**Principal Activities and Significant Change in Nature of Activities**

The principal activities of the Group during the financial year was the manufacture, sale and utilization of steel building products, the global marketing and sale of CNC roll forming production lines, associated technologies transfer and joint ventures utilizing the use of and the manufacture of steel building products.

There were no other significant changes in the nature of the Group's principal activities during the financial year.

**Operating Results and Review of Operations for the Year**

**Operating Results**

The profit of the Group for the financial year after providing for income tax amounted to:

<b>Year ended</b>	<b>Year ended</b>
<b>30 June 2015</b>	<b>30 June 2014</b>
<b>\$</b>	<b>\$</b>
(122,435)	(160,168)

The consolidated loss of the Group amounted to \$122,435, after providing for income tax. This was largely due to time delays obtaining council approval of the company's building development program and financing costs incurred during the year. Further discussion on the Group's operation follows.

**Review of Operations**

The Company continued its activities with the assistance of its Bankers and Investors and commenced construction of the Company's third project in December 2014. The first stage of this project has been completed and is currently in the process of being sold, expected within the next few months. The Company has proceeded with the second stage of this project, expected to be completed and sold within the next 3 months and continues to assess new opportunities. Upon settlement of both stages of the project, in excess of \$1.3m of gross revenue will be provided to fund the Company beyond the December year end.

The Company's current business model is based on funding the activities to the completion of each project and does, nevertheless, suffer from lack of consistent cash flow on a regular basis. This is acceptable to the Board, considering the above average net profit generated from actual capital employed, year on year. The Company would like to raise additional capital however it would like to raise this at a realistic price and in more positive market conditions.

The return on capital employed and to that of the investor is well within the Company's guidelines. The Board expects that, based on current market trends and conditions, the current business model will generate a considerable amount of activity in the 2015/2016 period with the commensurate profits.

The Company has made significant cuts to expenditures and places it in an extremely favourable position to expand its current activities off a very low base, and consider projects and ventures in its current activities as well as for diversification, for the benefit of shareholders.

JV Global Ltd continues to have strong support of the major shareholders for the plans going forward, and now with its extraordinary low operating costs, probably the lowest of any listed companies on the ASX in accordance with Directors' fiduciary duties, as outlined in the Company's quarterly reports on a consistent basis.

This austerity program will continue until the Directors and management are able to be adequately rewarded in due course for their time and for the ever increasing liabilities, and responsibilities imposed on them by politicians, the ASX and the ASIC, attached to being directors of a public company.



**JV GLOBAL LTD (ABN 80 009 142 125)  
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DIRECTORS' REPORT**

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Current borrowed funds are usually rolled over within 12 months and in most cases within 6 months. This provides investors and lenders with above fair returns and a share of profits, and where possible, secured directly against the assets.

The bank overdraft inherited by the parent company from the liquidated subsidiary some time ago was paid out during the financial year and the WA government debt also inherited from the same event, has also been fully paid out.

The Board continues to look for, and assess, other opportunities and or diversification of activities as they arise that could add value to the share price, providing they can be pursued within the ASX listing rules and fit the Company's reward to risk ratio requirements.

#### **Financial Position**

The net assets of the Group have decreased by \$122,435 at 30 June 2015 to \$(160,168). This decrease was largely due to increased borrowings.

#### **Significant Changes in the State of Affairs**

The following significant changes in the state of affairs of the parent entity occurred during the financial year:

In October 2011, JV Global Ltd entered in a loan arrangement with it bankers to repay the overdraft of the subsidiary placed into voluntary administration in July 2010. The bank advanced \$235,000. The terms of the loan were repayments at \$6,000 per month principal plus interest at 11.25%, charged monthly on the outstanding balance, with a balloon payment in October 2014 for the balance. In November 2014 this loan was paid out.

In December 2014, JV Global Ltd entered in a loan arrangement with it bankers to secure a property in Victoria Park WA. The bank advanced \$720,000 on an interest only basis at 5.03% payable monthly. The loan is secured by registered mortgage against the property.

In December 2014, 4,000,000 ordinary shares were granted as remuneration to two of the directors of the company in accordance with resolutions passed at the company's Annual General Meeting held on 27 November 2014.

#### **Dividends Paid or Recommended**

No dividends were declared or paid since the start of the financial year. No recommendation for payment of dividends has been made.

#### **Events after the Reporting Date**

On 26 August 2015 the Company signed an offer and acceptance contract for the sale of second stage of its current project for \$705,000, subject to finance, with settlement on or before 20 October 2015.

No other matters or circumstances that have arisen since the end of the financial year which significantly affect or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

#### **Future Developments, Prospects and Business Strategies**

Likely developments in the operations of the Group and the expected results of those operations in future financial years have not been included in this report, as the inclusion of such information is likely to result in unreasonable prejudice to the Group.

#### **Environmental Issues**

The Group is not aware of any matter which requires disclosure with respect to any significant environmental regulation in respect of its operating activities.



**JV GLOBAL LTD (ABN 80 009 142 125)  
AND CONTROLLED ENTITIES  
DIRECTORS' REPORT**

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**Information on Directors**

<b>Collin Vost</b>	CHAIRMAN (Executive)
Qualifications	Diploma of Financial Services, Licenced Securities Dealer.
Experience	Mr Vost has been involved in public companies for the past 30 years and has served on the Board of several, mostly junior resource companies as well as being involved in the securities dealing business since 2001. Mr Vost was appointed to the Board on 29 May 2009.
Interest in shares and options	7,175,000 ordinary shares and 610,000 redeemable preference shares.
Special responsibilities	Mr Vost is a member of the audit committee
Directorships held in other listed entities during the three years prior to the current year	Baraka Energy and Resources Ltd (appointed 18 May 2009) Cervantes Corporation Ltd (appointed 9 October 2007).
<b>Justin Vost</b>	DIRECTOR (Non-executive)
Qualifications	Diploma of Financial Markets.
Experience	Mr Vost was appointed to the Board on 19 April 2011. Mr Vost has experience in mining, manufacturing and capital markets.
Interest in shares	2,929,206 ordinary shares.
Special responsibilities	Mr Vost is a member of the audit committee
Directorships held in other listed entities during the three years prior to the current year	Baraka Energy and Resources Ltd (appointed 15 March 2011) Cervantes Corporation Ltd (appointed 23 November 2011)
<b>Timothy Clark</b>	DIRECTOR (Non-executive)
Qualifications	Bcomm. Econ and Finance.
Experience	Mr Clark was appointed to the Board on 6 July 2011. Mr Clark has experience in capital markets.
Interest in shares	4,003,142 ordinary shares.
Special responsibilities	Mr Clark is a member of the audit committee
Directorships held in other listed entities during the three years prior to the current year	Cervantes Corporation Ltd (appointed 3 July 2012)



**JV GLOBAL LTD (ABN 80 009 142 125)  
AND CONTROLLED ENTITIES  
DIRECTORS' REPORT**

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**COMPANY SECRETARY**

The following person held the position of company secretary at the end of the financial year:

Patrick O'Neill – Bachelor of Business, Chartered Accountant. Mr O'Neill is a partner in the accounting firm Jackson Greeve. He has acted as Company Secretary for several public companies. Mr O'Neill was appointed Company Secretary on 1 October 2010.

**Meetings of Directors**

During the financial year, 4 meetings of directors were held. Attendances by each director during the year were as follows:

	<b>Directors' Meetings</b>	
	<b>Number eligible to attend</b>	<b>Number attended</b>
Collin Vost	4	4
Justin Vost	4	4
Timothy Clark	4	4

During the financial year there were 12 Circular Resolutions.

**Indemnifying Officers**

In accordance with the constitution, except as may be prohibited by the Corporation Act 2001, every Officer of the Company shall be indemnified out of the property of the Company against any liability incurred by them in their capacity as Officer of the Company or a related corporation in respect of any act or omission whatsoever and howsoever occurring or in defending any proceedings, whether civil or criminal.

As at the date of this report no insurance premiums have been paid, or agreed to be paid, for insurance against a current or former Officer's liability for legal costs.

**Proceedings on Behalf of Company**

No person has applied for leave of Court to bring proceedings on behalf of the Group or intervene in any proceedings to which the Group is a party for the purpose of taking responsibility on behalf of the Group for all or any part of those proceedings. The Group was not a party to any such proceedings during the year.

**Non-Audit Services**

Rothsay did not provide non-audit services to the Group during 2015.

**Auditor's Independence Declaration**

The auditor's independence declaration for the year ended 30 June 2015 has been received and can be found on page 44 of the financial report.



