Search Party Group Ltd

(formerly APPLABS TECHNOLOGIES LTD)

ABN 41 139 977 772

ANNUAL REPORT

30 JUNE 2016

Note that the acquisition of The Search Party Limited was not completed until after 30 June 2016. As such this report does not include a consolidated position of the two groups. An audited 2016 set of accounts for The Search Party Limited will be disclosed separately.

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CORPORATE INFORMATION

Directors

Ben Hutt – *Managing Director*
Trevor Loewensohn – *Chairman*
Charles Thomas - *Director*
Paul Bird - *Director*

Company Secretary

Simone Lander/Anna MacKintosh

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Exchange ASX:SP1

CHAIRMAN'S LETTER

29 September 2016

Dear fellow shareholder

I am pleased to be writing to many of you for the first time, as Chairman of Search Party Group Limited (Search Party). To those of you who are new shareholders in Search Party (previously Applabs Technologies Limited), welcome. For existing shareholders who have been with us since before listing, thank you for continuing the journey we started with The Search Party Limited.

This year was a significant year of transition for the group as the company initiated the acquisition of The Search Party Limited and completed this and the associated relisting on August 17. I remain excited about the future for Search Party and the significant opportunity available to us as a global recruitment marketplace.

On behalf of the Board I am pleased to present to you the Annual Report and Financial Statements of the Company for the year ending 30 June 2016. Given the acquisition completed post 30 June 2016, the results for The Search Party Limited's marketplace business are not formally included in these accounts. The accounts for The Search Party Limited have been disclosed separately and are available on the ASX announcements platform in addition to the various announcements we have made pre and post relisting outlining our operating progress.

Going forward, our business plan is simple. It is to build the dominant global recruitment marketplace which connects employers to the best candidates using recruiters in a manner which is beneficial to each of these stakeholders. I will let Ben expand on this below but it is a plan that addresses a huge and global market opportunity.

To allow us to maintain our momentum in our core operating markets and position ourselves for launch into new markets, we have earlier this week announced a $4million underwritten bonus option issue to all eligible shareholders. This is designed to enhance our capital base and accelerate the development of our platform.

Finally, on behalf of the Board of Directors I would like to thank all the employees so ably led by our CEO Ben Hutt for their dedicated efforts over the past year. The work and commitment required to complete the various steps in the process to acquire The Search Party Limited and relist on the ASX in addition to their normal operational responsibilities was significant and is appreciated by all.

We look forward to working with all our stakeholders in the forthcoming year and to continuing our path to building a successful global recruitment marketplace.

Sincerely

Trevor Le

Trevor Loewensohn
Chairman

Managing Director's Review

I am very pleased, as the CEO and Managing Director of Search Party Group to provide you with a brief review of FY16. As at 30 September we have operating entities in four countries and collectively employ more than 50 highly talented staff, each focused on our collective goal of building the world's dominant recruitment marketplace.

Businesses like ours are commonly referred to as online marketplaces or multisided platforms. What defines these businesses is that they bring together two or more parties who want to get access to each other. In our case we bring together employer companies looking to hire, recruitment agencies looking to grow their businesses online and professional candidates from all over the world. We facilitate a hiring transaction which occurs online, manage the payments and earn a fee in return for making it all happen.

Many of the biggest businesses on the planet and 7 of the 10 most valuable tech startups in history are marketplaces. Think Ebay, AirBnB and Uber to name just a few.

Scaling marketplaces is complex. We grow by balancing supply and demand, and delivering a product that delivers outcomes effortlessly. As outlined in the highlights below, the business is performing in line with our expectations, and our trajectory and momentum towards our goal of a being the global recruitment marketplace is positive. We have significant opportunities in front of us and I look forward to sharing these with you over the coming months and years.

Selected highlights

- Several pre-listing capital raisings were completed with significant support from investors in Australia, UK, and USA and we finalised our re-listing in August. The listing provides a solid platform for growth, enables transparent communications with all shareholders and access to global capital markets. Our recently announced $4m fully underwritten bonus options issue to all shareholders, exercisable at our issue price of 10 cents, further supports the underlying value and potential in our business and provides capital for us to continue to accelerate our product development and growth.

- The businesses in the UK, Canada, and Australia are growing consistently whilst maintaining a constrained sales and marketing budget, and we now have more than 7,000 employers and 1,500 recruiters around the world representing more than 9 million unique professional candidates. Our business in the USA is now operational with a small but significant candidate pool and we are seeing international activity, managed from our operations in UK, Canada, and Australia in several other geographies including Japan, India, Malta, Italy, Croatia, Portugal and the USA. This is important as it demonstrates that the value proposition operates across borders with both buyers and sellers participating without the need at this stage for sales teams on the ground.

- Measures of efficiency and effectiveness through the product have improved significantly over the last six months. We have a major product release on 2nd October which will include some key changes which should further reduce friction and improve our conversion of opportunity into outcome.

- We've continued to deliver very fast (16 days on average) and affordable hiring outcomes for our customers, and are building a loyal community of engaged and profitable recruiters who thrive in our digital ecosystem.

- We completed an end-to-end user experience review and this work will lead to significant shifts in the product over the next six months and allow us to expand our candidate functionality and have the platform usable on mobile devices.

- The data science team have done some amazing work which will become increasingly evident in the product and really support scale given the vast array of candidate and job data we deal with every day. These include; entity resolution between companies, candidates and jobs; industry derivation from text; semantic interpretation of recruitment data; salary insights and recommender; recruiter recommender; user search query understanding; deep learning network predictions; artificial intelligence recruitment assistant; and the Search Party Knowledge graph. Plenty to come in this space and we will communicate more fully as developments are released.

- JobAdvisor, our employer review site was launched successfully in the UK (jobAdvisor.org). This is significant as it allows us to provide a free platform for companies of all shapes and sizes to develop their employer brand by engaging transparently with their employees. In turn this makes it easier to hire people and easier for recruiters and candidates to assess cultural fit as part of the hiring process.

Overall I am very pleased with the progress we have made as a business. We continue to grow and get stronger every day. I am grateful for the tireless efforts of everyone involved around the world for the contribution they make.

I would also like to thank all of our shareholders, customers, and partners for your ongoing support and for sharing in our bold vision to be the dominant recruitment marketplace, driving a genuine paradigm shift in how people are hired, the world over.

We look forward to the year ahead,

Sincerely

Ben Hutt
CEO & Managing Director

DIRECTORS' REPORT

The directors present their report, together with the financial statements of the Group, being the company and its controlled entities, for the financial year ended 30 June 2016

The following persons were directors of Search Partly Group Ltd (formerly Applabs Technologies Ltd) during the whole of the financial year and up to the date of this report, unless otherwise stated:

- Trevor Loewensohn (appointed 2 August 2016)
- Ben Hutt (appointed 2 August 2016)
- Paul Bird (appointed 2 August 2016)
- Charles Thomas
- Patrick Glovac (resigned 2 August 2016)
- Rocco Tassone (resigned 2 August 2016)

1. Company Overview

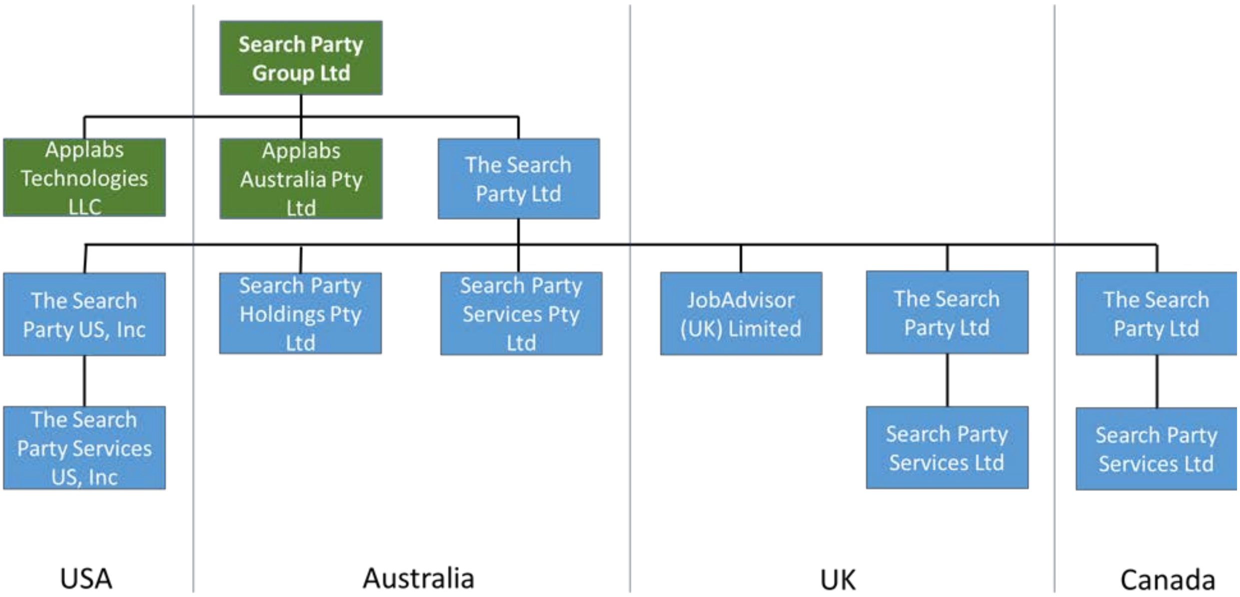
Key events for the year to 30 June 2016

- During the year Applabs Technologies Ltd (now Search Party Group Limited) continued to operate three divisions (the Strategic Investments Division, Internal Development Division and Fee for Service Division) albeit with less focus on new opportunities as the Board sought to refocus the business on a single large acquisition.

