

**BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED**  
**ACN 106 760 148**

**Appendix 4D - Half Year Report 31 December 2015**

**1. DETAILS OF THE REPORTING PERIOD AND THE PREVIOUS CORRESPONDING PERIOD**

Reporting Period	Half Year Ending 31 December 2015
Previous Corresponding Period	Half Year Ending 31 December 2014

**2. RESULTS FOR ANNOUNCEMENT**

Revenue from Ordinary Activities	\$370,155
Previous Corresponding Period	\$384,725
Percentage Change from Previous Period	(3.8%)
Loss from Ordinary Activities after Tax	\$(2,232,672)
Previous Corresponding Period	\$(1,370,197)
Percentage Change from Previous Period	(62.9%)
Net Loss for the Period attributable to Members	\$(2,232,672)
Previous Corresponding Period	\$(1,370,197)
Percentage Change from Previous Period	(62.9%)
The dividend per security	There are no dividends proposed or paid relating to the reporting period.
The record date for determining entitlements	N/A

The Company listed on 29 June 2015 on the eve of the Chinese share market meltdown. This had significant implications for the Company's operations in Australia and in Asia as can be seen through the loss reported.

Losses for the period include one off items associated with the Company's trading and investment activities, with a significant level of the losses remaining unrealized. The Company anticipates a recovery of value in these. However there were also general trading operational losses which the company has moved to reduce through reduction in consulting fees by moving consultants more to a commission base and a general reduction in operating overheads.

The Company has stabilized its financial and operational position and is now operating with advisers in the Gold Coast and Sydney. It expects to shortly acquire MEJority Securities Limited in Hong Kong which will add the Asian securities trading arm to the company's business.

**3. EARNINGS PER SECURITY**

<b>Earnings per share per security</b>	
Reporting Period	(2.3)
Previous Period	(10.2)

**4. NET TANGIBLE ASSETS PER SECURITY**

Reporting Period	6.62
Previous Period	23.00



**Simon Lill**  
**Director**  
3<sup>rd</sup> day of March 2016



**BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED**

**ACN 106 760 148**

**INTERIM FINANCIAL REPORT**

**31 DECEMBER 2015**

**BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED**

**CONTENTS**

---

**TABLE OF CONTENTS**

	Page
<b>DIRECTORS' REPORT</b>	<b>2</b>
<b>AUDITOR'S INDEPENDENCE DECLARATION</b>	<b>4</b>
<b>CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME</b>	<b>5</b>
<b>CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>	<b>6</b>
<b>CONSOLIDATED STATEMENT OF CHANGES IN EQUITY</b>	<b>7</b>
<b>CONSOLIDATED STATEMENT OF CASH FLOWS</b>	<b>8</b>
<b>NOTES TO THE INTERIM FINANCIAL REPORT</b>	<b>9</b>
<b>DIRECTORS' DECLARATION</b>	<b>17</b>
<b>INDEPENDENT AUDITOR'S REVIEW REPORT</b>	<b>18</b>

## BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED DIRECTORS' REPORT

---

Your directors submit the half-year financial report of the consolidated entity (referred to hereunder as the Group) consisting of Bridge Global Capital Management Limited and the entities it controlled, for the half-year to 31 December 2015.

In order to comply with the provisions of the Corporations Act 2001, the directors' report as follows:

### DIRECTORS

The names of the directors who held office during or since the end of the half-year and until the date of this report are noted below. Directors were in office for the entire period unless otherwise stated.

### DIRECTORS

Simon Lill (appointed 18 May 2011)  
Neil Sheather (appointed 10 November 2014)  
Nathan Carbone (appointed 16 September 2015)

### PAST DIRECTORS

Jason Dixon (appointed 23 July 2014, resigned 16 September 2015)

### RESULTS

The loss for the half year after tax was \$2,232,672 (2014:\$1,307,197).

The Company operates within the Financial Services sector in Australasia, with four key fee earning platforms for operations:

1. Funds Management;
2. Proprietary Trading;
3. Trading Commissions; and
4. Corporate Activity.

### REVIEW OF OPERATIONS

The Company listed on 29 June 2015 on the eve of the Chinese share market meltdown. This had significant implications for the Company's operations in Australia and in Asia as can be seen through the loss reported.