**JV GLOBAL LTD (ABN 80 009 142 125)  
AND CONTROLLED ENTITIES  
REMUNERATION REPORT (AUDITED)**

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**Remuneration Policy**

The Board as a whole is responsible for considering remuneration policies and packages applicable both to Board members and key management personnel of the Group. Broadly, the Group's remuneration policy is to ensure that any remuneration package properly reflects the person's duties and responsibilities and that it is competitive in attracting, retaining and motivating people of the highest quality.

**Fixed Remuneration**

Executive Directors and Non-Executive Directors are remunerated by way of a consulting fee, receiving a fixed monthly amount for their services. This remuneration package is reviewed annually by the Board.

**Performance Linked Remuneration and Entitlements**

The Board may from time to time approve cash bonuses and/or options designed to reward or incentivise executives, contractors and staff on such terms and conditions determined appropriate at the time of payment or issue. Often this will be linked to the achievement of Group objectives with a direct link to the creation of shareholder value.

**Director Remuneration and Incentives**

The Board policy is to remunerate Non-Executive Directors at market rates for time commitment and responsibilities. Independent external advice is sought where required. All securities issued to Directors and related parties must be approved by shareholders. In addition to Directors' fees, it is a policy of the Group that a Director may be paid fees or other amounts as the Board determines where a Director performs special duties or otherwise performs services outside the scope of the ordinary duties of a Director. A Director may also be reimbursed for out of pocket expenses incurred as a result of their directorship or any special duties.

No securities were issued to Directors or key management personnel of the Group during or since the end of the year as remuneration.

**Post-Employment Benefits**

The Group does not have any scheme relating to retirement benefits for Directors or key management personnel.

*Nomination and Remuneration Committee*

Currently, the full Board together with the Company Secretary, will consider all Nomination and Remuneration matters. The objective when the Board is convened to consider these matters is to ensure that the Group adopts and complies with remuneration policies that:

- § attract, retain and motivate high caliber executives and directors so as to encourage enhanced performance by the Group;
- § are consistent with the human resource needs of the Group;
- § motivate directors and management to pursue long-term growth and success of the Group with an appropriate framework; and
- § demonstrate a clear relationship between key executive performance and remuneration.



**JV GLOBAL LTD (ABN 80 009 142 125)  
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REMUNERATION REPORT (AUDITED)**

**Employment Details of Members of Key Personnel and Other Executives**

The following table provides detail of persons who were, during the financial year, members of key management personnel of the Group, and to the extent different, among the three Group executives or company executives receiving the highest remuneration.

Group Key Management Personnel	Position held as at 30 June 2015 and any change during the year	Proportion of elements of remuneration related to performance			Proportions of elements of remuneration not related to performance	
		Non-salary cash-based incentives %	Shares/Units %	Options/Rights %	Fixed Salary/Fees %	Total %
Collin Vost	Chairman (Executive)	-	-	-	100	100
Justin Vost	Director (Non-executive)	-	14	-	86	100
Timothy Clark	Director (Non-executive)	-	14	-	86	100

The service terms and conditions of the key management personnel and Group executives are not formalised in contracts of employments. The service terms and conditions are of no fixed term, no requirement for notice on termination and no entitlement for payment upon termination.

**Remuneration Details for the Year Ended 30 June 2015**

The following table of benefits and payments detail, in respect to the financial year, the components of remuneration for each member of the key management personnel of the Group, and to the extent different, the three Group executives receiving the highest remuneration.

		Short Term Benefit		Post Employment	Equity-settled share-based payments		Total
		Salaries & Fees	Other	Super-annuation	Shares	Options/Rights	
		\$	\$	\$	\$	\$	
C Vost appointed 29 May 2009 Chairman	2015	24,000	74,350	-	-	-	98,350
	2014	24,000	63,000	-	-	-	87,000
J Vost appointed 19 April 2011 Non-Executive Director	2015	24,000	-	-	4,000	-	28,000
	2014	24,000	-	-	-	-	24,000
T Clark appointed 6 July 2011 Non-Executive Director	2015	24,400	-	-	4,000	-	28,400
	2014	24,000	-	-	-	-	24,000
P O'Neill appointed 1 October 2010 Company Secretary	2015	20,916	-	-	-	-	20,916
	2014	25,872	-	-	-	-	25,872
Total	2015	93,316	74,350	-	8,000	-	175,666
Total	2014	97,872	63,000	-	-	-	160,872

There were no long-term, Cash settled share-based payments or termination benefits paid to Key Management Personnel or Other Executives.

Included in other short-term benefits are payments made to New York Securities Pty Ltd which provides a serviced office including bookkeeping services and is the landlord of JV Global Ltd. Mr Collin Vost is a director and shareholder of the securities dealing company. During the financial year \$73,000 (2014: \$63,000) was paid or payable.



**JV GLOBAL LTD (ABN 80 009 142 125)  
AND CONTROLLED ENTITIES  
REMUNERATION REPORT (AUDITED)**

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Also included in other short-term benefits are payments made to New York Securities Pty Ltd which is appointed as the Company's securities dealer and advisors on normal commercial terms and conditions. Mr Collin Vost is a director of the securities dealing company. During the financial year \$1,350 (2014: \$nil) was paid for share trading and investment services.

**Share-based Payments**

The terms and conditions relating to shares granted as remuneration during the year to key management personnel and other executives during the year are as follows:

	Remuneration Type	Grant Date	Grant Value \$	Reason for Grant	Percentage Vested/Paid during Year %	Expiry Date for Vesting or Payment
Group Key Management Personnel						
J Vost	Shares	22/12/2014	4,000	Note 1(a)	100	-
T Clark	Shares	22/12/2014	4,000	Note 1(a)	100	-

**Note 1 (a)**

The shares have been granted to the individual for their dedication and ongoing commitment and efforts to the Company. The issue of Director Shares as a part of the remuneration package of the Directors is an established practice of junior public listed companies and has the benefit of conserving cash whilst properly rewarding the Directors. Based on this the Directors believe that this level of remuneration is in line with corporate remuneration of similar companies

**End of Audited Remuneration Report**

This Report of the Directors, incorporating the Remuneration Report, is signed in accordance with a resolution of the Board of Directors.



Collin Vost  
Director

Dated 30 September 2015



**JV GLOBAL LTD (ABN 80 009 142 125)**  
**SHAREHOLDER INFORMATION**

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Additional information required by the Australian Securities Exchange Ltd and not shown elsewhere in this report is as follows. The information is current as at 28 September 2015.

**(a) Distribution of Equity Securities**

The number of holders, by size of holding, in each class of security are:

	Ordinary Shares		Preference Shares - unlisted	
	No. of holders	No. of shares	No. of holders	No. of shares
1 – 1,000	85	17,137		
1001 – 5,000	51	159,780		
5001 – 10,000	89	829,759		
10,001 – 100,000	173	7,296,252		
100,001 and above	202	271,531,365	2	1,520,000
<b>Total</b>	<b>600</b>	<b>279,834,293</b>	<b>2</b>	<b>1,520,000</b>

The number of shareholders holding less than a marketable parcel of shares is 438 (15,606,089 ordinary shares).

**(b) Twenty Largest Holders**

The names of the twenty largest holders, in each class of security are:

**Ordinary Shares:**

1. Hwang Sin Jen	17,775,000	6.35%
2. Kailis Consolidated Pty Ltd	17,224,964	6.16%
3. Dudley C	13,779,132	4.92%
4. Baraka Energy & Resources Ltd	11,683,963	4.18%
5. Hay T N	10,132,555	3.62%
6. Navigator Aust Ltd <MLC Investors Settlement A/c>	9,599,869	3.43%
7. Vost Dalma & Sayers K <Dalma Vost Super Fund A/c>	8,305,000	2.97%
8. New York Holdings Pty Ltd <CV Super Fund A/c>	7,175,000	2.56%
9. Brazier M & L <M & L Brazier Super Fund A/c>	5,852,139	2.09%
10. Le Charme Pty Ltd	5,508,507	1.97%
11. Broken Ridge Pty Ltd	5,500,000	1.97%
12. Cervantes Corporation Ltd	5,450,000	1.95%
13. Gibca Ltd	5,000,000	1.79%
14. Allcrest Nominees Pty Ltd <Riemer A/c>	4,250,000	1.52%
15. Black I	4,089,111	1.46%
16. Li Hwa Pty Ltd <Li Hwa A/c>	4,003,142	1.43%
17. Robmob Pty Ltd <Robinson Super Fund A/c>	4,000,000	1.43%
18. Hoperidge Enterprises Pty Ltd <Jones Family A/c>	3,000,000	1.07%
19. Truwest Pty Ltd <Trudgian Super Fund A/c>	3,000,000	1.07%
20. Wonder Holdings Pty Ltd	2,800,000	1.00%



**JV GLOBAL LTD (ABN 80 009 142 125)**  
**SHAREHOLDER INFORMATION**

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***Preference Shares – Unlisted***

1. Wong S C	910,000	59.87%
2. New York Holdings Pty Ltd <CV Super Fund A/c>	610,000	40.13%

**(c) Substantial Shareholder**

The names of substantial shareholders who have notified the Company in accordance with section 671B of the Corporation Act 2001 are Hwang Sin Jen and Kailis Consolidated Pty Ltd.