- From December 2015, the business had been negotiating and executing the acquisition of 100% of The Search Party Limited. The company relisted on 17 August 2016 (refer below) after changing its name to Search Party Group Limited.

2. Group Structure

The structure below is post completion of the acquisition of The Search Party Limited referred to in note 6 below. Ownership of all subsidiaries is 100%.



Legend: Green shaded entities denote the group pre acquisition of The Search Party Limited and the blue entities are The Search Party Ltd group.

3. Significant Changes in Nature of Activities

There were no significant changes in the nature of the Consolidated Group's principal activities during the financial year other than as disclosed in section 4.

There were significant changes in nature of activities post balance date. See section 6.

4. Operating Results and Review of Operations for the Year

Divisional review

Strategic Investment Division

The Strategic Investment Division continued to hold stakes in several listed and unlisted technology-focused companies. The Company also continued to provide on-going support to mature each company through the investment lifecycle.

During the year the company sold its equity positions in Cirrus Networks Limited, GB Energy Limited, Roster Elf Pty Ltd, ePat Technologies Pty Ltd and Pay2Day Solutions. As at 30 June 2016, the business held the following investments:

Name	No. of shares and %	Fair Value	Comments
XTV Networks Limited (ASX: XTV) (i)	10,690,012 0.012%	$85,520	Valued at market close price, 30 June 2016. All stock escrowed
Sovereign Gold Company Limited (ASX: SOC) (ii)	64,400,000 0.045%	$322,000	Valued at close market price 30 June 2016
Property Connect Holdings Limited (ASX: CPH)	2,000,000 0.013%	$48,000	Valued at market close price, 30 June 2016
The Search Party Limited initial investment	25,240 1.95%	$500,000.00	Value based on consideration paid for the shares
Fanpics LLC investment	456,469	$51,506	Cost price

(i) XTV Networks Limited was in suspension at 30 June 2016 and continues to be suspended at the date of signing this report.

(ii) The Sovereign Gold holding was sold on 29 September 2016 for its carrying value.

As previously disclosed, these are non-core assets (apart from the Search Party Limited Investment) and will be disposed of at a suitable time after consideration by the Company.

App Development & Fee for Service Division

The Company continued to service several existing contracts still in place and it also maintained its 5% equity holding in Dapper Apps Pty Ltd. Subsequent to the year end, the Company has sold its remaining 5% interest in Dapper Apps Pty Ltd.

Internal Development Division – Developing internal technology projects

Home Open Portal: The Company is continuing to evaluate opportunities for the IP, trademarks, source code and goodwill of the Home Open portal in an effort to extract maximum shareholder value. The company believes that the portal still carries value and given the interest to date continues to advance discussions to license out or sell the technology behind the portal to third parties to develop independently. Post June 30 2016 the company has received an approach for part of these assets for a minimal amount. This approach is incomplete and immaterial.

4.1 Financial Position

The net asset position of the Consolidated Group has decreased from $4,014,656 at 30 June 2015 to a net asset position of $2,993,824 at 30 June 2016. The net loss after tax of the consolidated entity for the financial year was $1,657,418 (2015: $2,599,302).

5. Dividends Paid or Recommended

No dividends have been paid or declared since the start of the financial period and the directors do not recommend the payment of a dividend in respect of the financial period.

6. After Balance Date Events

Subsequent to the year end, the Company has sold its remaining 5% interest in Dapper Apps Pty Ltd and its holding in Sovereign Gold Limited.

Acquisition of The Search Party Limited

The following summarises the actions taken in the execution of the Search Party acquisition which was completed on 2 August 2016 (relisted 17 August 2016):

- In December 2015 the company announced it had entered into a "No shop/No Talk Agreement" with The Search Party Ltd ("The Search Party").
- The company also announced in December that it had invested $500,000 directly in The Search Party in return for a 1.95% equity position.
- In January 2016 the company announced that a Bid Implementation Agreement had been signed to acquire 100% of the issued capital in The Search Party on the basis of 198.1 ALA shares for every 1 TSP share held.
- On the 10th June 2016 a Public Offer Prospectus was released in relation to the Search Party transaction. The offer was closed 22 June 2016, fully subscribed raising a total of $3,704,997 (before costs).
- A Shareholders Meeting held 17 June 2016 approved the takeover transaction and Public Offer.
- On the 3rd August the off market takeover offer for The Search Party was declared unconditional with 99.25% relevant interest in The Search Party. The Company has proceeded with compulsory acquisition of the remaining TSP shares.
- The consolidated group relisted on 17 August 2016 as Search Party Group Limited.

Post relisting, the business is focused on Search Party's recruitment marketplace and the JobAdvisor businesses. Any remaining investments or businesses will be held per any escrow arrangements but are not considered core to the Company moving forward. The Board will consider appropriate actions re the sale of these assets appropriate to circumstances at the time.

Underwritten Bonus Option Issue

The Board has resolved to issue free bonus options to all shareholders on a 1 option for every 9.68 shares held basis (with an aggregate face value of $4m pre costs). The maturity date is 28 February 2017 and the exercise price is $0.10 per share. Record date will be 1 December 2016.

The offer of Bonus Options is fully underwritten up to $4m by an entity associated with the Chairman, Trevor Loewensohn and supported by pre-commitments to take up pro-rata allocation from two of the largest shareholders being those entities associated with the Chairman Trevor Loewensohn and marketplace expert and consultant to the company Joshua Rogers.

7. Future Developments, Prospects and Business Strategies

Likely future developments in the operations of the Group are referred to elsewhere in the Annual Report. The business strategy remains as disclosed in the recent prospectus. This strategy can be summarised as: continuing to develop a global recruitment marketplace, to increase the volume of recruiter and employer customers whilst improving the efficiency of the sales funnel through marketing and product development (including ongoing data science enhancements) as well as identifying and securing operational and strategic capital partners to support our global rollout.

8. Environmental Issues

The consolidated Group's operations are not subject to significant environmental regulations under the laws of the Commonwealth or State.

9. Information on the Director

Charles Thomas	***Non-Executive Director, appointed 9 December 2013.***
Experience	Mr Thomas holds a Bachelor of Commerce from UWA majoring in Corporate Finance. Mr Thomas is an Executive Director of GTT Ventures Pty Ltd a boutique corporate advisory firm based in Australia. Mr Thomas worked as an Investment Adviser from 2009-2014 for Bell Potter Securities Ltd focussing on High Net worth clients & Corporate Advisory. Prior to this Mr Thomas worked for State One Stockbroking for a period of 3 years, advising and funding numerous ASX listed companies. Mr Thomas is currently a Non-Executive Director of ASX listed Sovereign Gold company Limited (ASX:SOC) and Non-Executive Director of ASX listed AVZ Minerals Ltd (ASX:AVZ) During the past 11 years he has advised and funded numerous ASX listed companies from early stage seed capital through to IPO. Mr Thomas holds a Bachelor of Commerce from UWA majoring in Corporate Finance. Mr Thomas is also a Director of various private companies, which span across many industries including finance, technology and medical fields.
Interest in Shares and Options	ALA - Ordinary Shares - Direct – 3,440,000 and 5,000,000 options (exercise price $0.15 expiring 2 August 2018). Mr Thomas is the sole director and a shareholder of Mounts Bay Investments P/L. Mounts Bay Investments is the Trustee for the CT Superannuation Fund. Mr Thomas is sole beneficiary.
Directorships held in other listed entities during the three years prior to the current year	Non Executive Director of Sovereign Gold Company Limited (15 July 2015 - current). Non-executive director of (ASX listed) AVZ Minerals Limited (3 February 2016 – current). Former Directorships in the Last Three Years: xTV Networks Limited (2 February 2015 to 23 June 2016) Cirrus Networks Holdings Ltd (formerly Liberty Resources Ltd) (19 June 2014 to 2 July 2015)
Trevor Loewensohn	***Chairman appointed 2 August 2016***
Experience	Trevor is the Founder and Managing Director of Alceon Group Pty Limited (Alceon), a specialist advisory, investment and capital solutions partnership with offices in Sydney, Melbourne, Brisbane and Perth. Trevor has over 30 years of investment banking experience, mostly for leading global investment banks including Vice Chairman at UBS, after moving from Head of Investment Banking and Joint CEO at JP Morgan. Prior to founding Alceon, Trevor was the Global Head of Capital Markets at Babcock & Brown, where he established a global capital raising and advisor capability. Following the impact of the Global Financial Crisis, he led Babcock & Brown's asset sale programme, successfully completing the sale of more than 20 major funds, companies and assets. Trevor is a Director of numerous companies and investment entities within the Alceon Group.
Interest in Shares and Options	47,805,097 shares through TFLT Pty Ltd as trustee for the Loewensohn Family Trust – Trevor controls the trust and hence has a relevant interest under s608(s)(b) of the Corps Act.