Some of the losses related to one off items associated with the Company's trading and investment activities, with a significant level of the losses remaining unrealized. The Company anticipates a recovery of value in these. However there were also general trading operational losses which the company has moved to reduce through reduction in consulting fees by moving consultants more to a commission base and a general reduction in operating overheads.

The Company has stabilized its financial and operational position and is now operating with advisers in the Gold Coast and Sydney. It expects to shortly acquire MEJority Securities Limited in Hong Kong which will add the Asian securities trading arm to the company's business.

**SUBSEQUENT EVENTS**

In February 2016, the Company announced that it was continuing toward finalization of the proposed acquisition of MEJority Securities Limited in Hong Kong, approved by shareholders at the Annual general Meeting on 30 November 2015. It anticipates completion of the transaction before the end of the March 2016 quarter, subject to final receipt of the necessary Hong Kong regulatory approval.

Other than the matters disclosed above, there was no other matter or circumstance that has arisen since 30 June 2015 that has significantly affected, or may significantly affect:

- (a) the Company's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Company's state of affairs in future financial years.

**AUDITOR'S INDEPENDENCE DECLARATION**

Section 307C of the Corporations Act 2001 requires the auditor, Grant Thornton Audit Pty Ltd, to provide the directors of the Company with an Independence Declaration in relation to the review of the interim financial report. This Independence Declaration is set out on the following page.

This report is signed in accordance with a resolution of the Board of Directors made pursuant to s.306 (3) of the Corporations Act 2001, and on behalf of the Board by:



**SIMON LILL**  
**DIRECTOR**

Dated the 3<sup>rd</sup> of March 2016

Level 1  
10 Kings Park Road  
West Perth WA 6005

Correspondence to:  
PO Box 570  
West Perth WA 6872

T +61 8 9480 2000  
F +61 8 9322 7787  
E [info.wa@au.gt.com](mailto:info.wa@au.gt.com)  
W [www.grantthornton.com.au](http://www.grantthornton.com.au)

**Auditor's Independence Declaration  
To The Directors of Bridge Global Capital Management Limited**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Bridge Global Capital Management Limited for the half-year ended 31 December 2015, I declare that, to the best of my knowledge and belief, there have been:

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



GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants



M A Petricevic  
Partner - Audit & Assurance

Perth, 3 March 2016

Grant Thornton Audit Pty Ltd ACN 130 913 594  
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

'Grant Thornton' refers to the brand under which the Grant Thornton member firms provide assurance, tax and advisory services to their clients and/or refers to one or more member firms, as the context requires. Grant Thornton Australia Ltd is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. GTIL and each member firm is a separate legal entity. Services are delivered by the member firms. GTIL does not provide services to clients. GTIL and its member firms are not agents of, and do not obligate one another and are not liable for one another's acts or omissions. In the Australian context only, the use of the term 'Grant Thornton' may refer to Grant Thornton Australia Limited ABN 41 127 556 389 and its Australian subsidiaries and related entities. GTIL is not an Australian related entity to Grant Thornton Australia Limited.

Liability limited by a scheme approved under Professional Standards Legislation. Liability is limited in those States where a current scheme applies.

**BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED****CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015**

	NOTE	31 DEC 2015 \$	31 DEC 2014 \$
<b>Revenue</b>			
Rendering of services	2	370,155	384,725
Change in fair value of investment property	6	176,016	-
Interest income		9,987	-
Other income		46,613	35,225
		<b>602,771</b>	419,950
Share and investment fund trading (loss)/gain	3	(1,268,821)	91,070
<b>Expenses</b>			
Product commissions		(328,479)	(348,735)
Audit fees		(18,450)	(39,800)
Corporate and professional expenses		(606,865)	(229,515)
Change in fair value of investments	4	(703,638)	-
Convertible note redemption expense		-	(250,000)
Listing expense on acquisition		-	(813,593)
Occupancy expenses		(11,712)	(4,131)
Finance expenses		(39,800)	-
Other expenses		(41,193)	(132,443)
<b>LOSS BEFORE INCOME TAX</b>		<b>(2,416,187)</b>	(1,307,197)
Income tax benefit		183,515	-
<b>LOSS FOR THE PERIOD</b>		<b>(2,232,672)</b>	(1,307,197)
<b>OTHER COMPREHENSIVE INCOME</b>		-	-
<b>TOTAL COMPREHENSIVE LOSS</b>		<b>(2,232,672)</b>	(1,307,197)
<b>COMPREHENSIVE LOSS ATTRIBUTABLE TO:</b>			
MEMBERS OF THE PARENT ENTITY		<b>(2,232,672)</b>	(1,307,197)
<b>LOSS PER SHARE</b>			
From continuing and discontinued operations:			
Basic (cents per share)		(2.3)	(10.2)
Diluted (cents per share)		(2.3)	(10.2)

The accompanying notes form part of these interim financial statements.



**BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2015**

	NOTE	31 DEC 2015	30 JUN 2015
		\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	5	2,924,720	4,057,309
Receivables	6	2,670,869	608,427
Financial assets	7	3,064,363	2,163,609
Other financial assets		-	921,258
<b>TOTAL CURRENT ASSETS</b>		<b>8,659,952</b>	<b>7,750,063</b>
<b>NON-CURRENT ASSETS</b>			
Financial assets	7	260,000	-
Property, plant and equipment	9	17,657	2,067,622
Deferred tax assets		295,251	239,869
<b>TOTAL CURRENT ASSETS</b>		<b>572,908</b>	<b>2,307,491</b>
<b>TOTAL ASSETS</b>		<b>9,232,860</b>	<b>10,058,094</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables		102,767	508,315
Financial Liabilities	5	1,943,093	-
Borrowings	10	1,520,000	-
<b>TOTAL CURRENT LIABILITIES</b>		<b>3,565,860</b>	<b>508,315</b>
<b>NON-CURRENT LIABILITIES</b>			
Borrowings	10	-	1,520,000
Deferred tax liabilities		295,251	423,383
<b>TOTAL CURRENT LIABILITIES</b>		<b>295,251</b>	<b>1,943,383</b>
<b>TOTAL LIABILITIES</b>		<b>3,861,111</b>	<b>2,451,698</b>
<b>NET ASSETS</b>		<b>5,371,749</b>	<b>7,606,396</b>
<b>EQUITY</b>			
Issued capital	11	7,698,921	7,700,896
Accumulated losses		(2,327,172)	(94,500)
<b>TOTAL EQUITY</b>		<b>5,371,749</b>	<b>7,606,396</b>

The accompanying notes form part of these interim financial statements.

**BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED**

---

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015**

	<b>ISSUED CAPITAL</b>	<b>ACCUMULATED LOSSES</b>	<b>TOTAL</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>BALANCE AT 1 JULY 2014</b>	<b>100</b>	<b>3,615</b>	<b>3,715</b>
Profit attributable to members of the parent entity	-	(1,307,197)	(1,307,197)
Total comprehensive loss	-	(1,307,197)	(1,307,197)
Shares issued pursuant to the acquisition	648,633	-	648,633
Shares issued for the period	3,348,840	-	3,348,840
<b>BALANCE AT 31 DECEMBER 2014</b>	<b>3,997,573</b>	<b>(1,303,582)</b>	<b>2,693,991</b>
<b>BALANCE AT 1 JULY 2015</b>	<b>7,700,896</b>	<b>(94,500)</b>	<b>7,606,396</b>
Profit attributable to members of the parent entity	-	(2,232,672)	(2,232,672)
Total comprehensive loss	-	(2,232,672)	(2,232,672)
Shares issue expenses for the period	(1,975)	-	(1,975)
<b>BALANCE AT 31 DECEMBER 2015</b>	<b>7,698,921</b>	<b>(2,327,172)</b>	<b>5,371,749</b>

The accompanying notes form part of these interim financial statements.

**BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED**

**CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2015**

	NOTE	31 DEC 2015 \$	31 DEC 2014 \$
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Receipts from customers	1, 5	2,131,511	411,148
Interest income received		9,988	17,225
Dividends received		2,419	-
Payments to suppliers and employees		(1,175,600)	(687,682)
Interest expenses paid		(39,800)	-
Net cash received from operating activities		<u>928,518</u>	<u>(259,307)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Payments for property plant & equipment		(7,701)	(190,000)
Payments for investment property		(16,318)	-
Payments for listed equities		(412,599)	-
Payments for other investments		(2,161,265)	-
Proceeds from sale of direct equity investments		215,030	-
Deposits on call – restricted cash		444,872	(350,000)
Cash received from acquisition		-	16,373
Net cash used in investing activities		<u>(1,937,981)</u>	<u>(523,627)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Proceeds from issue of shares		-	3,348,840
Share issue costs		(138,592)	-
Repayment of unsecured short-term loan		-	(12,000)
Payments for redemption of Series A, B & C convertible notes		-	(240,000)
Net cash (used in) / provided by financing activities		<u>(138,592)</u>	<u>3,096,840</u>
Net (decrease) / increase in cash held		<b>(1,148,055)</b>	2,313,906
Cash at beginning of year		4,057,309	60
Exchange rate differences		15,466	-
<b>Cash and cash equivalents at end of period</b>	5	<u><b>2,924,720</b></u>	<u>2,313,966</u>

The accompanying notes form part of these interim financial statements.