**(d) Voting Rights**

All ordinary shares carry one vote per share without restriction.

**(e) Restricted Securities**

The Company has no restricted securities (held in escrow) on issue.

**(f) Business Objective**

The Company has used its cash and assets that are readily convertible to cash in a way consistent with its business objectives.



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR YEAR  
ENDED 30 JUNE 2015**

	<b>Note</b>	<b>Consolidated Group</b>	
		<b>2015</b>	<b>2014</b>
		<b>\$</b>	<b>\$</b>
Revenue		2,329	1,153,938
Fair value adjustment - property		157,223	-
Interest income	<b>2</b>	43	2,558
Other sundry		1,357	-
		<hr/>	<hr/>
		160,952	1,156,496
Raw material & consumables used	<b>3d</b>	-	(998,820)
Employee benefits expense	<b>3a</b>	(80,400)	(72,000)
Finance costs	<b>3c</b>	(48,002)	(60,821)
Administration expenses	<b>3b</b>	(139,181)	(172,198)
Fair value adjustment - investments		(15,804)	(8,000)
Foreign exchange loss		-	(4,825)
		<hr/>	<hr/>
<b>Loss from ordinary activities before related</b>			
<b>Income Tax benefit</b>		<b>(122,435)</b>	<b>(160,168)</b>
Income tax benefit relating to ordinary activities		-	-
		<hr/>	<hr/>
<b>Loss from ordinary activities after related</b>			
<b>Income Tax benefit</b>		<b>(122,435)</b>	<b>(160,168)</b>
		<hr/>	<hr/>
Other comprehensive income		-	-
		<hr/>	<hr/>
<b>Total comprehensive income</b>		<b>(122,435)</b>	<b>(160,168)</b>
<b>Basic loss per share (cents per share)</b>	<b>7</b>	(0.04)c	(0.06)c
<b>Diluted loss per share (cents per share)</b>	<b>7</b>	(0.04)c	(0.06)c

The accompanying notes form part of these financial statements



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015**

	Note	Consolidated Group	
		2015	2014
		\$	\$
<b>Current Assets</b>			
Cash and cash equivalents	8	24,438	7,377
Trade and other receivables	9	11,154	-
Inventories	10	1,115,682	2,411
Financial assets	11	20,291	16,000
<b>Total Current Assets</b>		<b>1,171,565</b>	<b>25,788</b>
<b>Total Assets</b>		<b>1,171,565</b>	<b>25,788</b>
<b>Current Liabilities</b>			
Trade and other payables	13	35,426	59,851
Financial liabilities	14	2,046,637	762,000
<b>Total Current Liabilities</b>		<b>2,082,063</b>	<b>821,851</b>
<b>Total Liabilities</b>		<b>2,082,063</b>	<b>821,851</b>
<b>Net Assets</b>		<b>(910,498)</b>	<b>(796,063)</b>
<b>Equity</b>			
Issued capital	15	22,726,332	22,718,332
Reserves		-	-
Accumulated losses		(23,636,830)	(23,514,395)
<b>Total Equity</b>		<b>(910,498)</b>	<b>(796,063)</b>

The accompanying notes form part of these financial statements



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2015**

Consolidated Group	Share Capital		Accumulated		Total
	Ordinary \$	Preference \$	Losses \$	Reserves \$	
<b>Balance at 1 July 2013</b>	21,198,332	1,520,000	(23,374,708)	20,481	(635,895)
Shares issued during year	-	-	-	-	-
Transaction costs	-	-	-	-	-
Options expired	-	-	20,481	(20,481)	-
Net loss attributable to members of the parent entity	-	-	(160,168)	-	(160,168)
<b>Balance at 30 June 2014</b>	<u>21,198,332</u>	<u>1,520,000</u>	<u>(23,514,395)</u>	<u>-</u>	<u>(796,063)</u>
Shares issued during year	8,000	-	-	-	8,000
Transaction costs	-	-	-	-	-
Options expired	-	-	-	-	-
Net profit attributable to members of the parent entity	-	-	(122,435)	-	(122,435)
<b>Balance at 30 June 2015</b>	<u>21,206,332</u>	<u>1,520,000</u>	<u>(23,636,830)</u>	<u>-</u>	<u>(910,498)</u>

The accompanying notes form part of these financial statements



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 June 2015**

	Note	Consolidated Group 2015 \$	2014 \$
<b>Cash Flows from Operating Activities</b>			
Receipts from customers		2,329	1,808,710
Sundry receipts		1,357	-
Payments to suppliers and employees		(1,203,208)	(487,374)
Finance costs		(48,002)	(60,821)
Net cash used in operating activities	19	<u>(1,247,524)</u>	<u>1,260,515</u>
<b>Cash Flows from Investing Activities</b>			
Interests received		43	2,558
Proceeds from held for trading investments		-	32,112
Purchases of trading investments		(20,095)	-
Loans repaid by other entities		-	67,888
Net cash used in investing activities		<u>(20,052)</u>	<u>102,558</u>
<b>Cash Flows from Financing Activities</b>			
Proceeds of issue of shares		-	-
Costs of share issue		-	-
Proceeds from borrowings		1,384,400	595,000
Repayment of borrowings		(99,763)	(2,017,379)
Net cash provided by financing activities		<u>1,284,637</u>	<u>(1,422,379)</u>
Net outflow in cash held for the year		7,377	(59,306)
Cash at the beginning of the year		17,061	66,683
Cash at the end of the year	8	<u>24,438</u>	<u>7,377</u>

The accompanying notes form part of these financial statements



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**Note 1: Statement of Significant Accounting Policies**

**Basis of Preparation**

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the *Corporations Act 2001*.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accrual basis and is based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The financial statements of JV Global Ltd also comply with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

**Going Concern**

The group has reported an operating loss for the financial year of \$122,435 (2014: \$160,168). The directors have successfully secured additional medium term funding from parties provided on an ongoing basis. The Company enjoys a strong working relationship with its bankers and continues to have full support of major shareholders. The Company has sold down inventories and has repaid substantial debt during the financial year and is actively looking for projects for the current financial year.

The directors have concluded that the combination of these circumstances represent a material uncertainty that casts doubt upon the Consolidated Entity's ability to continue as a going concern and whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial report.

The directors continued to seek opportunities for the Group and the Board the directors have a reasonable expectation that the group and the company have adequate resources to continue in operational existence for the foreseeable future. For these reasons, they continue to adopt the going concern basis in preparing the annual report and accounts.

**a Principles of Consolidation**

A controlled entity is any entity over which JV Global Ltd has the power to govern the financial and operating policies so as to obtain benefit from its activities. In assessing the power to govern, the existence and effect of holding actual and potential voting rights are considered.

Details of the controlled entity are contained in Note 12 to the financial statements. The controlled entity has a 30 June financial year-end.

As at reporting date, the assets and liabilities of the controlled entity have been incorporated into the consolidated financial statements as well as its results for the year ended. Where a controlled entity has entered or left the Group during the year, its operating results have been included from the date control was obtained or until the date control ceased.

All inter-group balances and transactions between entities in the Group, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of the subsidiary have been changed where necessary to ensure consistency with those adopted by the parent entity.

**b Business combinations**

Business combinations occur where an acquirer obtains control over one or more businesses and results in the consolidation of its assets and liabilities.



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

A business combination is accounted for by applying the acquisition method, unless it is a combination involving entities or businesses under common control. The acquisition method requires that for each business combination one of the combining entities must be identified as the acquirer (i.e. parent entity). The business combination will be accounted for as at the acquisition date, which is the date that control over the acquiree is obtained by the parent entity. At this date, the parent shall recognise, in the consolidated accounts, and subject to certain limited exceptions, the fair value of the identifiable assets acquired and liabilities assumed. In addition, contingent liabilities of the acquiree will be recognised where a present obligation has been incurred and its fair value can be reliably measured.