	8,337,434 shares through Carthona Capital FS Pty Ltd as trustee for the Carthona Special Trust by way of s608(s)(b) of the Corps Act as TFLT Pty Ltd holds more than 20% voting power in Carthona Special Trust. 494,853 shares through his wife's direct holding by s608(1)(b) of the Corps Act. 200,000 Performance Rights.
Directorships held in other listed entities during the three years prior to the current year	RHG Limited from 28 October 2011 until it was taken over in January 2014 and Crowe Horwath Limited from 18 June 2013 until when it was taken over in December 2014.
Benjamin Hutt	***Managing Director appointed 2 August 2016***
Experience	Ben has over 15 years' experience in management consulting with top-tier firms such as PwC Consulting. Prior to the Search Party, Ben worked in a range of roles in his five years at Macquarie Group, the last two of which were spent building an international team focused on delivering improved cost efficiency across the group. Ben is a perennial business problem solver, a seral entrepreneur and an expert in managing and executing complex projects that improve productivity. Ben was involved with the Search Party from the start and formally joined as Chief Financial Officer & Operations Officer in June 2012. He was responsible for early business development and fundraising efforts. He was also instrumental in the company's inception of the marketplace concept as well as the Search Party's expansion overseas. He became the CEO and Managing Director of The Search Party Pty Ltd and all of its subsidiaries in July 2014.
Interest in Shares and Options	1,760,000 shares through Netwealth Superannuation Master Fund. 23,500,900 loan funded shares. 5,409,224 performance rights.
Directorships held in other listed entities during the three years prior to the current year	Nil
Paul Bird	***Director appointed 2 August 2016***
Experience	Paul holds a Bachelors degree in Economics and Law from the University of Sydney. Paul is a co-founder of The Search Party and is also the founder and current CEO of EP2 Payments and a co-founder and director of Homestar Finance. Prior to choosing the path of an entrepreneur, he worked in senior strategic roles at PBL Media and Diageo.
Interest in Shares and Options	715,141 ordinary shares through Edgewater Holdings Pty Ltd through s608(1)(b) and/or (c) of the Corps Act. 400,000 Performance Rights.
Directorships held in other listed entities during the three years prior to the current year	Nil

Patrick Glovac	***Managing Director, appointed 9 December 2013 and resigned 2 August 2016***
Experience	Mr Glovac holds a Bachelor of Commerce majoring in Finance, Banking, Management through Murdoch University and a Diploma of Management. Mr Glovac has worked as an investment advisor since 2003 for Bell Potter Securities Limited focusing on high net-worth clients and corporate advisory services. During that time he has advised and funded many ASX listed companies from early stage seed capital through to IPO. Mr Glovac is also a founding director of the former Applabs Australia Pty Ltd.
Interest in Shares and Options	ALA - Ordinary Shares Indirect – 5,190,000 and 5,000,000 options (exercise price $0.15 expiring 2 Aug 2018). Mr Glovac is a beneficiary, sole director and shareholder of Murdoch Capital P/L and Kcirtap Securities Pty Ltd. Murdoch Capital is the Trustee for the Glovac Super Fund.
Directorships held in other listed entities during the three years prior to the current year	Currently a non-executive director of ASX listed Cirrus Networks Holding Limited (previously Liberty Resources Ltd) since 21 August 2014, and non executive director of Sovereign Gold Company Ltd since 14 December 2015. Mr Glovac was non executive director of GB Energy Ltd October 2014 until 22 April 2016

Rocco Tassone	***Non-Executive Director, appointed 15 October 2013 and resigned 2 August 2016***
Experience	Mr Tassone holds a Bachelor of Business with a Double Major in Finance and Economics. He also holds a Graduate Diploma in Applied Finance and Investment though the Securities Institute of Australia (now known as Kaplan). He is the founding director of online retailer, wholesaler and Australian distribution company EverythingMMA Pty Ltd, the market leader in fitness and mixed martial arts apparel and equipment in Australia. Mr Tassone is also a founding director and major shareholder of D-InkD, a company offering laser tattoo removal in Australia.
Interest in Shares and Options	ALA - Ordinary Shares – Direct - Syracuse Capital Pty Ltd <Rocco Tassone Super Fund> and <Tenacity A/C> 4,000,000 and 5,000,000 options (exercise price $0.15 expiring 2 August 2018). Syracuse Capital is the Trustee for the Rocco Tassone Super Fund. Mr Tassone is sole beneficiary.
Directorships held in other listed entities during the three years prior to the current year	Current Managing Director Sovereign Gold Company Limited (15 July 2015). Non executive director of XTV Networks Limited (3 February 2015 – 23 June 2016).

9.1 Company Secretary

On the 31st July 2016, Anna MacKintosh was appointed to replace Charly Duffy effective 1 August 2015. Anna MacKintosh, has over 27 years commercial experience including 10 years with BHP, and 10 years as Compliance Manager, Finance Manager and Responsible Executive for Australian Financial Services licensee KSLCORP Pty Ltd. She is the Company Secretary for listed entity (GB Energy Limited) and recently appointed as CFO with Sovereign Gold Company Ltd.

Simone Lander was appointed 2 August 2016 as Joint Company Secretary.

Simone studied a Bachelor of Economics and has in excess of 20 years' company secretarial and compliance experience having worked in the investment banking, private equity, stockbroking, property and mining industries. Simone joined the Search Party in March 2015 in a consulting capacity.

Prior to joining the Search Party, Simone was a partner in the private equity firm Taemas Group where under a management contract she was seconded as the Head of Corporate Services and Company Secretary for the StoneBridge Group. Immediately prior to that Simone held the role of Company Secretary for all of the listed and unlisted Funds of Babcock and Brown's Corporate Finance division. Simone has also previously held Company Secretarial positions for the Investa Property Group, Mirvac Group and Emperor Mines Limited, each ASX listed entities.

10. Meetings of Directors

During the financial year, the number of meetings of directors (including committees of directors) held during the year and the number of meetings attended by each director was as follows:

	Number of meetings eligible to attend	Number of meetings attended
Rocco Tassone	7	7
Patrick Glovac	7	5
Charles Thomas	7	7

11. Indemnifying Officers or Auditors

During or since the end of the financial year, the company has given an indemnity or entered into an agreement to indemnify, or paid or agreed to pay insurance premiums as follows:

- The Company has paid insurance premiums during the year in respect of insuring each of the Directors and Company and each officer of the Group against liabilities and expenses arising as a result of work performed in their respective capacities, to the extent permitted by law. The terms of the insurance contract prohibit the disclosure of the amount of premiums paid.

The Company has not, during or since the financial year, indemnified or agreed to indemnify the auditor of the Company against a liability incurred as auditor.

12. Options

At the date of this report, the unissued ordinary shares of Search Party Group Ltd (formerly Applabs Technologies Ltd) under option are as follows:

Date of Expiry	Exercise Price	Number of Options	Escrow expiry
2 Aug 2018	$0.15	30,000,000	17 Aug 2018
31 Dec 2016	$0.25	2,000,000	17 Aug 2018
31 Dec 2016	$0.25	4,500,000	17 Aug 2017
5 years after grant	$0.10	4,954,463	Subject to ESOP vesting conditions
10 July 2022 Private Treaty Options	$1.08	91,918	11 Aug 2017

Option holders do not have any rights to participate in any issues of shares or other interests in the Company or any other entity. There are also 15,313,088 performance rights subject to escrow vesting conditions.

The Board has resolved to issue free bonus options to all shareholders on a 1 option for every 9.68 shares held basis (with an aggregate face value of $4m pre costs) totalling 39,993,857 options. The maturity date is 28 February 2017 and the exercise price is $0.10 per share. Record date will be 1 December 2016.

13. Proceedings on Behalf of Company

No person has applied for leave of Court to bring proceedings on behalf of the company or intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or any part of those proceedings.

The company was not a party to any such proceedings during the year.

14. Non-Audit Services

The Company may decide to employ the auditor on assignments additional to their statutory audit duties where the auditor's expertise and experience with the company and/or the Group are important.

Details of the amounts paid or payable to the auditor for audit and non-audit services provided during the year are set out in Note 7 to the financial statements.

The Board of Directors has considered the position and is satisfied that the provision of the non audit services during the year is compatible with the general standard of independence for auditors imposed by the Corporations Act 2001. The directors are satisfied that the provision of non-audit services by the auditor as set out below, did not compromise the auditor independence requirements of the Corporations Act 2001 for the following reasons:

- All non-audit services are reviewed by the Board to ensure they do not impact the impartiality and objectivity of the auditor; and
- None of the services undermine the general principles relating to auditor independence in accordance with APES 110: Code of Ethics for Professional Accountants.

The following fees were paid or payable to the auditors (BDO Audit (WA) Pty Ltd) and its related practices for non audit services provided during the year ended 30 June 2016:

Description of Service	2016	2015
Tax advice and compliance service	14,902	8,967
R&D grant application advice and assistance	12,630	12,961
Investigating Accountants Report	17,847	-
Total	**45,379**	**21,728**

15. Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 30 June 2016 has been received and can be found in this report.

16. REMUNERATION REPORT – AUDITED

The information provided in the remuneration report includes remuneration disclosures that are required under Australian Accounting Standard AASB 124 Related Party Disclosures. These disclosures have been transferred from the financial report and have been audited.

Principles used to determine the nature and amount of remuneration

The Board determines the appropriate nature and amount of remuneration. The Board ensures that the executive reward satisfies the following criteria for good reward governance practice:
- competitiveness and reasonableness;
- acceptability to shareholders;
- alignment of executive remuneration to performance;
- transparency; and
- capital management.

The framework provides a mix of fixed and variable pay.

Non-Executive Directors and executive Director

Fees and payments to Non-Executive Directors and the Executive Director reflect the demands which are made on, and the responsibilities of, the Directors. Non-executive Directors' fees and payments are reviewed annually by the Board.

Directors' fees

Non-Executive Directors' fees are determined within an aggregate Directors' fee pool limit, which is periodically recommended for approval by shareholders. The maximum pool limit currently stands at $200,000 per annum.

Retirement allowances

Superannuation contributions required under the Australian superannuation guarantee Legislation are deducted from the Directors' overall fee entitlements.

Key Management Personnel Remuneration Policy

The Board's policy for determining the nature and amount of remuneration of key management for the Consolidated Group is as follows:

The remuneration structure for key management personnel is based on a number of factors, including length of service, particular experience of the individual concerned, and overall performance of the Consolidated Group.

Mr Tassone and Mr Thomas entered Non-Executive Director agreements with the Company on 18 February 2014. Subject to ASX Listing Rule 10.19 and Corporations Act provisions, certain terminations of those agreements entitles them to 1 year's worth of fee. There is no requirement in regards to period of notice stipulated in the agreements. These original agreements were renewed on the same terms.