## **1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES**

### **STATEMENT OF COMPLIANCE**

The interim financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, applicable accounting standards including AASB 134: Interim Financial Reporting, Accounting Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board ('AASB'). Compliance with AASB 134 ensures compliance with IAS 34 'Interim Financial Reporting'.

These half-year financial statements do not include full disclosures of the type normally included in an annual financial statement. Therefore, it cannot be expected to provide as full an understanding of the financial performance, financial position and cash flows of the Company as in the full financial statements.

It is recommended that these half-year financial statements be read in conjunction with the annual financial statements for the year ended 30 June 2015 and any public announcements made by Bridge Global Capital Management Limited during the half-year in accordance with continuous disclosure requirements arising under the Corporations Act 2001 and the ASX Listing Rules.

### **BASIS OF PREPARATION**

These half-year financial statements have been prepared on a historical cost basis, except for the revaluation of certain financial instruments. Cost is based on the fair value of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

For the purpose of preparing the interim financial statements, the half-year has been treated as a discrete reporting period.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements except for the adoption of the following new and revised Accounting Standards.

### **ADOPTION OF NEW AND REVISED ACCOUNTING STANDARDS**

In the half-year ended 31 December 2015, the Group has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2015. As a result of this review the Directors have determined that there is no change necessary to Group accounting policies.

The Group has also reviewed all new Standards and Interpretations that have been issued but are not yet effective for the half-year ended 31 December 2015. As a result of this review the Directors have determined that there is no impact, material or otherwise, of the new and revised Standards and Interpretations on its business and, therefore, no change necessary to Group accounting policies.

### **ESTIMATES**

When preparing the interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

The judgements, estimates and assumptions applied in the interim financial statements, including the key sources of estimation uncertainty were the same as those applied in the Group's last annual financial statements for the year ended 30 June 2015. The only exceptions include the estimate of the provision for income taxes which is determined in the interim financial statements using the estimated average annual effective income tax rate applied to the pre-tax income of the interim period.

**ESTIMATES (CONTINUED)**

In addition, with regards to the sale of the investment property, an unconditional sale contract for the Gold Coast property was entered into in November 2015. A non-refundable deposit has been received. Subsequent to balance date, the Directors have been advised that settlement is due to occur by mid-March 2016. Payments of \$1.9m (including the non-refundable deposit) have been received to date and are held in a solicitors trust account pending receipt of the final settlement amount of \$0.4m. As the contract was unconditional at balance date it is recorded as a sale for the period ended 31 December 2015 and the remaining balance shown as a receivable.

Included in the cash balance at balance date is an amount of \$1,700,093 relating to funds held on behalf of customers. The majority of this balance (approximately \$1.59m) was received at or around the half year end and has been transferred from the bank accounts subsequent to balance date. For the purposes of the statement of cash flows the amount has been included as an operating cashflow. Excluding these funds which are held on behalf of customers from operating activities, the net cash outflows from operations of the Group was (\$771,575).

**2. RENDERING OF SERVICES**

	<b>CONSOLIDATED</b>	
	<b>DECEMBER 2015</b>	<b>DECEMBER 2014</b>
	\$	\$
Trading commissions	218,736	344,281
Corporate transaction fees	149,000	40,444
Dividend income from investments	2,419	-
	<u>370,155</u>	<u>384,725</u>

**3. EXPENSES – SHARE AND INVESTMENT FUND TRADING LOSS**

	<b>CONSOLIDATED</b>	
	<b>DECEMBER 2015</b>	<b>DECEMBER 2014</b>
	\$	\$
Share and investment fund trading (loss)/gain	<u>(1,268,821)</u>	91,070
The Share and investment fund trading loss for the period consists of:		
Realised losses from share trading of listed securities	(95,854)	
Realised loss from investment funds	<u>(1,172,967)</u>	
	<u>(1,268,821)</u>	