The acquisition may result in the recognition of goodwill (refer note 1(i)) or a gain from a bargain purchase. The method adopted for the measurement of goodwill will impact on the measurement of any non-controlling interest to be recognised in the acquiree where less than 100% ownership interest is held in the acquiree.

The acquisition date fair value of the consideration transferred for a business combination plus the acquisition date fair value of any previously held equity interest shall form the cost of the investment in the separate financial statements. Consideration may comprise the sum of the assets transferred by the acquirer, liabilities incurred by the acquirer to the former owners of the acquiree and the equity interests issued by the acquirer.

Fair value uplifts in the value of pre-existing equity holdings are taken to the statement of comprehensive income. Where changes in the value of such equity holdings had previously been recognised in other comprehensive income, such amounts are recycled to profit or loss.

Included in the measurement of consideration transferred is any asset or liability resulting from a contingent consideration arrangement. Any obligation incurred relating to contingent consideration is classified as either a financial liability or equity instrument, depending upon the nature of the arrangement. Rights to refunds of consideration previously paid are recognised as a receivable. Subsequent to initial recognition, contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. Contingent consideration classified as an asset or a liability is remeasured each reporting period to fair value through the statement of comprehensive income unless the change in value can be identified as existing at acquisition date.

All transaction costs incurred in relation to the business combination are expensed to the statement of comprehensive income.

**c Income Tax**

The income tax expense (revenue) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on the taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movement in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profits will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

Current tax assets and liabilities are offset where a legally enforceable right of set-off exists and it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur. Deferred tax assets and liabilities are offset where a legally enforceable right of set-off exists, the deferred tax assets and liabilities relate to income taxes levied by the same taxation authority on either the same taxable entity or different taxable entities where it is intended that net settlement or simultaneous realisation and settlement of the respective asset and liability will occur in future periods in which significant amounts of deferred tax assets or liabilities are expected to be recovered or settled.

**d Property, Plant and Equipment**

Each class of property, plant and equipment is carried at the cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

**Plant and Equipment**

Plant and equipment are measured on the cost basis.

The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present value in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount recognised as a separate asset, as appropriate, only when it is probable that future economic benefits are associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the income statement during the financial period in which they are incurred.

**Depreciation**

The depreciable amount of all fixed assets is depreciated on a straight-line basis over their useful lives to the Group commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Plant and equipment	0 – 11.0%

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the statement of comprehensive income. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**e Financial Instruments**

Financial assets and financial liabilities are recognised when the entity becomes a party to the contractual provisions to the instrument. For the financial asset, this is equivalent to the date that the Company commits itself to either the purchase or sale of the asset (ie trade date accounting is adopted).

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are measured as set out below.

**Classification and Subsequent Measurement**

Finance instruments are subsequently measured at fair value. Fair value represents the amount for which an asset could be exchanged or a liability settled, between knowledgeable, willing parties. Where available, quoted prices in an active market are used to determine fair value. In other circumstances, valuation techniques are adopted.

(i) Financial assets at fair value through profit and loss

A financial asset is classified at 'fair value through the profit and loss' when they are either held for trading for the purpose of short-term profit taking, derivatives not held for hedge purposes or when they are designated as such to avoid an accounting mismatch or to enable performance evaluation where a Group of financial assets is managed by key management personnel on a fair value basis in accordance with the investment strategy. Such assets are subsequently measured at fair value with changes in the carrying value being included in the profit and loss.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost.

Loans and receivables are included in current assets, except for those which are not expected to mature within 12 months after the end of the reporting period. (All other loans and receivables are classified as non-current assets.)

**Fair value**

Fair value is determined based on current bid prices for all quoted investments. Valuations techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

**Impairment**

At each reporting date, the Group assesses whether there is objective evidence that a financial instrument has been impaired. In the case of available-for-sale financial instruments, a prolonged decline in the value of the instrument is considered to determine whether an impairment has arisen. Impairment losses are recognised in the statement of comprehensive income.

**Derecognition**

Financial assets are derecognised where the contractual rights to receipts of the cash flows expires or the asset is transferred to another party whereby the entity is no longer has any significant continuing involvement in the risks and benefits associated with the asset. Financial liabilities are derecognised where the related obligations are either discharged, cancelled or expire. The difference between the carrying value of the financial liability extinguished or transferred to another party and the fair value of the consideration paid, including the transfer of non-cash assets or liabilities assumed, is recognised in profit or loss.

**f Impairment of Assets**

At each reporting date, the Group reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

Impairment testing is performed annually for intangible assets with indefinite lives.

Where it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

**g Employee Benefits**

Provision is made for the Group's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year have been measured at the amounts expected to be paid when the liability is settled plus related on-costs. Employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits. Those cashflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cashflows.

**h Provisions**

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events, for which it is possible that an outflow of economic benefits will result and that outflow can be reliably measured.

**i Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

**j Revenue and Other Income**

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and the cessation of all involvement in those goods.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

Dividend revenue is recognised when the right to receive a dividend has been established.

Revenue from rendering of a service is recognised upon the delivery of the service to the customers.

All revenue is stated net of the amount of goods and services tax (GST).

**k Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except when the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the statement of financial position are shown inclusive of GST.

Cash flows are presented in the statement of cash flows on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

**Critical Accounting Estimates and Judgments**

The directors evaluate estimates and judgments incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the Group.



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**I New Accounting Standards for Application in Future Periods**

*(i) New and amended standards adopted by the Company*

The Company has adopted all of the new, revised or amending Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') 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 Company.

The following Accounting Standards and Interpretations are most relevant to the Company:

**AASB 2012-3 Amendments to Australian Accounting Standards - Offsetting Financial Assets and Financial Liabilities**

The Company has applied AASB 2012-3 from 1 July 2014. The amendments add application guidance to address inconsistencies in the application of the offsetting criteria in AASB 132 'Financial Instruments: Presentation', by clarifying the meaning of 'currently has a legally enforceable right of set-off'; and clarifies that some gross settlement systems may be considered to be equivalent to net settlement.

**AASB 2013-3 Amendments to AASB 136 - Recoverable Amount Disclosures for Non-Financial Assets**

The Company has applied AASB 2013-3 from 1 July 2014. The disclosure requirements of AASB 136 'Impairment of Assets' have been enhanced to require additional information about the fair value measurement when the recoverable amount of impaired assets is based on fair value less costs of disposals. Additionally, if measured using a present value technique, the discount rate is required to be disclosed.

**AASB 2014-1 Amendments to Australian Accounting Standards (Parts A to C)**

The Company has applied Parts A to C of AASB 2014-1 from 1 July 2014. These amendments affect the following standards: AASB 2 'Share-based Payment': clarifies the definition of 'vesting condition' by separately defining a 'performance condition' and a 'service condition' and amends the definition of 'market condition'; AASB 3 'Business Combinations': clarifies that contingent consideration in a business combination is subsequently measured at fair value with changes in fair value recognised in profit or loss irrespective of whether the contingent consideration is within the scope of AASB 9; AASB 8 'Operating Segments': amended to require disclosures of judgements made in applying the aggregation criteria and clarifies that a reconciliation of the total reportable segment assets to the entity's assets is required only if segment assets are reported regularly to the chief operating decision maker; AASB 13 'Fair Value Measurement': clarifies that the portfolio exemption applies to the valuation of contracts within the scope of AASB 9 and AASB 139; AASB 116 'Property, Plant and Equipment' and AASB 138 'Intangible Assets': clarifies that on revaluation, restatement of accumulated depreciation will not necessarily be in the same proportion to the change in the gross carrying value of the asset; AASB 124 'Related Party Disclosures': extends the definition of 'related party' to include a management entity that provides KMP services to the entity or its parent and requires disclosure of the fees paid to the management entity; AASB 140 'Investment Property': clarifies that the acquisition of an investment property may constitute a business combination

*(ii) Early adoption of standards*

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

*(iii) New accounting standards and interpretations*

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2015 reporting periods. The Company's assessment of the impact of these new standards and interpretations is set out below. New standards and interpretations not mentioned are considered unlikely to impact on the financial reporting of the Company.