Mr Glovac was made executive director of the Company on 14 August 2014. The term of the appointment is for 12 months with an option for a further 12 months, all other terms are materially the same as those in the non-executive appointment. On the 9th June this agreement was amended. The amended terms of the Agreement reduce Mr Glovac's annual salary for the 12 month period commencing 1st July 2015 to $100,000 (plus superannuation) and 1,200,000 fully paid shares in the Company (this was approved at the company's Annual General Meeting).

Key Management Personnel

Patrick Glovac	Managing Director (appointed Director 9 December 2013 and appointed Managing Director 14 August 2014). Resigned 2 August 2016.
Rocco Tassone	Non-Executive Director (appointed 15 October 2013 and resigned 2 August 2016.
Charles Thomas	Non-Executive Director (appointed 9 December 2013)

Performance income as a proportion of total remuneration

Executive Directors and Executives were not paid performance based bonuses.

Options issued as part of remuneration for the year ended 30 June 2016

There were no options issued as part of remuneration for the year ended 30 June 2016.

The remuneration paid to key management personnel are as follows:

The following table of benefits and payments details, in respect to the financial year, the components of remuneration for each member of the key management personnel of the Consolidated Group.

The benefits and payments are for the full year unless otherwise noted.

Table of Benefits and Payments

		Short-term benefits		Post-employment benefits	Equity share payments	Termination /Redundancy payment	Total
	Financial Year	Salary, fees and leave	Profit share and bonuses	Pension and super-annuation	Share Based Payment		
Group Key Management Personnel (KMP)		**$**	**$**	**$**	**$**	**$**	**$**
Patrick Glovac (i)	2016	100,000	-	9,500	97,200	-	206,700
	2015	152,583	-	14,495	-	-	167,078
Stuart Kidd (ii)	2016	-	-	-	-	-	-
	2015	43,950	-	3,700	-	30,000*	77,650
Rocco Tassone (iii)	2016	99,277	-	9,431		-	108,708
	2015	91,313	-	8,675	-	-	99,988
Charles Thomas (i)	2016	99,277	-	9,431	-	-	108,708
	2015	91,313	-	8,675	-	-	99,988
Total KMP	**2016**	**298,554**	**-**	**28,362**	**97,200**	**-**	**424,116**
	2015	**379,160**	**-**	**35,545**	**-**	**30,000**	**444,705**

* -Termination payment

(i) Patrick Glovac and Charles Thomas were appointed on 9 December 2013. Patrick Glovac was appointed Managing Director 14 August 2014 and resigned 2 August 2016.

(ii) Stuart Kidd was appointed on 9 December 2013, and resigned on 3 October 2014.

(iii) Rocco Tassone was appointed on 15 October 2013 and resigned 2 August 2016.

Share-based Payments

There was one share-based payment during the year ended 30 June 2016 to a Director of the Company (2015: Nil).

- A share based payment to Managing Director Patrick Glovac was approved at the company's AGM held 4 November 2015 He was issued 1.2 million shares valued at $97,200 in lieu of a reduction in his salary for the 2015/2016 financial year.

Related Party Transactions

- GTT Ventures Pty Ltd, a company associated with Directors Patrick Glovac, Rocco Tassone and Charles Thomas were paid a Placement Management fee of $17,325. This related to the Placement of shares completed in February 2016. The 6% fee amount was in accordance with standard commercial terms for capital raising fees in the current marketplace.
- GTT Ventures Pty Ltd, a company associated with Directors Patrick Glovac, Rocco Tassone and Charles Thomas entered into an agreement with the company to provide $10k per month of advisory services to the business for 12 months from relisting.

DIRECTORS' REPORT (continued)

- GTT Ventures Pty Ltd, a company associated with Directors Patrick Glovac, Rocco Tassone and Charles Thomas entered into a sublease for the offices of the Company for $3,000 per month plus its share of outgoings until 29 November 2017.

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 2016	Balance at beginning of year	Granted as remuneration during the year	Exercised during the year	Other changes **	Balance at end of year	Vested during the year	Vested and exercisable
Patrick Glovac	30,000	-	-	(30,000)	-	-	-
Rocco Tassone	52,500	-	-	(52,500)	-	-	-
Charles Thomas	7,500	-	-	(7,500)	-	-	-

These options expired 21 May 2016 unexercised.

KMP Shareholdings

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

30 June 2016	Balance at beginning of year	Granted as remuneration during the year	Issued on exercise of options during the year	Other changes during the year **	Balance at end of year
Patrick Glovac	450,000	1,200,000	-	540,000	2,190,000
Rocco Tassone	615,000	-	-	390,000	1,005,000
Charles Thomas	45,000	-	-	395,000	440,000

(i) Patric Glovac and Rocco Tassone resigned 2 Aug 2016.

Other KMP Transactions

There have been no other transactions involving equity instruments other than those described in the tables above.

Voting of shareholders at last year's annual general meeting

Search Party Group Ltd (formerly Applabs Technologies Ltd) received more than 90% of "yes" votes on its remuneration report for the 2015 financial year. The company did not receive any specific feedback at the AGM or throughout the year on its remuneration practises.

Reliance on external remuneration consultants

There was no engagement of external consultants to review existing remuneration policies.

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

Ben Hutt

MANAGING DIRECTOR

Dated this 29th day of September 2016.

CORPORATE GOVERNANCE

CORPORATE GOVERNANCE STATEMENT

The Company's Corporate Governance disclosure is available on the Company's website at:

http://www.searchparty.com/company/corporate-governance/

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www.bdo.com.au

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Australia

DECLARATION OF INDEPENDENCE BY DEAN JUST TO THE DIRECTORS OF SEARCH PARTY GROUP LTD

As lead auditor of Search Party Group Ltd for the year ended 30 June 2016, I declare that, to the best of my knowledge and belief, there have been:

1. No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
2. No contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of Search Party Group Ltd and the entities it controlled during the period.

Dean Just

Director

BDO Audit (WA) Pty Ltd

Perth, 29 September 2016

BDO Audit (WA) Pty Ltd ABN 79 112 284 787 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO Audit (WA) Pty Ltd and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation, other than for the acts or omissions of financial services licensees.

CONSOLIDATED STATEMENT OF PROFIT OR LOSS & OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 $	2015 $
Continuing operations:			
Other income	2	495,842	301,236
Share of profits/(losses) from Associates using the equity method	14	17,921	(116,489)
Fair value movement on financial assets	3(a)	-	(30,915)
Operating expenses	3	(1,770,889)	(1,030,863)
R&D Expense	3	-	(716,232)
Depreciation and amortisation expense	3	(143,670)	(426,028)
Impairment of Intangible Assets	11	-	(266,430)
Foreign Exchange gain		579	9,560
Share based payment	28	(257,200)	-
Loss before income tax		(1,657,418)	(2,276,162)
Income tax expense	4	-	-
Loss after income tax from continuing operations		**(1,657,418)**	**(2,276,162)**
Discontinued operations:			
Profit on sale of subsidiaries		-	-
(Loss) from discontinued operations- Fee For Service	5	-	(323,141)
(Loss) from discontinued operations		-	-
(Loss) from discontinued operations		**-**	**(323,141)**
Net (loss) for the period attributable to the members of the entity		(1,657,418)	(2,599,302)
Other comprehensive income			
Items that will not be reclassified to profit & loss	10		
Change in fair value of financial assets at fair value through comprehensive income		(40,915)	(372,105)
Total comprehensive (loss) attributable to members of the entity		**(1,698,333)**	**(2,971,407)**
Basic \(loss) per share (cents per share)	6	(3.58)	(6.08)
Diluted (loss) per share (cents per share)		(3.58)	(6.08)
From continuing operations:			
Basic (loss) per share (cents per share)	6	(3.58)	(5.32)
Diluted (loss) per share (cents per share)		(3.58)	(5.32)
From discontinued operations:			
Basic (loss) per share (cents per share)	6	-	(0.76)
Diluted (loss) per share (cents per share)		-	(0.76)

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2016

	Note	2016 $	2015 $
ASSETS			
Current Assets			
Cash and cash equivalents	8	1,869,885	2,010,693
Cash held in trust	8	3,704,996	-
Trade and other receivables	9(a)	2,346	204,049
Other assets	9(b)	292,493	123,417
Total Current Assets		5,869,720	2,338,158
Non-Current Assets			
Property, plant and equipment		18,521	13,983
Intangibles	11	3,333	139,999
Investments accounted for using the equity method	14	-	12,138
Financial assets at fair value through the profit or loss	10(b)	-	-
Financial assets at fair value through other comp income	10(a)	1,032,027	1,574,526
Total Non-Current Assets		1,053,881	1,740,645
Total Assets		6,923,601	4,078,803
LIABILITIES			
Current Liabilities			
Unissued shares – funds received in advance (net of costs)	15	3,510,021	-
Trade and other payables	15	374,897	49,776
Short-term provisions	16	44,859	14,372
Total Current Liabilities		3,929,777	64,148
Total Liabilities		3,929,777	64,148
Net Assets		2,993,824	4,014,656
EQUITY			
Issued capital	17a	25,554,925	24,877,426
Reserves	18	17,467	58,382
Accumulated losses	17b	(22,578,568)	(20,921,151)
Total Equity		2,993,824	4,014,656