**4. CHANGE IN FAIR VALUE OF INVESTMENTS**

	<b>CONSOLIDATED</b>	
	<b>DECEMBER 2015</b>	<b>DECEMBER 2014</b>
	\$	\$
Unrealised losses – Direct listed securities (Note 7(ii))	(534,764)	-
Unrealised losses – Managed investment funds (Note 7(ii))	(168,874)	-
	<u>(703,638)</u>	-

**5. CASH AND CASH EQUIVALENTS**

	<b>CONSOLIDATED</b>	
	<b>DECEMBER</b>	<b>JUNE</b>
	<b>2015</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
Cash and cash equivalents	1,224,627	4,057,309
Funds held on behalf of clients (a)	1,700,093	-
	<u>2,924,720</u>	<u>4,057,309</u>

- (a) Included in the cash balance at balance date is an amount of \$1,700,093 relating to funds held on behalf of customers. The amount is offset by a liability for the same amount included in Financial Liabilities. The majority of this balance (approximately \$1.59m) was received at or around the half year end and has been transferred from the bank account subsequent to balance date. Refer to Note 1 for additional details.

**6. CURRENT RECEIVABLES**

	<b>CONSOLIDATED</b>	
	<b>DECEMBER</b>	<b>DECEMBER</b>
	<b>2015</b>	<b>2014</b>
	<b>\$</b>	<b>\$</b>
Trade receivables	377,307	439,203
Investment property sale receivable (i)	2,250,000	-
Other receivables	43,562	169,224
	<u>2,670,869</u>	<u>608,427</u>

- (i) On 25 November 2015, the Company entered into a conditional sales and purchase agreement for the sale of the office property located at Broadbeach, Queensland for \$2.3 Million (before agent fees of \$50,000). The property is due to settle by Mid-March 2016, resulting in the booking of a net fair value gain of \$176,016. On repayment of the borrowings (referred to in Note 10) the sale will result in a net cash inflow of \$730,000. Refer to Note 1 for further details.

**7. CURRENT FINANCIAL ASSETS**

Financial assets held at period end include the following:

	<b>CONSOLIDATED</b>	
	<b>DECEMBER</b>	<b>JUNE</b>
	<b>2015</b>	<b>2015</b>
	<b>\$</b>	<b>\$</b>
<b>Current</b>		
<i>Financial assets at fair value through profit or loss</i>		
Listed equity securities held on trust (iii)	243,000	-
Listed equity securities (i) (ii) (iv)	1,593,064	2,163,609
Units in managed investment funds (i) (ii) (iv)	1,228,299	-
	<u>3,064,363</u>	<u>2,163,609</u>
<b>Non-current</b>		
<i>Financial assets held at cost</i>		
Unlisted equity securities (iv)	260,000	-
	<u>260,000</u>	<u>-</u>

**7. CURRENT FINANCIAL ASSETS (CONTINUED)**

(i) *Classification of financial assets at fair value through profit or loss*

The Group classifies financial assets at fair value through profit or loss if they are acquired principally for trading (i.e. selling in short-term). They are presented as current assets if they are expected to be sold within 12 months after the end of the reporting period; otherwise they are presented as non-current assets.

(ii) *Amounts recognised in profit or loss*

Changes in the fair values of financial assets at fair value has been recorded through the profit or loss, and representing a gain of \$703,638 for the year (2014: Nil) – Refer Note 4.

(iii) *Listed equity securities held on Trust*

The Group held shares on behalf of Han Hong Management (Cayman) Limited in respect to corporate advisory services provided during the period. A corresponding liability has been recognised on these investments of which the Company does not recognise any realised/unrealised gains or losses. The shares have been transferred for nil consideration subsequent to balance date. The shares have been excluded from the table in 7(iv).