**AASB 9: Financial Instruments, AASB 2009-11 Amendments to Australian Accounting Standards arising from AASB 9, AASB 2010-7 Amendments to Australian Accounting Standards arising from AASB 9 (December 2010) and AASB 2012-6 Amendments to Australian Accounting Standards – Mandatory Effective Date of AASB 9 and Transition Disclosures (effective from reporting periods beginning on or after 1 January 2018)**

This Standard is applicable retrospectively and includes revised requirements for the classification and measurement of financial instruments, as well as recognition and derecognition requirements for financial instruments. The Company has not yet determined any potential impact on the financial statements.

The key changes made to accounting requirements include:



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

- simplifying the classifications of financial assets into those carried at amortised cost and those carried at fair value;
- simplifying the requirements for embedded derivatives;
- removing the tainting rules associated with held-to-maturity assets;
- removing the requirements to separate and fair value embedded derivatives for financial assets carried at amortised cost;
- allowing an irrevocable election on initial recognition to present gains and losses on investments in equity instruments that are not held for trading in other comprehensive income. Dividends in respect of these investments that are a return on investment can be recognised in profit or loss and there is no impairment or recycling on disposal of the instrument;
- requiring financial assets to be reclassified where there is a change in an entity's business model as they are initially classified based on: (a) the objective of the entity's business model for managing the financial assets; and (b) the characteristics of the contractual cash flows; and
- requiring an entity that chooses to measure a financial liability at fair value to present the portion of the change in its fair value due to changes in the entity's own credit risk in other comprehensive income, except when that would create an accounting mismatch. If such a mismatch would be created or enlarged, the entity is required to present all changes in fair value (including the effects of changes in the credit risk of the liability) in profit or loss.
- New simpler hedge accounting requirements are intended to more closely align the accounting treatment with the risk management activities of the entity.
- New impairment requirements will use an expected credit loss (ECL) model to recognise an allowance.
- Impairment will be measured under a 12 month ECL method unless the credit risk on a financial instrument has increased significantly since the initial recognition in which case the lifetime ECL method is adopted.
- The standard introduces additional new disclosures.

*AASB 15: Revenue from Contracts with Customers*

This Standard is applicable to annual reporting periods beginning on or after 1 January 2017. The standard provides a single standard for revenue recognition. The core principle of the standard is that an entity will recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The Company has not yet determined any potential impact on the financial statements.

The key changes made to accounting requirements include:

- contracts (either written, verbal or implied) to be identified, together with the separate performance obligations within the contract; determine the transaction price, adjusted for the time value of money excluding credit risk; allocation of the transaction price to the separate performance obligations on a basis of relative stand-alone selling price of each distinct good or service, or estimation approach if no distinct observable prices exist; and recognition of revenue when each performance obligation is satisfied.
- Credit risk will be presented separately as an expense rather than adjusted to revenue.
- For goods, the performance obligation would be satisfied when the customer obtains control of the goods. For services, the performance obligation is satisfied when the service has been provided, typically for promises to transfer services to customers. For performance obligations satisfied over time, an entity would select an appropriate measure of progress to determine how much revenue should be recognised as the performance obligation is satisfied.
- Contracts with customers will be presented in an entity's statement of financial position as a contract liability, a contract asset, or a receivable, depending on the relationship between the entity's performance and the customer's payment.
  - Sufficient quantitative and qualitative disclosure is required to enable users to understand the contracts with customers; the significant judgments made in applying the guidance to those contracts; and any assets recognised from the costs to obtain or fulfil a contract with a customer.



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**Consolidated Group**

<b>2015</b>	<b>2014</b>
<b>\$</b>	<b>\$</b>

**NOTE 2: Revenue and Other Income**

**Interest revenue**

- other persons	43	2,558
	<b>43</b>	<b>2,558</b>
	<b>43</b>	<b>2,558</b>

**NOTE 3: Loss for the Year**

(a). Employee benefits expenses		
Directors fees	80,400	72,000
(b). Administration		
Accounting and audit services	12,600	12,350
Advertising and promotion	398	375
Fees and charges	1,315	8,430
Legal	14,194	400
Serviced office	48,000	45,000
Travel expenses	47	2,986
Other	59,627	102,657
(c). Finance costs		
Interest expenses on financial liabilities	48,002	60,821
(d). Cost of sales	-	998,820



**JV GLOBAL LTD ABN 80 009 142 125**  
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**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

	<b>Consolidated Group</b>	
	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
<b>NOTE 4: Income Tax</b>		
Prima facie tax benefit on loss before income tax @ 30%.	(36,731)	(48,050)
Add tax effect:		
<i>Non-allowable items</i>		
Fair value adjustments - investments	4,741	2,400
Fair value adjustments - property	(47,167)	-
Fines & penalties	255	-
<i>Allowable items</i>		
Capital raising costs	-	(16,539)
Tax losses not brought to account	(78,902)	(62,189)
Income tax attributable to entity	<u>-</u>	<u>-</u>
Net deferred tax asset not brought to account	<u><b>3,104,885</b></u>	<u><b>3,025,983</b></u>

The Unrealising deferred tax assets will only be available if:

- a) future assessable income is derived of a nature and of an amount sufficient to enable the benefit to be realised;
- b) the conditions for deductibility imposed by the tax legislation continue to be complied with; and
- c) no changes in tax legislation adversely affect the Company in realising the benefit.

**NOTE 5: Interests of Key Management Personnel (KMP)**

Refer to the remuneration report contained in the Report of the Directors for details of the remuneration paid or payable to each member of the Group's key management personnel for the year ended 30 June 2015.

The totals of remuneration paid to KMP of the company and the Group during the year are as follows:

Short-term employment benefits	175,666	160,872
Post-employment benefits	-	-
Other long-term benefits	-	-
Termination benefits	-	-
	<u><b>175,666</b></u>	<u><b>160,872</b></u>



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**NOTE 5: Interests of Key Management Personnel (KMP) (cont'd)**

**KMP Options Holdings**

The number of options over ordinary shares held by each KMP of the Group during the financial year is as follows:

**30 June 2015**

	Balance at beginning of year	Granted as remuneration during the year	Expired during the year	Other changes during the year	Balance at end of year
	-	-	-	-	-
	-	-	-	-	-

**30 June 2014**

	Balance at beginning of year	Granted as remuneration during the year	Expired during the year	Other changes during the year	Balance at end of year
C Vost	5,000,000	-	(5,000,000)	-	-
	5,000,000	-	(5,000,000)	-	-

**KMP Shareholdings**

The number of ordinary shares in JV Global Ltd held by each KMP of the Group during the financial year is as follows:

**30 June 2015**

	Balance at beginning of year	Granted as remuneration during the year	Issued on exercised of options during the year	Other changes during the year	Balance on resignation / appointment	Balance at end of year
C Vost	7,175,000	-	-	-	-	7,175,000
J Vost	929,206	-	-	2,000,000	-	2,929,206
T Clark	2,003,142	-	-	2,000,000	-	4,003,142
	10,107,348	-	-	4,000,000	-	14,107,348

**30 June 2014**

	Balance at beginning of year	Granted as remuneration during the year	Issued on exercised of options during the year	Other changes during the year	Balance on resignation / appointment	Balance at end of year
C Vost	7,175,000	-	-	-	-	7,175,000
J Vost	929,206	-	-	-	-	929,206
T Clark	2,003,142	-	-	-	-	2,003,142
	10,107,348	-	-	-	-	10,107,348



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**NOTE 5: Interests of Key Management Personnel (KMP) (cont'd)**

**KMP Redeemable Preference Shareholding**

The number of redeemable preference shares in JV Global Ltd held by each KMP of the Group during the financial year is as follows:

**30 June 2015**

	Balance at beginning of year	Granted as remuneration during the year	Issued on exercised of options during the year	Other changes during the year	Balance on resignation / appointment	Balance at end of year
C Vost	-	-	-	610,000	-	610,000
	-	-	-	610,000	-	610,000

**Other KMP Transactions**

There have been no other transactions involving equity instruments other than those described in the tables above. For details of other transactions with KMP refer to Note 20: Related Party Transactions.