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2016

	Share Capital Ordinary	Option Reserve	Financial Asset Reserve	Accumulated Losses	Total
Balance at 1 July 2014	24,815,147	256,199	83,368	(18,321,849)	6,832,865
Total comprehensive profit / (loss)					
Loss for the period attributable to members of the entity	-		-	(2,599,302)	(2,599,302)
Other Comprehensive Loss			(372,105)	-	(372,105)
Total Comprehensive Loss for the period	-	-	(372,105)	(2,599,302)	(2,971,407)
Transactions with owners in their capacity as owners					
Issue of Shares (net of costs)	62,278	-	-	-	62,278
Issue of options (net of costs)	-	90,920	-	-	90,920
Balance at 30 June 2015	24,877,426	347,119	(288,737)	(20,921,151)	4,014,656
Balance at 1 July 2015	24,877,426	347,119	(288,737)	(20,921,151)	4,014,656
Total comprehensive profit / (loss)					
Loss for the period attributable to members of the entity	-		-	(1,657,418)	(1,657,418)
Other Comprehensive Loss			(40,915)	-	(40,915)
Total Comprehensive Loss for the period	-	-	(40,915)	(1,657,418)	(1,698,333)
Transactions with owners in their capacity as owners					
Issue of Shares (net of costs)	677,500	-	-	-	677,500
Balance at 30 June 2016	25,554,925	347,119	(329,652)	(22,578,568)	2,993,824

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

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2016

	Note	2016 $	2015 $
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		25,303	531,937
Payments to suppliers and employees		(1,818,233)	(2,822,776)
Interest received		45,988	131,620
Grant income		593,474	-
Net cash (used in) operating activities	21(a)	(1,153,468)	(2,159,219)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of fee for Service Division		-	51,750
Proceeds from sale of investments		1,697,492	94,940
Purchase of property, plant and equipment		(16,387)	(13,593)
Loans to Associate (paid)/ refunded	9(b)	50,000	(50,000)
Payments for financial assets		(1,165,850)	(976,500)
Net cash (used in)/provided by investing activities		565,255	(893,402)
CASH FLOWS FROM FINANCING ACTIVITIES			
Refund Tenancy bond		27,104	-
Proceeds from issue of shares and options net of transaction costs		420,300	88,920
Net cash provided by financing activities		447,404	88,920
Net increase/(decrease) in cash and cash equivalents		(140,808)	(2,963,701)
Cash and cash equivalents at beginning of the year		2,010,693	4,974,394
Cash and cash equivalents at end of the-year		1,869,885	2,010,693

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

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Search Party Group Ltd (formerly Applabs Technologies Ltd) (**Parent Entity** or **Company**) is a company domiciled in Australia. Search Party Group Ltd is a company limited by shares incorporated in Australia whose shares are publicly traded on the Australian Securities Exchange. The consolidated financial statements of Search Party Group Ltd (formerly Applabs Technologies Ltd) for the year ended 30 June 2016 comprise the Company and its subsidiaries (**Consolidated Entity** or **Group**).

The Financial report was authorised for issue by a resolution of Directors on 29 September 2016.

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 and Interpretations, issued by the Australian Accounting Standards Board (AASB) and the Corporations Act 2001. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

The separate financial statements of the parent entity, have not been presented within this financial report as permitted by amendment to the Corporations Act 2001, effective as at 28 June 2011.

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 accruals basis and is based on historical costs, modified where applicable, by the measurement at fair value of selected non-current assets.

Going Concern

For the year ended 30 June 2016 the entity recorded a loss of $1,698,333 and had net cash outflows from operating activities of $1,153,468. Subsequent to year end the Company acquired The Search Party Limited as disclosed in Section 6. For the year ended 30 June 2016, The Search Party Limited recorded a loss of $7,545,991 and had net cash outflows from operating activities of $6,788,758.

These conditions indicate a material uncertainty that may cast a significant doubt about the entity's ability to continue as a going concern and, therefore, that it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The ability of the combined group to continue as a going concern is dependent on growing revenues from operations and managing variable costs in this development phase as well as rebates from the Government's Research and Development Grant ("R&D") and Export Market Development Grant ("EMDG") programs. The company is now also underpinned by a $4m underwritten bonus option issue to all group shareholders which is scheduled to be completed in February 2017 to continue to fund the Group's operational, marketing and system development activities.

The financial statements have been prepared on the basis that the entity is a going concern, which contemplates the continuity of normal business activity, realisation of assets and settlement of liabilities in the normal course of business for the following reasons:

- The company has secured an additional $4million of capital by way of an underwritten bonus option issue;
- The Company is an ongoing participant in the Government's R&D and EMDG programs and expects little variability around the expectations of cash flows from these programs;
- There remains significant ability for management to vary expenses up or down in response to prevailing operating performance and related market conditions;

- The Company does not have a large component of long term contracted fixed costs which further supports the ability to vary expenses per the above;
- The spend plans of the business around marketing and enhanced system development are discretionary as the platform is currently functioning and fully operational; and
- The Company can seek access to private or public capital markets for capital should the Board believe it is in the interests of shareholders.

Management believe there are sufficient funds to meet the entity's working capital requirements as at the date of this report. Subsequent to year end the entity expects to receive additional funds via growing revenues from operations and rebates from the Government's Research and Development Grant ("R&D") and Export Market Development Grant ("EMDG") programs. The parent is now also underpinned by a $4m underwritten bonus option issue to all group shareholders.

No adjustments have been made relating to the recoverability and classification of liabilities that may be necessary should the consolidated entity not continue as a going concern. Should the entity not be able to continue as a going concern, it may be required to realise its assets and liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements.

Significant Accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by all entities in the Group.

(a) Principles of Consolidation

The consolidated financial statements incorporate the assets, liabilities and results of all subsidiaries of Search Party Group Ltd (formerly Applabs Technologies Ltd) as at and at the end of the reporting period.

Subsidiaries are all those entities over which the consolidated entity has control. The consolidated entity controls an entity when the consolidated entity is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the consolidated entity. They are de-consolidated from the date that control ceases.

Intercompany transactions, balances and unrealised gains on transactions between entities in the consolidated entity are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred.

The acquisition of subsidiaries is accounted for using the acquisition method of accounting. A change in ownership interest, without the loss of control, is accounted for as an equity transaction, where the difference between the consideration transferred and the book value of the share of the non-controlling interest acquired is recognised directly in equity attributable to the parent.

Non-controlling interest in the results and equity of subsidiaries are shown separately in the statement of profit or loss and other comprehensive income, statement of financial position and statement of changes in equity of the consolidated entity. Losses incurred by the consolidated entity are attributed to the non-controlling interest in full, even if that results in a deficit balance.

Where the consolidated entity loses control over a subsidiary, it derecognises the assets including goodwill, liabilities and non-controlling interest in the subsidiary together with any cumulative translation differences recognised in equity. The consolidated entity recognises the fair value of the consideration received and the fair value of any investment retained together with any gain or loss in profit or loss.

(b) Income Tax

The income tax expense/ (benefit) 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 taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at the end of the reporting period. 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 movements 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 the end of the reporting period. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

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

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.

(c) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the board of directors.

(d) Plant and Equipment

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

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 values in determining recoverable amounts.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits 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 Statement of Profit or Loss and Other Comprehensive Income 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 the asset's useful life to the Consolidated Entity commencing from the time the asset is held ready for use.

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

Class of Fixed Asset	Depreciation Rate
Office Equipment	20 - 40%
Fixtures and Fittings	20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

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 Profit or Loss and Other Comprehensive Income.

(e) Leases

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset, but not the legal ownership that is transferred to entities in the Consolidated Entity are classified as finance leases.

Finance leases are capitalised by recording an asset and a liability at the lower of the amounts equal to the fair value of the leased property or the present value of the minimum lease payments, including any guaranteed residual values. Lease payments are allocated between the reduction of the lease liability and the lease interest expense for the period.

Leased assets are depreciated on a straight-line basis over the shorter of their estimated useful lives or the lease term.

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

(f) Foreign currency translation

The financial statements are presented in Australian dollars, which is the Consolidated Entity's functional and presentation currency.

Foreign currency transactions

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

Foreign operations

The assets and liabilities of foreign operations are translated into Australian dollars using the exchange rates at the reporting date. The revenues and expenses of foreign operations are translated into Australian dollars using the average exchange rates, which approximate the rate at the date of the transaction, for the period. All resulting foreign exchange differences are recognised in other comprehensive income through the foreign currency reserve in equity.

The foreign currency reserve is recognised in profit or loss when the foreign operation or net investment is disposed of.

(g) Financial Instruments

As from 1 July 2013 the Group classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value, and
- those to be measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows. The group is required to reclassify all affected debt investments when and only when its business model for managing those assets changes.

At initial recognition, the Group measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

The group subsequently measures all equity investments at fair value. Where the group's management has elected to present fair value gains and losses on equity investments in other comprehensive income, there is no subsequent reclassification of fair value gains and losses to profit or loss. Dividends from such investments continue to be recognised in profit or loss as other revenue when the group's right to receive payments is established and as long as they represent a return on investment.

(h) Associates

Associates are entities over which the consolidated entity has significant influence but not control or joint control. Investments in associates are accounted for using the equity method. Under the equity method, the share of the profits or losses of the associate is recognised in profit or loss and the share of the movements in equity is recognised in other comprehensive income. Investments in associates are carried in the statement of financial position at cost plus post-acquisition changes in the consolidated entity's share of net assets of the associate. Goodwill relating to the associate is included in the carrying amount of the investment and is neither amortised nor individually tested for impairment. Dividends received or receivable from associates reduce the carrying amount of the investment.

When the consolidated entity's share of losses in an associate equals or exceeds its interest in the associate, including any unsecured long-term receivables, the consolidated entity does not recognise further losses, unless it has incurred obligations or made payments on behalf of the associate.

The consolidated entity discontinues the use of the equity method upon the loss of significant influence over the associate and recognises any retained investment at its fair value. Any difference between the associate's carrying amount, fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

(i) Intangible assets

An intangible asset arising from externally acquired intellectual property and development expenditure on an internal project is recognised only when the Group can demonstrate the technical feasibility of completing the intangible asset so that it will be available for use or sale, its intention to complete and its ability to use or sell the asset, how the asset will generate future economic benefits, the availability of resources to complete the development and the ability to measure reliably the expenditure attributable to the intangible asset during its development. Following the initial recognition, the cost model is applied requiring the asset to be carried at cost less any accumulated amortisation and accumulated impairment losses.