(iv) *Movement for the period*

	<b>LISTED EQUITIES HELD</b>	<b>MANAGED INVESTMENT FUNDS</b>	<b>UNLISTED EQUITIES</b>	<b>TOTAL</b>
	\$	\$	\$	\$
Opening balance – 30 June 2015	2,163,609	-	-	2,163,609
Additions	235,313	2,400,000 <sup>1</sup>	260,000	2,895,313
Transfers	(170,140)	170,140	-	-
Disposals	(118,581)			(118,581)
Realised gains/(losses)	17,627	(1,172,967)	-	(1,155,340)
Change in fair value of investments	(534,764)	(168,874)	-	(703,638)
Closing Balance – 31 December 2015	<b>1,593,064</b>	<b>1,228,299</b>	<b>260,000</b>	<b>3,081,362</b>

<sup>1</sup>The additions in managed investment schemes includes a balance of \$500,000 which was classified as a prepayment as at 30 June 2015, as monies were in transit to the underlying fund.

(v) *Movement after reporting date*

The listed shares held at balance date have decreased in value from \$1.593m to \$1.211m.

**8. FAIR VALUE MEASUREMENT**

*Fair value measurement of financial instruments*

Financial assets and financial liabilities measured at fair value in the statement of financial position are grouped into three (3) levels of a fair value hierarchy. The three (3) levels are defined based on the observability of significant inputs to the measurement, as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3: unobservable inputs for the asset or liability

The following table shows the levels within the hierarchy of financial assets and liabilities measured at fair value on a recurring basis at 31 December 2015 (2014: Nil):

	<b>LEVEL 1</b>	<b>LEVEL 2</b>	<b>LEVEL 3</b>	<b>TOTAL</b>
	\$	\$	\$	\$
<b>December 2015</b>				
Listed equity securities	1,593,064	-	-	1,593,064
Units in managed investment funds	1,228,299	-	-	1,228,299
Unlisted equity securities	-	-	260,000	260,000
Listed equity securities held on trust	243,000	-	-	243,000
	<b>3,064,363</b>	<b>-</b>	<b>260,000</b>	<b>3,324,363</b>
<b>June 2015</b>				
Listed equity securities	<b>2,163,609</b>	<b>-</b>	<b>-</b>	<b>2,163,609</b>

- (i) The fair value of financial instruments traded in active markets (such as publicly traded equities and available-for-sale securities) is based on quoted market prices at the reporting date. The quoted market price used for financial assets held by the Company is the last closing price or unit (acquisition) strike price.
- (ii) The carrying value less impairment provision of trade receivables and payables are assumed to approximate their fair values due to their short-term nature. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Company for similar financial instruments.
- (iii) There have been no transfers between the levels of the fair value hierarchy during the six (6) months to 31 December 2015.
- (iv) All the Level 3 investments are seed investments into entities with new product opportunities in the medical and web-based technologies. They are all seeking opportunities in the coming six to twelve month period. At balance date, fair value could not be reliably estimated and as such the investments have been held at cost.
- (v) The valuation process for assessing the fair-value of unlisted investments (Level 3) is overseen by the board as a whole with assistance from the Group's finance department when performing the valuations of non-property assets required for financial reporting purposes (including Level 3 fair value. Discussions on valuation processes and outcomes are held on at least a six (6) months basis and consider all available information of a qualitative and quantitative as applicable to the type of investment and on the basis of its current life cycle.



**9. PROPERTY, PLANT AND EQUIPMENT**

	CONSOLIDATED	
	DECEMBER	JUNE
	2015	2015
	\$	\$
<b>Non-current</b>		
Investment property (Note 6(i))	-	2,057,666
Office equipment	<b>17,657</b>	9,956
	<b>17,657</b>	<b>2,067,622</b>

**10. BORROWINGS**

	CONSOLIDATED	
	DECEMBER	JUNE
	2015	2015
	\$	\$
<i>Current (secured)</i>		
Investment property loan – National Australia Bank Limited (i)	<b>1,520,000</b>	-
<i>Non-current (secured)</i>		
Investment property loan – National Australia Bank Limited (i)	-	1,520,000

- (i) The National Australian Bank Limited has security via a Registered Mortgage over the property situated at The Oracle – Tower 1 Unit 2105, 1 Oracle Boulevard, Broadbeach Queensland. The property has been sold and settlement is to be completed by Mid-March 2016 (Refer Note 6 (i) and Note 1).