<b>Consolidated Group</b>	
<b>2015</b>	<b>2014</b>
<b>\$</b>	<b>\$</b>

**NOTE 6: Auditors' Remuneration**

Amount paid to the auditor of the parent entity for:

- auditing or reviewing the financial report	<u>12,600</u>	<u>12,350</u>
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**NOTE 7: Earnings per Share**

(a) Reconciliation of earnings to profit or loss

Profit(Loss)		
Earnings used to calculate basic EPS	(122,435)	(160,168)
Earnings used in the calculation of dilutive EPS	(122,435)	(160,168)

<b>2015</b>	<b>2014</b>
<b>No.</b>	<b>No.</b>

(b) Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS	277,916,485	275,834,293
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Weighted average number of dilutive options outstanding during the year used in calculating dilutive EPS	-	2,506,849
	277,916,485	278,341,142



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**Consolidated Group**

	2015	2014
	\$	\$

**NOTE 8: Cash and cash Equivalents**

Cash at bank & in hand	4,438	7,377
Interest bearing deposit	20,000	-
	<b>24,438</b>	<b>7,377</b>
	<b>24,438</b>	<b>7,377</b>

**Reconciliation of cash**

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the statement of financial position as follows:

Cash & cash equivalents	24,438	7,377
	<b>24,438</b>	<b>7,377</b>
	<b>24,438</b>	<b>7,377</b>

**NOTE 9: Trade and Other Receivables**

**Current**

Input tax credits	11,154	-
	<b>11,154</b>	<b>-</b>
	<b>11,154</b>	<b>-</b>

The terms of the amounts receivable are non-interest bearing, payable on 30 to 90 day terms.

Current trade and term receivables are non-interest bearing loans and generally on 30-day terms. Non-current trade and term receivables are assessed for recoverability based on the underlying terms of the contract. A provision for impairment is recognised when there is objective evidence that an individual trade or term receivable is impaired. These amounts have been included in the other expenses item.

There are no balances within trade and other receivables that contain assets that are not impaired and are past due. It is expected these balances will be received when due. Impaired assets are provided for in full.

**Credit Risk - Trade and Other Receivables**

The Group has no significant concentration of credit risk with respect to any single counter party or group of counter parties other than those receivables specifically provided for and mentioned within Note 9. The class of assets described as Trade and Other Receivables is considered to be the main source of credit risk related to the Group.



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**Consolidated Group**

	2015	2014
	\$	\$

**NOTE 10: Inventories**

**Current**

At Cost:

Construction work in progress	515,682	2,411
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	515,682	2,411
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Land held for resale at net realisable value:

At cost:	442,777	-
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Fair value adjustment:	157,223	-
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	600,000	-
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	1,115,682	2,411
--	-----------	-------

**NOTE 11: Financial Assets**

**Current**

Financial assets at fair value through  
profit and loss

	20,291	16,000
--	--------	--------

	20,291	16,000
--	--------	--------

**Financial assets at fair value through profit  
and loss**

Held for trading listed shares	135,318	115,223
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Provision for fair value	(115,027)	(99,223)
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	20,291	16,000
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Shares held for trading are traded for the purpose of short term profit taking. Changes in fair value are included in the statement of comprehensive income.

**NOTE 12: Controlled Entities**

	Country of Incorporation	Percentage Owned (%) 2015	2014
Subsidiary of JV Global Ltd:			
JV Global Australia Pty Ltd	Aust	100	100
JV International Pty Ltd	Aust	100	100
JVG Contracting Pty Ltd	Aust	100	100



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**Consolidated Group**

**2015                      2014**  
**\$                              \$**

**NOTE 13: Trade and other payable**

Unsecured liabilities

- Trade creditors	35,426	50,429
- GST Payable	-	9,422

<b>35,426</b>	<b>59,851</b>
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**NOTE 14: Financial liabilities**

Amounts payable to:

Bank loan secured	720,000	52,000
Borrowings secured	1,326,637	710,000

<b>2,046,637</b>	<b>762,000</b>
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Bank loan secured:

In October 2011, JV Global Ltd entered in a loan arrangement with its bankers to repay the overdraft of the subsidiary placed into voluntary administration in July 2010. The bank advanced \$235,000. The term of the loan are repayments at \$6,000 per month principal plus interest at 11.25%, charged monthly on the outstanding balance, with a balloon payment in October 2014 for the balance. The company paid out this loan in November 2014.

In December 2014, JV Global Ltd entered in a loan arrangement with its bankers. The bank advanced \$720,000 secured by registered mortgage over Company property in Victoria Park WA. The terms of the loan are repayments of monthly interest only for the first 12 months at 5.88%, then principal and interest payments of \$3,984 per month.

Registered security:

On 23 July 2011, the Company arranged a loan facility from an ASX listed company of which the company's directors Mr Collin Vost and Mr Justin Vost are also directors. On 22 December 2014 this loan was registered with the Australian Financial Security Authority by a general security deed, under the existing term and conditions. Interest is at the rate of 5.5%pa or the equivalent of the National Australia Bank 90 day term deposit rate whichever is the lesser, with a cap of 7% for the exposure period and loan period, plus a profit on each venture as mutually agreed between the parties. These funds have been used to fund acquisition of assets intended for steel framed construction activities in conjunction with other investors and in their own right and additional working capital.

**NOTE 15: Issued Capital**

279,834,293 (2014: 275,834,293)

Fully paid ordinary shares	21,206,332	21,198,332
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1,520,000 (2014: 1,520,000)	1,520,000	1,520,000
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Fully paid preference shares	<b>22,726,332</b>	<b>22,718,332</b>
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<b>2015</b>	<b>2014</b>
<b>No.</b>	<b>No.</b>

**Ordinary shares**

At the beginning of reporting period	275,834,293	275,834,293
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Shares issued during the year:

22 December 2014	4,000,000	-
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At the end of reporting period	<b>279,834,293</b>	<b>275,834,293</b>
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**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**NOTE 15: Issued Capital (cont'd)**

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held.

At shareholders' meetings, each ordinary share is entitled to one vote when a poll is called; otherwise each shareholder has one vote on a show of hands.

	<b>2015</b>	<b>2014</b>
	<b>No.</b>	<b>No.</b>
<b>Preference shares</b>		
At the beginning of reporting period	1,520,000	1,520,000
Shares issued during the year:	-	-
	<u><b>1,520,000</b></u>	<u><b>1,520,000</b></u>
At the end of reporting period		

**Options**

On 17 December 2010 the Company issued 5,000,000 unlisted options to a director as a share based payment.

	<b>2015</b>	<b>2014</b>
	<b>No.</b>	<b>No.</b>
<b>Options</b>		
Opening number of options issued	-	5,000,000
Number of options issued during the year	-	-
Number of option exercised during the year	-	-
Number of options lapsed during the year	-	(5,000,000)
Closing Number of Options Issued	<u><b>-</b></u>	<u><b>-</b></u>

**Consolidated Group**

<b>2015</b>	<b>2014</b>
<b>\$</b>	<b>\$</b>

**NOTE 16: Capital and Leasing Commitments**

Operating lease commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements

Payable: minimum lease payments

- not later than 12 months	73,000	63,000
- between 12 months and 5 years	-	-
- greater than 5 years	-	-
	<u><b>73,000</b></u>	<u><b>63,000</b></u>
Minimum lease payments		

A serviced office including bookkeeping service and business premises are provided by New York Securities Pty Ltd and company associated with Mr Collin Vost, at a fee of \$6,500 per calendar month (2014:\$5,250).



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**NOTE 17: Contingent Liabilities**

There are no contingent liabilities as at balance date or as at the date of the report.

**NOTE 18: Segment Reporting  
Segment Information**

The Consolidated Entity has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources.

The Consolidated Entity is managed primarily on the basis of product category and service offerings since the diversifications of the Consolidated Entity's operations inherently have notably different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis.

Corporate charges are allocated to reporting segments based on the segments' overall proportion of revenue generation within the Consolidated Entity. The Board of Directors believes this is representative of likely consumption of head office expenditure that should be used in assessing segment performance and cost recoveries.

**Information on business segments**

For management purposes the Consolidated Entity is divided into two major operating divisions - light gauge steel building manufacture and investments. These divisions are the basis on which the Consolidated Entity reports its primary segment information. The principle activities of these segments are:

Manufacture of steel framing housing (MSFH)	The manufacture of steel framed housing within Australia.
Corporate	The holding of equity investments in business engaged in manufacturing and sales of steel building products, together with machinery leased to those businesses.

Other operations include the global marketing and sales of CNC roll forming production lines, associated technology transfer and joint ventures for the manufacture of steel building products. These operations did not contribute to the Consolidated Entity's results for the reporting period or the preceding year and were not reported separately in the Consolidated Entity's management structure.