The amortisation method and useful lives of finite life intangible assets are reviewed annually. Changes in the expected pattern of consumption or useful life are accounted for prospectively by changing the amortisation method or period.

Class of Intangible asset	Amortisation period
Business names and domains	3 years
Copyright	2 years
Mobile Apps & other source code	2 years

(j) Fair value measurement

When an asset or liability, financial or non-financial, is measured at fair value for recognition or disclosure purposes, the fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, and assumes that the transaction will take place either in the principal market, or in the absence of a principal market, in the most advantageous market.

Fair value is measured using the assumptions that market participants would use when pricing the asset or liability, assuming they act in their economic best interest. For non-financial assets, the fair value measurement is based on its highest and best use. Valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, are used, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

Assets and liabilities measured at fair value are classified, into three levels, using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. Classifications are reviewed each reporting date and transfers between levels are determined based on a reassessment of the lowest level input that is significant to the fair value measurement.

For recurring and non-recurring fair value measurements, external valuers may be used when internal expertise is either not available or when the valuation is deemed to be significant. Where there is significant change in fair value of an asset or liability from one period to another, an analysis is undertaken, which includes a verification of the major inputs applied in the latest valuation and a comparison, where applicable, with external sources of data.

(k) Impairment of Assets

At the end of each reporting period, the Group assesses whether there is any indication that an asset may be impaired. The assessment will include the consideration of external and internal sources of information. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Statement of Profit or Loss and Other Comprehensive Income.

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.

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

(l) Employee Benefits

A 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 wholly settled within one year have been measured at the amounts expected to be paid when the liability is settled and are classified as current. 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. If the Group has the unconditional right to defer settlement of the liability, it is disclosed as non-current. In determining the liability, consideration is given to employee wages increases and the probability that the employee may satisfy vesting requirements. Those cash outflows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

(m) Provisions

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

(n) Cash and Cash Equivalents

Cash and cash equivalents include deposits held at call with banks, and other short-term highly liquid investments with original maturities of three months or less.

(o) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable and is recognised when it is probable that the economic benefit will flow to the consolidated entity. Amounts disclosed as revenue are net of returns, trade allowances and duties and taxes paid.

i. Sale of goods

Revenue from sale of goods is recognised when the risks and rewards of the ownership of goods are transferred to the customer. This occurs upon delivery of the goods.

ii. Services

Revenue from a contract to provide a service is recognised as and when the service is provided. Amounts billed in advance are recorded as a current liability until such time as the service is performed.

iii. Other Income

This amount includes R&D grant Income and Export Development industry grant. Revenue recognised by reference to the stage of completion of services provided. All revenue is stated net of the amount of goods and services tax (GST).

(p) Trade and Other Payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Group during the reporting period which remains unpaid. The balance is recognised as a current liability with the amount being normally paid within 30 days of recognition of the liability.

(q) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the 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.

(r) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

(s) Discontinued operations

A discontinued operation is a component of the consolidated entity that has been disposed of or is classified as held for sale and that represents a separate major line of business or geographical area of operations, is part of a single co-ordinated plan to dispose of such a line of business or area of operations, or is a subsidiary acquired exclusively with a view to resale. In June 2015, the Company announced the part sale of the fee for Service Division and retained a 5% interest in the division going forward. This 5 % interest was sold post June 30, 2016.

(t) Contributed Equity

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds. Incremental costs directly attributable to the issue of new shares or options for the acquisition of a business are not included in the cost of the acquisition as part of the purchase consideration.

If the entity reacquires its own equity instruments, for example as a result of a share buy-back, the fair value of those instruments at the original issue date of the instruments is deducted from equity and the associated shares are cancelled. No gain or loss is recognised in the profit or loss and the consideration paid including any directly attributable incremental costs (net of income taxes) is recognised directly in equity.

(u) Earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the profit / (loss) attributable to the owners of Search Party Group Ltd (formerly Applabs Technologies Ltd), excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the financial year.

Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect of interest and other financing costs associated with dilutive potential ordinary shares and the weighted average number of shares assumed to have been issued for no consideration in relation to dilutive potential ordinary shares.

(v) Critical Accounting Estimates and Judgments

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts in the financial statements. Management continually evaluates its judgements and estimates in relation to assets, liabilities, contingent liabilities, revenues and expenses. Management bases its judgements, estimates and assumptions on historical experience and on other various factors, including expectations of future events, management believes to be reasonable under the circumstances. The resulting accounting judgements and estimates will seldom equal the related actual results. The judgements, estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities (refer to the respective notes) within the next financial year are discussed below.

Fair value measurement hierarchy

The consolidated entity is required to classify all assets and liabilities, measured at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being: Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date; Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and Level 3: Unobservable inputs for the asset or liability. Considerable judgement is required to determine what is significant to fair value and therefore which category the asset or liability is placed in can be subjective.

Estimation of useful lives of assets

The consolidated entity determines the estimated useful lives and related depreciation and amortisation charges for its plant and equipment and finite life intangible assets. The useful lives could change significantly as a result of technical innovations or some other event. The depreciation and amortisation charge will increase where the useful lives are less than previously estimated lives, or technically obsolete or non-strategic assets that have been abandoned or sold will be written off or written down.

Impairment of non-financial assets other than goodwill

The consolidated entity assesses impairment of all assets at each reporting date by evaluating conditions specific to the consolidated entity and to the particular assets that may lead to impairment. If an impairment trigger exists the recoverable amount of the assets is determined. This involves an assessment of fair value less costs to sell or value in use calculations, which incorporate a number of key estimates and assumptions.

(w) Share based payments

The Group in the current financial year provided benefits to employees of the Group in the form of share-based payments, whereby employees render services in exchange for shares or rights over shares (equity-settled transactions).

In valuing equity-settled transactions, no account is taken of any performance conditions, other than conditions linked to the price of the shares of Search Party Group Ltd (market conditions) if applicable.

The fair value of any options issued as remuneration is measured using an appropriate model. Measurement inputs include share price on measurement date, exercise price of the instrument, expected volatility (based on weighted average historic volatility adjusted for changes expected due to publicly available information (if any)), weighted average expected life of the instruments (based on historical experience and general option holder behaviour), expected dividends, and the risk-free interest rate (based on government bonds).

(X) New Accounting Standards and Interpretations not yet mandatory or early adopted

There have been no new and amended accounting standards adopted by the Group for the first time for the financial year beginning 1 July 2015 or any prior periods.

(Y) New Accounting Standards and Interpretations not yet mandatory or early adopted

Reference	Title	Summary	Application date	Expected Impact
AASB 2014-3	*Amendments to Australian Accounting Standards – Accounting for Acquisitions of Interests in Joint Operations*	This Standard amends AASB 11 to provide guidance on the accounting for acquisitions of interests in joint operations in which the activity constitutes a business.	Financial years beginning on or after 1 January 2016	No expected impact
AASB 2014-4	*Amendments to Australian Accounting Standards – Clarification of Acceptable Methods of Depreciation and Amortisation*	This Standard amends AASB 116 and AASB 138 to establish the principle for the basis of depreciation and amortisation as being the expected pattern of consumption of the future economic benefits of an asset, and to clarify that revenue is generally presumed to be an	Financial years beginning on or after 1 January 2016	No expected impact

Reference	Title	Summary	Application date	Expected Impact
		inappropriate basis for that purpose.		
AASB 2014-9	*Amendments to Australian Accounting Standards – Equity Method in Separate Financial Statements*	This amending standard allows entities to use the equity method of accounting for investments in subsidiaries, joint ventures and associates in their separate financial statements.	Financial years beginning on or after 1 January 2016	No expected impact
AASB 2014-10	*Amendments to Australian Accounting Standards – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*	This amending standard requires a full gain or loss to be recognised when a transaction involves a business (even if the business is not housed in a subsidiary), and a partial gain or loss to be recognised when a transaction involves assets that do not constitute a business (even if those assets are housed in a subsidiary).	Financial years beginning on or after 1 January 2016	No expected impact
AASB 2015-1	*Amendments to Australian Accounting Standards – Annual Improvements to Australian Accounting Standards 2012-2014 Cycle*	The Standard makes amendments to various Australian Accounting Standards arising from the IASB's Annual Improvements process, and editorial corrections.	Financial years beginning on or after 1 January 2016	No expected impact
AASB 2015-2	*Amendments to Australian Accounting Standards –Disclosure Initiative: Amendments to AASB 101*	The Standard makes amendments to AASB 101 *Presentation of Financial Statements* arising from the IASB's Disclosure Initiative project.	Financial years beginning on or after 1 January 2016	Disclosures Only
AASB 15	*Revenue from Contracts with Customers*	This Standard establishes principles (including disclosure requirements) for reporting useful information about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers.	Financial years beginning on or after 1 January 2018	No expected impact
AASB 2016-1	*Amendments to Australian Accounting Standards – Recognition of Deferred Tax Assets for Unrealised Tax Losses*	Clarifies four issues with respect to recognising deferred tax assets (DTAs) for unrealised tax losses: • If all other recognition criteria are met, DTAs must be recognised for the deductible temporary difference between the fair value and tax base on fixed rate debt instruments that are not deemed to be impaired. • Deductible temporary differences must be compared to taxable profits of the same type (e.g. capital or revenue profits) to determine whether there are sufficient taxable profits against	Financial years beginning on or after 1 January 2017	No expected impact