**11. SHARE CAPITAL**

	CONSOLIDATED			
	DECEMBER		JUNE	
	2015		2015	
	No. of shares.	\$	No. of shares.	\$
<b>(a) Ordinary shares fully paid</b>	<b>105,601,744</b>	<b>7,698,921</b>	105,549,223	7,700,896
<b>(b) Movement in ordinary shares on issue for the period</b>				
Opening balance	105,549,223	7,700,896		
Adjustment for shares issued in accordance with the prospectus	52,521	-		
Share issue costs	-	(1,975)		
	<b>105,601,744</b>	<b>7,698,921</b>		

**BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**

**12. SEGMENT INFORMATION**

Management has determined that the Group has two reportable financial services segments, being Broking services (Corporate and Investment trading) and Funds management. The Board monitors the Group based on actual revenue versus projected revenue by financial services segment. This internal reporting framework is in the process of being developed and is most relevant in assisting the Board with making decisions regarding the Group and its ongoing financial service activities.

	Broking Services		Funds Mgmt		Unallocated		Consolidated Total	
	Dec 2015	Dec 2014	Dec 2015	Dec 2014	Dec 2015	Dec 2014	Dec 2015	Dec 2014
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Revenues</b>								
Segment revenue	<b>370,155</b>	384,725	-	91,070	-	-	<b>370,155</b>	475,795
<i>Other income</i>								
Net fair value gain – available for sale non-current asset	-	-	-	-	<b>176,016</b>	-	<b>176,016</b>	-
Interest revenue	-	-	-	-	<b>9,987</b>	17,225	<b>9,987</b>	17,225
Other revenue	-	-	-	-	<b>46,613</b>	18,000	<b>46,613</b>	18,000
<b>Group revenues</b>	<b>370,155</b>	384,725	-	91,070	<b>232,616</b>	35,225	<b>602,771</b>	511,020
Loss before tax from operating activities							<b>(2,416,187)</b>	(1,307,197)
Income tax benefit							<b>183,515</b>	-
Loss before tax							<b>(2,232,672)</b>	(1,307,197)
	<b>Dec 2015</b>	Dec 2014	<b>Dec 2015</b>	Dec 2014	<b>Dec 2015</b>	Dec 2014	<b>Dec 2015</b>	Dec 2014
<b>Assets</b>								
Reportable segment assets	<b>18,623</b>	127,340	<b>3,701,670</b>	2,975,421	-	-	<b>3,720,293</b>	3,102,812
<i>Other segment assets</i>								
Cash and cash equivalents	-	-	-	-	<b>2,924,720</b>	4,057,309	<b>2,924,720</b>	4,057,309
Freehold apartment	-	-	-	-	<b>2,250,000</b>	2,057,666	<b>2,250,000</b>	2,057,666
Other plant & equipment	-	-	-	-	<b>17,657</b>	9,956	<b>17,657</b>	9,956
Deposits on call – restricted cash	-	-	-	-	-	421,258	-	421,258
Other receivables	-	-	-	-	<b>24,939</b>	169,224	<b>24,939</b>	169,224
Deferred tax asset	-	-	-	-	<b>295,251</b>	239,869	<b>295,252</b>	239,869
<b>Total Assets</b>	<b>18,623</b>	127,340	<b>3,701,670</b>	2,975,421	<b>5,512,567</b>	<b>6,955,333</b>	<b>9,232,860</b>	10,058,094

**13. COMMITMENTS AND CONTINGENT LIABILITIES**

**(a) Commitments**

There were no capital or operating commitments as at 31 December 2015. On 28 January 2016 the Company entered into an office premises. The lease has a three year term with annual rental commitments of \$56,580 and a six month rent free incentive.

**(b) Contingencies**

There were no contingent liabilities as at 31 December 2015.

#### **14. EVENTS SUBSEQUENT TO REPORTING DATE**

In addition to the matter disclosed in Note 1 with regard to the investment property, in February 2016, the Company announced that it was continuing toward finalization of the proposed acquisition of MEJority Securities Limited in Hong Kong, approved by shareholders at the Annual general Meeting on 30 November 2015. It anticipates completion of the transaction before the end of the March 2016 quarter, subject to final receipt of the necessary Hong Kong regulatory approval.

Other than the matters disclosed above, there was no other matter or circumstance that has arisen since 30 June 2015 that has significantly affected, or may significantly affect:

- (a) the Company's operations in future financial years, or
- (b) the results of those operations in future financial years, or
- (c) the Company's state of affairs in future financial years.

#### **15. SUBSIDIARIES**

	Country of Incorporation	Percentage owned (%)*	
		2015	2014
<i>Subsidiaries of Bridge Global Capital Management Limited:</i>			
Bridge Global Securities Pty Ltd	Australia	<b>100%</b>	<b>0%</b>
Mejority Securities Pty Ltd <sup>1</sup>	Australia	<b>100%</b>	<b>0%</b>

<sup>1</sup> The Company was incorporated on 9 October 2015.