	<i>MSFH</i>		<i>Corporate</i>		<i>Total</i>	
	<i>2015</i>	<i>2014</i>	<i>2015</i>	<i>2014</i>	<i>2015</i>	<i>2014</i>
<b>Revenue</b>	\$	\$	\$	\$	\$	\$
External Revenues	159,522	1,153,938	-	-	159,522	1,153,938
Interest Revenue	-	-	1,400	2,558	1,400	2,558
Total Segment revenue	159,522	1,153,938	1,400	2,558	160,952	1,156,496

*Reconciliation of segment revenue to consolidated revenue*

Inter-segment elimination					-	-
Total consolidated revenue					150,952	1,156,496

**Result**

Segment profit/(loss) before tax	159,522	155,118	(279,740)	(315,286)	(122,435)	1,156,496
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*Reconciliation of segment results to consolidated net loss before tax*

Amounts not included in segment result but reviewed by the Board:

Net profit/(loss) before tax					(122,435)	(160,168)
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**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**NOTE 18: Segment Reporting (cont'd)**

	<i>MSFH</i>		<i>Corporate</i>		<i>Total</i>	
	2015	2014	2015	2014	2015	2014
	\$	\$	\$	\$	\$	\$
Segment Assets	1,115,682	2,411	55,883	23,377	1,171,565	25,788
Segment Liabilities	2,046,637	-	35,426	821,851	2,082,063	821,851

**Consolidated Group**

2015	2014
\$	\$

**NOTE 19: Cash Flow Information**

**Reconciliation of Cash Flow from Operations with  
Loss after Income Tax**

Accounting loss for the year	(122,435)	(160,168)
Interest received	(43)	(2,558)
Non-cash flows in loss after income tax		
Share based payment	8,000	-
Fair value adjustment - investment	15,804	8,000
Fair value adjustment - property	(157,223)	-
Foreign exchange loss	-	4,825
<i>Changes in Assets and Liabilities, net of the effect of purchase of subsidiary</i>		
Change in trade & term receivables	(11,154)	18,507
Change in inventories	(956,049)	1,390,791
Change in trade & other payables	(24,425)	1,118
<i>Cash flow from operations</i>	<u>1,247,525</u>	<u>1,260,515</u>

**NOTE 20: Related Party Transactions**

All transactions with directors or director-related entities and between companies within the consolidated entity occur within a normal employee, customer or supplier relationship on terms and conditions no more favourable than those which it is reasonable to expect the entity would have adopted if dealing with the Directors or director-related entities at arm's length, unless otherwise stated.



**JV GLOBAL LTD ABN 80 009 142 125**  
**AND CONTROLLED ENTITIES**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**NOTE 20: Related Party Transactions (cont'd)**

**Wholly Owned Group Transactions**

JV Global Limited has made loans to wholly owned subsidiaries. These loans are interest free and at the date of this report no repayment schedule has been agreed. The balance outstanding at 30 June 2015 was \$nil (2014: \$nil) after provision for impairment. The funds advanced were used to finance equipment purchases and operating expenses. Repayments of advances for the financial year ended 30 June 2015 was nil (2014: \$nil). Loans to wholly owned subsidiaries are eliminated on consolidation.

**Other Related Party Transactions**

*Transaction with directors, other than as employees:*

During the previous financial year entities associated with Mr C Vost provided capital raising services to the Group. The value of these services for the financial year ended 30 June 2015 was \$nil (2014: \$nil). In addition one of these companies advanced \$nil (2014: \$nil) to the Group on commercial terms and conditions. The loans are for a period of less than twelve months and are unsecured with repayment during the year totalling \$nil (2014: \$64).

An entity associated with Mr C Vost provided office facilities, bookkeeping services and staff to the Group to conduct operation. This arrangement commenced in November 2010. For the financial year ended 30 June 2015 an amount totalling \$73,000 was paid (2014: \$63,000).

Also included in other short-term benefits are payments made to New York Securities Pty Ltd which is appointed as the Company's securities dealer and advisors on normal commercial terms and conditions. Mr Collin Vost is a director of the securities dealing company. During the financial year \$1,350 (2014: \$nil) was paid for share trading and investment services.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

**NOTE 21: Financial Risk Management**

The Group's financial instruments consists bank loans, Convertible Notes, cash and short-term investments.

The totals for each category of financial instrument, measured in accordance with AASB: 139 as detailed in the accounting policies to these financial statements, are as follows:

	Note	Consolidated Group	
		2015	2014
		\$	\$
<b>Financial Assets</b>			
Cash and cash equivalents	8	24,438	7,377
Trade and other receivables	9	11,154	-
Available-for-sale financial assets	11	20,291	16,000
		<u>55,883</u>	<u>23,377</u>
<b>Financial Liabilities</b>			
Trade and other payables	13	35,426	59,851
Financial liabilities	14	2,046,637	762,000
		<u>2,082,063</u>	<u>821,851</u>



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**NOTE 21: Financial Risk Management  
(cont'd)  
Financial Risk Management Policies**

The Group's financial risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls, to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

The Board of Directors, in its function as Audit Committee, oversees how management monitors compliance with the risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risk.

Details of the significant accounting policies and methods adopted, including the criteria for recognition, the basis of measurement and the basis on which revenues and expenses are recognised, in respect of each class of financial asset, financial liability and equity instrument are disclosed in Note 1 to the financial report.

The Board of Directors has overall responsibility for the establishment and oversight of the Group's risk management framework. The Board of Directors is responsible for the developing and monitoring the Group's risk management policies.

**Interest rate risk**

The Group has cash subject to interest and therefore the interest rate risk impact is minimal. Management continually monitors the exposure to interest rate risk. The following table sets out the carrying amount, by maturity, of the financial instruments exposed to interest rate risk.

	<b>&lt; 1 Year \$</b>	<b>Total \$</b>	<b>Weighted average effective interest rate</b>
Year ended 30 June 2015			
<i>Floating rate</i> Cash assets	24,438	24,438	1.17%
Year ended 30 June 2014			
<i>Floating rate</i> Cash assets	7,377	7,377	6.91%

**Liquidity Risk**

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's policy for managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions.

The Group's overall objective is to maintain a balance between continuity of funding and flexibility through the use of bank facilities.

The Group also manages liquidity risk by maintaining adequate reserves and banking facilities and by continuously monitoring forecast and actual cash flows and matching the maturity profiles of financial assets and financial liabilities.



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**NOTE 21: Financial Risk Management (cont'd)**

The table below summarises the maturity profiles of the Group's financial liabilities based on contractual undiscounted payments.

	Less than 3 months \$	3 to 12 months \$	More than 12 months \$	Total \$
Year ended 30 June 2015				
Trade and other creditors	35,426	-	-	35,426
Loans	-	720,000	-	720,000
	<u>35,426</u>	<u>720,000</u>		<u>755,426</u>

Year ended 30 June 2014

Trade and other creditors	59,851	-	-	59,851
Loans	52,000	710,000	-	762,000
	<u>111,851</u>	<u>710,000</u>	<u>-</u>	<u>821,851</u>

The Group also has an office service agreement. The future contracted commitments at year end are disclosed in Note 16.

**Credit Risk**

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in a financial loss to the Group. In most cases, the Group requires full and final payment either prior to, or upon delivery of the goods to the customer. In limited cases where credit is provided, the Group trades on credit terms with recognised, creditworthy third parties. Customers who wish to trade on credit terms are subject to credit verification procedures.

In addition, receivables balances are monitored on an ongoing basis with the results that the Group's exposure to bad debts is not significant. There are no significant concentrations of credit risk within the Group.

All amounts past due in excess of 30 days are individually assessed and provided for as doubtful if reasonable doubt as to collectability exists.

With respect to credit risk arising from financial assets of the Group, which comprise of cash and cash equivalents and receivables, the Group's maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount, as disclosed in the balance sheet and notes to the financial statements.



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**NOTE 21: Financial Risk Management (cont'd)**

Included in receivables is the amount for GST refundable, this amount is not past due nor impaired.

**Net Fair Value**

*Fair Value Estimation*

The fair values of the financial assets and financial liabilities are presented in the following can be compared to their carrying values as presented in the balance sheet. Fair values are those amounts at which an asset could be exchanged, or liability settled, between knowledgeable, willing parties in an arm's length transaction.

Fair values derived may be based on information that is estimated or subject to judgment, where changes in assumptions may have a material impact on the amounts estimated. Areas of judgment and the assumptions have been detailed below. Where possible, valuation information used to calculate fair value is extracted from the market, with more reliable information from markets that are actively traded. In this regard, fair value for listed securities are obtained from quoted market bid price.