Reference	Title	Summary	Application date	Expected Impact
		which the deductible temporary differences can be utilised. • When comparing deductible temporary differences against the amount of future taxable profits, the calculation of future taxable profits must exclude tax deductions resulting from the reversal of those deductible temporary differences. • The estimate of future taxable profits can include recovery of certain assets at amounts more than their carrying amount if there is enough evidence that it is probable that the entity will recover the asset for more than its carrying amount. Examples would include: o Property measured using cost model for which an external valuation has been conducted o Fixed rate debt instruments held to maturity.		
AASB 2016-3	*Amendments to Australian Accounting Standards – Clarifications to AASB 15*	Clarifies AASB 15 application issues relating to: • Identifying performance obligations • Principal vs. agent considerations • Licensing • Practical expedients	Financial years beginning on or after 1 January 2018	No expected impact
AASB 9	*Financial Instruments*	AASB 9 (December 2014) is a new standard which Replaces AASB 139. This new version supersedes AASB issued in December 2009 (as amended) and AASB 9 (issued in December 2010) and includes a model for classification and measurement, a single, forward-looking 'expected loss' impairment model and a substantially reformed approach to hedge accounting. AASB 9 is effective for annual periods beginning on or after 1 January 2018. However, the Standard is available for early adoption. The own credit changes can be early adopted in isolation without otherwise changing the accounting for financial instruments.	Financial years beginning on or after 1 January 2018	No expected impact

Reference	Title	Summary	Application date	Expected Impact
AASB 16	*Leases*	AASB 16 eliminates the operating and finance lease classifications for lessees currently accounted for under AASB 117 Leases. It instead requires an entity to bring most leases onto its balance sheet in a similar way to how existing finance leases are treated under AASB 117. An entity will be required to recognise a lease liability and a right of use asset in its balance sheet for most leases. There are some optional exemptions for leases with a period of 12 months or less and for low value leases. Lessor accounting remains largely unchanged from AASB 117.	Financial years beginning on or after 1 January 2019	No expected impact
IFRS 2 (Amendments)	Classification and Measurement of Share-based Payment Transactions [Amendments to IFRS 2	This standard amends to IFRS 2 Share-based Payment, clarifying how to account for certain types of share-based payment transactions. The amendments provide requirements on the accounting for: • The effects of vesting and non-vesting conditions on the measurement of cash settled share-based payments • Share-based payment transactions with a net settlement feature for withholding tax obligations A modification to the terms and conditions of a share-based payment that changes the classification of the transaction from cash-settled to equity-settled	1 January 2018	No expected impact

Note 2: Revenue and Other Income

		2016 $	2015 $
Other Income			
Government Grant Income		422,748	169,616
		422,748	169,616
Other Revenue			
Tenancy Bond Refund		27,106	-
Interest received		45,988	131,620
		73,094	131,620
Total Revenue and Other Income		495,842	301,236

Note 3: Expenses

		2016 $	2015 $
Depreciation and amortisation expense			
Plant and Equipment			
- Depreciation expense		7,004	21,494
Intangibles			
- Amortisation expense		136,666	404,534
Total depreciation and amortisation expense		143,670	426,028
Operating expenses			
Administration expense		198,119	509,933
Compliance and regulatory expense		316,454	256,078
Consultancy expense		508,841	89,389
Marketing expense		89,830	119,450
Occupancy expense		168,458	183,622
Travel expense		131,782	49,339
Directors' benefit expense		326,917	373,340
Employee benefits expense		30,488	165,945
Research amount included in above expenses (Contra amount only)		-	(716,232)
Total		1,770,889	1,030,863
Research Costs		-	716,232

Note 3(a) – Fair Value Movement on financial assets

Impairment of Roster Elf	-	(192,847)
Fair Value gain on Convertible Promissory Note [(i)]	-	161,932
Total Fair Value Movement on financial assets	-	(30,915)

(i) The convertible Promissory note was converted into XTV shares in January 2015. The gain in fair value was reported at 31 December 2014. XTV fair value movement going forward is now accounted for through other comprehensive income.

Note 4: Income Tax

	2016 $	2015 $
The prima facie tax on profit/(loss) from ordinary activities before income tax is reconciled to the income tax expense as follows:		
Profit/(Loss) Before Income Tax	(1,657,418)	(2,599,302)
Prima facie tax payable on profit from ordinary activities before income tax at 30% (2015: 30%)	(497,226)	(779,791)
Add:		
Tax Effect of:		
-entertainment	2,636	2,773
-share-based payments	77,160	-
-other	-	136,373
-donations	344	-
-Non-assessable R&D incentive	(174,241)	(50,885)
-Deferred Tax Assets on losses not recognised	471,259	785,104
-Deferred Tax Assets on temporary differences not recognised	120,067	(93,575)
Income tax expense	-	-
The applicable weighted average effective tax rates are as follows:	0%	0%

Tax Assets and Liabilities

	2016	2015
Provisions and accruals	362,509	231,076
Share Issue Costs	199,283	103,603
Tax Losses	1,592,044	1,451,453
Capital Losses	4,372,851	4,372,851
Total unrecognised deferred tax assets	6,526,687	6,158,983

Note 5: Discontinued Operation

The company announced the part sale of the Fee for Service Division in June 2015. This allowed the company to significantly reduce operational and corporate overheads immediately whilst retaining a 5% interest in the division going forward as a shareholder. Subsequent to June 30 2016, the Company sold its 5 % interest at fair value.

Financial information relating to the Fee for Service Division to the 4 June 2015 is set out below which is included in profit/(loss) from discontinued operations as per the Statement of Profit or Loss and Other Comprehensive Income:

	2016 $	1 July 2014 to 4 June 2015 $
Revenue	-	531,937
Operating expenses	-	(894,311))
Loss before income tax	**-**	**(362,374)**
Income tax benefit/(expense)	-	-
Loss from discontinued operations FFSD (i)	**-**	**(362,374)(i)**
Gain on sale of Fee for service division	**-**	**39,233**
Loss from discontinued operations (2014 AACL)	-	-
Profit on sale of subsidiary (2014 AACL)	-	-
Total Loss from discontinued operations	**-**	**(323,141)**

(i)The 2014 discontinued financial information has been adjusted for comparative purposes to show the Fee for Service Division expenses which have since been discontinued in the current financial year.

The net cash flow of the discontinued division (fee for Service Division) which have been incorporated into the statement of cash flows are as follows:

Net cash used in operating activities	-	(362,374)
Net cash provided by/(used in) investing activities	-	-
Net cash provided by/(used in) financing activities	-	-

	4 June 2015 $
Net Assets (Property plant & equipment)	37,517
Total consideration on disposal	76,750
Gain on sale of fee for Service Division	39,233

Note 6: Earnings/(loss) per Share

.

	2016 $	2015 $
(Loss) used to calculate basis/diluted earnings per share (continued and discontinued operations)	(1,657,418)	(2,599,302)
(Loss) used to calculate basis/diluted earnings per share (continued operations)	(1,657,418)	(2,276,162)
(Loss) used to calculate basis/diluted earnings per share (discontinued operations)	-	(323,141)
Weighted average number of ordinary shares outstanding during the year used in calculating basic earnings per share	46,325,590	42,778,371
Weighted average number of ordinary shares outstanding during the year used in calculating dilutive earnings per share	46,325,590	42,778,371

As at 30 June 2015 and 30 June 2016, none of the outstanding options were dilutive as the weighted average exercise price of the options were higher than the weighted average share price for the year.

Note 7: Auditor's Remuneration

Remuneration of the auditor of the Parent Entity for:		
- Auditing or reviewing the financial statements	41,678	28,837
- Other services	45,379	21,728
	87,057	50,565

Note 8: Cash and Cash Equivalents

Cash at bank	1,869,885	2,010,693
Cash held in trust[1]	3,704,996	-

The effective interest rate on short-term bank deposits was 1.77% (2015: 1.23%)

[1] Relates to funds received pursuant to the prospectus dated 30 June 2016 which are held in trust until shares are issued.

Note 9 (a): Trade and Other Receivables

Trade receivables and prepayments	2,346	204,049
Total current trade and other receivables	2,346	204,049

Note 9 (b): Other Assets

Loan to Roster Elf	-	50,000
Bank Guarantee	21,463	-
Prepayments (i)	205,165	-
GST Receivable	65,865	73,417
Total Other Assets	292,493	123,417

(i) Includes Payment to Bell Potter for Brokerage Fee pursuant to public offer prospectus dated 10 June 2016

Note 10: Financial Assets – Non Current

(a) Financial assets at fair value through other comprehensive income include the following:

	2016 $	2015 $
Listed equity securities	455,520	1,449,526
Unlisted equity securities (i)	576,507	125,000
	1,032,027	**1,574,526**

(i) Relates to an investment of A$500,000 investment in The Search Party Group, 5% equity in the private company Dapper Apps Pty Ltd and A$51,507 investments in a US based company Fanpics LLC.

Reconciliation of the fair values at the beginning and end of the current financial year are:

Opening fair value	1,574,526	**486,882**
Additions	1,165,851	1,007,284
Conversion of Convertible Promissory Note	-	452,465
Disposals	(1,667,435)	
Fair value increment/(decrement) recognised in Other Comprehensive Income	(40,915)	(372,105)
Closing fair value	**1,032,027**	**1,574,526**

(b) Financial Assets at fair value through the profit or loss were Nil for the 2016 financial year

Reconciliation of the fair values at the beginning and end of the current financial year are:

	2016 $	2015 $
Opening fair value	-	290,533
Additions	-	-
Fair value Increase	-	161,932
Transfer to financial assets at FV through OCI (i)	-	(452,465)
Closing fair value	**-**	**-**

(i) The Convertible Promissory Notes were converted to shares and are now accounted for at fair value through OCI

Note 11: Intangible Assets

	2016 $	2015 $
At Cost		
Opening Balance	**139,999**	**810,962**
Acquisitions during the period:		
Business names and Domain names	-	-
Trademarks	-	-
Copyright	-	-
Patents	-	-
Mobile Applications and Other Source Code	-	-
	139,999	810,962
Impaired during the period [(i)]:		
Business names and domain names	-	(190,972)
Mobile Applications and other source code	-	(75,458)
Total Impaired	-	(266,430)
Amortisation		
Business names and domain names	(6,666)	(90,695)
Copyright/Patent	(5,000)	(10,000)
Mobile Applications and other source code	(125,000)	(303,838)
Total amortisation	**(136,666)**	**(404,534)**
Closing Balance	**3,333**	**139,999**

(i)The Board concluded that with the sale of the Fee for Service Division all mobile apps and other source code is to be fully impaired. The remaining intangible asset relates to the Home Open IP assets.