#### **16. RELATED PARTY TRANSACTIONS**

On 16 September 2015, Mr. Nathan Carbone was appointed as a director. At the time of his appointment, he was providing consulting services to the Company and this continued post his appointment and in addition to his responsibilities as a Director. In the period from 1 July 2015 to 16 September 2015, Mr. Carbone received \$55,244 as consulting fees.

**BRIDGE GLOBAL CAPITAL MANAGEMENT LIMITED formerly Natural Fuel Limited)**  
**DIRECTORS' DECLARATION**

---

In the opinion of the directors of Bridge Global Capital Management Limited (“the Company”)

The financial statements and notes, as set out on pages 5 to 16 are in accordance with the Corporations Act 2001 including:

- a. Giving a true and fair view of the financial position of the Company as at 31 December 2015 and of its performance, as represented by the results of its operations and cash flows for the half-year ended on that date; and
- b. Complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001 and;

There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



**SIMON LILL**  
**DIRECTOR**

3<sup>rd</sup> of March 2016

Level 1  
10 Kings Park Road  
West Perth WA 6005

Correspondence to:  
PO Box 570  
West Perth WA 6872

T +61 8 9480 2000  
F +61 8 9322 7787  
E [info.wa@au.gt.com](mailto:info.wa@au.gt.com)  
W [www.grantthornton.com.au](http://www.grantthornton.com.au)

## **Independent Auditor's Review Report To the Members of Bridge Global Capital Management Limited**

We have reviewed the accompanying half-year financial report of Bridge Global Capital Management Limited ("Company"), which comprises the consolidated financial statements being the consolidated statement of financial position as at 31 December 2015, and the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising description of accounting policies, other explanatory information and the directors' declaration of the consolidated entity, comprising both the Company and the entities it controlled at the half-year's end or from time to time during the half-year.

### **Directors' responsibility for the half-year financial report**

The directors of Bridge Global Capital Management Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such controls as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

### **Auditor's responsibility**

Our responsibility is to express a conclusion on the consolidated half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Grant Thornton Audit Pty Ltd ACN 130 913 594  
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

'Grant Thornton' refers to the brand under which the Grant Thornton member firms provide assurance, tax and advisory services to their clients and/or refers to one or more member firms, as the context requires. Grant Thornton Australia Ltd is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. GTIL and each member firm is a separate legal entity. Services are delivered by the member firms. GTIL does not provide services to clients. GTIL and its member firms are not agents of, and do not obligate one another and are not liable for one another's acts or omissions. In the Australian context only, the use of the term 'Grant Thornton' may refer to Grant Thornton Australia Limited ABN 41 127 556 389 and its Australian subsidiaries and related entities. GTIL is not an Australian related entity to Grant Thornton Australia Limited.

Liability limited by a scheme approved under Professional Standards Legislation. Liability is limited in those States where a current scheme applies.

As the auditor of Bridge Global Capital Management Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Independence**

In conducting our review, we complied with the independence requirements of the Corporations Act 2001.

### **Basis for Qualified Conclusion**

As at 31 December 2015, included in current receivables is an amount of \$327,037 due from an entity which the Group provided services to in the prior period. Australian Accounting Standard AASB 136: Impairment of Assets requires an asset to be carried at no more than its recoverable amount. We have been unable to obtain sufficient appropriate audit evidence to support the Directors' assessment as to the recoverable amount and the classification of the receivable. In the event that the carrying value of the receivable exceeds its recoverable amount, it would be necessary for the receivable to be written down to its recoverable amount.

### **Qualified Conclusion**

Based on our review, which is not an audit, with the exception of the matter described in the preceding paragraph, we have not become aware of any matter that makes us believe that the half-year financial report of Bridge Global Capital Management Limited is not in accordance with the Corporations Act 2001, including:

- a giving a true and fair view of the consolidated entity's financial position as at 31 December 2015 and of its performance for the half-year ended on that date; and
- b complying with Accounting Standard AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

*GRANT THORNTON*

GRANT THORNTON AUDIT PTY LTD  
Chartered Accountants

*MAREK*

M A Petricevic  
Partner - Audit & Assurance  
Perth, 3 March 2016