	2015		2014	
	Net Carrying Value \$	Net Fair Value \$	Net Carrying Value \$	Net Fair Value \$
<b>Consolidated Group</b>				
<b>Financial Assets</b>				
Cash and cash equivalents	24,438	24,438	7,377	7,377
Financial assets at fair value through profit or loss				
-Held for trading	20,291	20,291	16,000	16,000
	<u><b>44,729</b></u>	<u><b>44,729</b></u>	<u><b>23,777</b></u>	<u><b>23,777</b></u>
<b>Financial Liabilities</b>				
Trade and other creditors	35,426	35,426	59,851	59,851
Loans	720,000	720,000	762,000	762,000
	<u><b>755,426</b></u>	<u><b>755,426</b></u>	<u><b>821,851</b></u>	<u><b>821,851</b></u>

The fair values disclosed in the above table have been determined based on the following methodologies.

(i) Cash and cash equivalents, trade and other receivables and trade and other payables are short-term instruments in nature whose carrying value is equivalent to fair value. Trade and other payable exclude amounts provided for relating to annual leave which is not considered a financial instrument.

(ii) For listed held-for-trading financial assets, closing quoted bid prices at reporting date have been used.

**NOTE 21: Financial Risk Management (cont'd)**



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

**Price Risk**

Price risk relates to the risk that the fair value or future cash flows of the financial instruments will fluctuate because of changes in market prices largely due to demand and supply factors for commodities.

The Group is exposed to securities price risk on investments held for trading or for medium to longer term. Such risk is managed through diversification of investments across industries and geographical location.

The Group's investments are held in the following sectors at reporting date.

	<b>Consolidated Group</b>	
	<b>2015</b>	<b>2014</b>
Materials	100%	100%
	100%	100%

**Sensitivity Analysis**

The following table illustrates sensitivity to the Group's exposures to changes in the interest rate. The table indicates the impact on how profit and equity values reported at balance date would have been affected by changes in the relevant risk variable that management considers to be reasonably possible.

	<b>Consolidated Group</b>	
	<b>Profit</b>	<b>Equity</b>
	<b>\$</b>	<b>\$</b>
2015		
+/- 2% in interest rate	+/- 74	+/- 74
2014		
+/- 2% in interest rate	+/- 741	+/- 741

**NOTE 22: Events After Balance Sheet Date**

On 26 August 2015 the Company signed an offer and acceptance contract for the sale of second stage of its current project for \$705,000, subject to finance, with settlement on or before 20 October 2015.

No other material or circumstances that have arisen since the end of the financial year which significantly affect or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in the future years.

**NOTE 23: Share-based Payments**

On 22 December 2014, 4,000,000 ordinary shares were granted to two directors for provide dedicated and ongoing commitment and effort to the Company

**NOTE 24: Company Details**



**JV GLOBAL LTD ABN 80 009 142 125  
AND CONTROLLED ENTITIES  
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2015**

The registered office and principle place of business of the Company is:

Shop 12 "South Shore Piazza"  
85 South Perth Esplanade  
South Perth WA  
6151

**NOTE 25: Parent Entity Information**

	<b>2015</b>	<b>2014</b>
Information relating to JV Global Ltd:	<b>\$</b>	<b>\$</b>
Current assets	1,171,565	25,788
Total assets	1,171,565	25,788
Current liabilities	2,082,063	821,851
Total liabilities	<u>2,082,063</u>	<u>821,851</u>
Issued capital	22,726,332	22,718,332
Reserves		-
Retained earnings	<u>(23,636,830)</u>	<u>(23,514,395)</u>
Total shareholders' equity	<u>(910,498)</u>	<u>(796,063)</u>
Profit or loss of the parent entity	<u>(122,435)</u>	<u>(160,168)</u>
Total comprehensive income of the parent entity	<u>(122,435)</u>	<u>(160,168)</u>

Movement in the provision for impairment of receivables is as follows:

	<b>Opening Balance 1.7.2014 \$</b>	<b>Charge for the year \$</b>	<b>Amount Written Off \$</b>	<b>Closing Balance 30.6.2015 \$</b>
Parent Entity				
i) Non-current wholly owned subsidiary	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<b>Opening Balance 1.7.2013 \$</b>	<b>Charge for the year \$</b>	<b>Amount Written Off \$</b>	<b>Closing Balance 30.6.2014 \$</b>
Parent Entity				
i) Non-current wholly owned subsidiary	104,825	(100,000)	(4,825)	-
	<u>104,825</u>	<u>(100,000)</u>	<u>(4,825)</u>	<u>-</u>
	<u>104,825</u>	<u>(100,000)</u>	<u>(4,825)</u>	<u>-</u>

There are no balances within trade and other receivables that are impaired and are past due. It is expected these balances will be received when due.



**JV GLOBAL LTD (ABN 80 009 142 125)  
AND CONTROLLED ENTITIES  
DIRECTORS' DECLARATION**

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The directors of the Company declare that:

1. the financial statements and notes and the remuneration disclosures that are contained in the Remuneration Report within the Directors' Report are in accordance with the Corporations Act 2001 and:
  - (a) comply with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporate Regulations 2001; and
  - (b) give a true and fair view of the financial position as at 30 June, 2015 and of the performance for the year ended on that date of the Company and Group; and
  - (c) complies with International Financial Reporting Standards as disclosed in Note 1.
2. the Chief Executive Officer and the Chief Financial Officer have each declared that:
  - (a) the financial records of the Company for the financial year have been properly maintained in accordance with section 286 of the Corporations Act 2001;
  - (b) the financial statements and notes for the financial year comply with the Accounting Standards; and
  - (c) the financial statements and notes for the financial year give a true and fair view.
3. in the directors' opinion 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 made in accordance with a resolution of the Board of Directors.



Collin Vost  
Director

Dated: 30 September 2015





Level 1, Lincoln House, 4 Ventnor Avenue, West Perth WA 6005  
P.O. Box 8716, Perth Business Centre WA 6849  
Phone (08) 9486 7094 [www.rothsayresources.com.au](http://www.rothsayresources.com.au)

The Directors  
JV Global Ltd  
PO Box 255  
South Perth WA 6951

Dear Sirs

In accordance with Section 307C of the Corporations Act 2001 (the "Act") I hereby declare that to the best of my knowledge and belief there have been:

- i) no contraventions of the auditor independence requirements of the Act in relation to the audit of the 30 June 2015 financial statements; and
- ii) no contraventions of any applicable code of professional conduct in relation to the audit.

Graham Swan (Lead auditor)

Rothsay

Dated *30<sup>th</sup>* September 2015



Chartered Accountants





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## **INDEPENDENT AUDIT REPORT TO THE MEMBERS OF JV GLOBAL LIMITED**

### **Report on the financial report**

We have audited the accompanying financial report of JV Global Limited (the Company<sup>1</sup>) which comprises the balance sheet as at 30 June 2015 and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the year.

### **Directors' Responsibility for the Financial Report**

The Directors of the Company are responsible for the preparation and true and fair presentation of the financial report in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report. The Directors are also responsible for the remuneration disclosures contained in the directors' report.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance as to whether the financial report is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, we consider internal controls relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate to the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### **Independence**

We are independent of the Company, and have met the independence requirements of Australian professional ethical requirements and the *Corporations Act 2001*.



Chartered Accountants

Liability limited by the Accountants Scheme, approved under the Professional Standards Act 1994 (NSW).





### Audit opinion

In our opinion the financial report of JV Global Limited is in accordance with the *Corporations Act 2001*, including:

- a) (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2015 and of their performance for the year ended on that date; and  
(ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*; and
- b) the consolidated financial report also complies with International Financial Reporting Standards as issued by the International Accounting Standards Board.

### Emphasis of Matter

Without qualifying our opinion, we draw attention to Note 1 in the financial report which indicates the basis for preparing the accounts on a going concern basis. We note the consolidated entity had net cash outflows from operating activities for the year ending 30 June 2015 of \$1,247,524 and has a deficiency of net assets of \$910,498. In the event the consolidated entity is unable to raise additional share capital, obtain additional debt funding on favourable terms and dispose of inventories at a profit, there is significant uncertainty as to whether the consolidated entity could continue as a going concern and therefore may be unable to realise its assets and extinguish its liabilities in the normal course of business and for the amounts stated in the financial report.

### Report on the remuneration report

We have audited the remuneration report included in the directors' report for the year ended 30 June 2015. The directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the remuneration report, based on our audit conducted in accordance with Australian Auditing Standards.

### Audit opinion

In our opinion the remuneration report of JV Global Limited for the year ended 30 June 2015 complies with section 300A of the *Corporations Act 2001*.

  
Rothsay



Graham R Swan  
Partner

Dated 30<sup>th</sup> September 2015



Chartered Accountants