Note 13: Interests in Subsidiaries

	Country of Incorporation	Percentage Owned (%)	
Subsidiaries of Search Party Group Ltd (formerly Applabs Technologies Ltd)		2016	2015
Applabs Australia Pty Ltd	Australia	100	100
Applabs Technologies LLC	USA	100	100

* Percentage of voting power is in proportion to ownership.

Note 14: Investments accounted for using the equity method

Search Party Group Ltd (formerly Applabs Technologies Ltd) (the Company) acquired a 25% interest in Roster Elf Pty Ltd in the 2014 financial year. Roster Elf Pty Ltd has developed an online staff rostering application for commercial use. Roster Elf Pty Ltd is a private entity that is not listed on any public exchange. The Company's interest in Roster Elf Pty Ltd is accounted for using the equity method in the consolidated financial statements on the basis that the Group holds a 25% voting interest in Roster Elf Pty Ltd and occupies 1 out of 3 Board positions. In December 2015, the Company sold its' 25% interest in Roster Elf Pty Ltd resulting in a profit of $17,920

Sale of Roster Ely Pty Ltd Summary	2016 $
Opening carrying value (i)	12,138
Proceeds of sale	30,058
Profit on sale	**17,920**

(i) In the previous financial year the company made a fair value adjustment on the carrying value of this investment. The fair value was deemed to be 25% of the Net Assets ($48,551) of Roster Elf Pty Ltd, which amounted to $12,138.

Note 15: Trade and Other Payables

	2016 $	2015 $
Unissued shares – funds received in advance (net of costs) (i)	3,510,021	-
Trade payables	206,547	7,788
Sundry payables and accrued expenses	161,217	12,881
Employee benefits	7,133	29,106
	3,884,918	49,776

(i) In June 2016, the Company received funds pursuant to the prospectus dated 10 June 2016. These funds relate to the public offer of shares in the Company, however these shares were not issued until after the June 30 balance date. (3 August 2016).

Note 16: Provisions

Employee annual leave – current	44,859	14,372
	44,859	14,372

Note 17: Issued Capital

50,561,754 (2015: 42,861,754) fully paid ordinary shares	25,544,925	24,877,425
	25,544,925	24,877,425

Ordinary shares have no par value. There is no limit to the authorised share capital of the Company.

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

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

Reconciliation of shares on issue		2016 Number	2016 $	2015 Number	2015 $
Balance at 1 July		42,861,754	24,877,426	42,426,971	24,815,147
Issue shares to Managing Director (approved AGM)		1,200,000	97,200	-	-
Issue shares to Advisor (approved Shareholders meeting)		2,000,000	160,000		
Placement shares		4,500,000	450,000		
Issue Ordinary shares XTV stock swap(i)		-	-	434,783	$100,000
Capital raising costs		-	(29,700)	-	(37,723)
Balance at 30 June		50,561,754	25,554,925	42,861,754	24,877,426

(i) The Company issued 434,783 shares in part consideration for the acquisition of the company's 2.17% interest in MppApps (XTV).

Reconciliation of options on issue		**2016 Number**	**2015 Number**
Balance at beginning of period		35,619,920	25,619,920
Granted during the year		-	10,000,000(i)
Expired during the year		35,619,920	-
Balance at 30 June		-	35,619,920

(i) Listed options issued at $0.01 exercisable by 21 May 2016 at $0.25

a. Capital Management

The consolidated entity's objectives when managing capital is to:

- safeguard its ability to continue as a going concern, so that it can provide returns for shareholders and benefits for other stakeholders; and
- to maintain an optimum capital structure and to reduce the cost of capital allowing the business to grow and expand in support of the strategies set by the Board.

In order to maintain or adjust the capital structure, the consolidated entity may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

The consolidated entity would look to raise capital when it is considered prudent to do so or an opportunity to invest in a business or company or strategic or expansionary opportunity was seen as value adding relative to the current company's share price at the time of the investment.

Note 17(b): Accumulated Losses

		2016 $	2015 $
Balance 1 July		20,921,151	18,321,849
Net profit for the period		1,657,418	2,599,302
Balance 30 June		22,578,568	20,921,151

Note 18: Reserves

Option Reserve:

This reserve records items recognised as an expense on the issue of options and funds received for options issued under prospectus

	2016 $	2015 $
Open balance 1 July	347,119	256,199
Option issue (net of costs) (i)	-	90,920
Close balance 30 June	347,119	347,119

(i) The amount recognised in 2015 relates to funds raised from an option issue.

Financial Assets Reserve:

	2016 $	2015 $
Open balance 1 July	(288,737)	83,368
Gain (loss) OCI	(40,915)	(372,105)
Close balance 30 June	(329,652)	(288,737)

This reserve records movements in fair value of financial assets, accounted for under AASB 9.

Note 19: Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets at June 30 2016.

Note 20: Capital and Leasing Commitments

	2016 $	2015 $
Operating Lease Commitments		
Non-cancellable operating leases contracted for but not capitalised in the financial statements		
Not later than 1 year	62,010	101,660
Later than 1 year and not later than 5 years	87,848	-
Greater than 5 years	-	-
	149,858	101,660

The company's leased accommodation at Railway Road Subiaco expired 31 December 2015. The Company moved to new premises at the end of December 2015. A new operating lease was negotiated with Churchill Court Pty Ltd commencing 1 December 2015 for a period of 3 years.

The Group has no capital commitments at year end.

Note 21: Cash Flow Information

a) Reconciliation of Cash Flow from Operations with Profit/(Loss) after Income Tax

	2016 $	2015 $
Profit / (loss) after income tax	(1,657,418)	(2,599,302)
Non-cash flows in profit / (loss):		
- Gain/Loss on sales of subsidiaries		(39,233)
- Impairment Intangibles		266,430
- Share of Roster Elf Loss		116,489
- Depreciation and amortisation expense	143,670	426,028
- Fair value movement		30,915
- Share based Payment	257,200	-
- AACL GST receivable impairment	49,715	
- Other non cash movements	(144,739)	63,938
Share based payment	-	-
Loss on disposal of plant & equipment	4,844	-
Bad and doubtful debts	-	-
Changes in assets and liabilities, net of the effects of purchase and disposal of subsidiaries		
- (Increase)/decrease in trade and term receivables	201,703	(203,867)
- Decrease/(increase) in trade payables and accruals	130,146	(93,232)
- Decrease/(increase) in provisions	30,487	(3,968)
- (Increase)/decrease in other assets	(169,076)	(123,417)
Cash flows used in operating activities	(1,153,468)	(2,159,219)

b) Non Cash Financing and Investing Activities

Equity interest received (5%) Dapper Apps	-	25,000
434,783 ALA Shares issued in part consideration of 2.17% interest in MppApps (XTV).	-	100,000

Note 22: Financial instruments

Financial risk management objectives

The consolidated entity's activities expose it to a variety of financial risks: market risk, credit risk and liquidity risk. The consolidated entity's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the financial performance of the consolidated entity.

Risk management is carried out under policies approved by the Board of Directors ("the Board"). These policies include identification and analysis of the risk exposure of the consolidated entity and appropriate procedures, controls and risk limits.

Market risk

Foreign currency risk

The consolidated entity undertakes certain transactions denominated in foreign currency and is exposed to foreign currency risk through foreign exchange rate fluctuations.

Foreign exchange risk arises from future commercial transactions denominated in a currency that is not the entity's functional currency. However, given a majority of the Group's transactions are denominated in Australian dollars, the impact of foreign currency risk is not seen as significant.

Price risk

The Group's exposure to equity securities price risk arises from investments held by the group and classified in the balance sheet as Financial Assets at fair value through other comprehensive income. See Note 10. To manage its price risk arising from investments in equity securities, the group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Board. The majority of the group's equity investments are publicly traded.

Sensitivity

The table below summarises the impact of increases/decrease of the ASX 200 index on the group's equity for the period. The analysis is based on the assumption that the ASX 200 index has increased by 10% and decreased by 5% with all other variables held constant, and that all the group's equity instruments moved in line with the indexes.

Impact on equity (i)

	2016	2015 $
ASX 200 – Increase 10%	103,203	157,453
ASX 200 – Decrease 5%	(51,601)	(78,726)

(i)All equity investments are accounted for through other comprehensive income, so there is only sensitivity to equity.

Interest rate risk

The consolidated entity is not exposed to any significant interest rate risk as it has no external borrowings.

Credit risk
Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the consolidated entity. The maximum exposure to credit risk at the reporting date to recognised financial assets is the carrying amount, net of any provisions for impairment of those assets, as disclosed in the statement of financial position and notes to the financial statements.

The credit risk on liquid funds is limited because the Consolidated Entity banks with the major trading banks in Australia which have a high credit rating.

Liquidity risk
Liquidity risk management requires the consolidated entity to maintain sufficient liquid assets (mainly cash and cash equivalents) to be able to pay debts as and when they become due and payable.

The consolidated entity manages liquidity risk by maintaining adequate cash reserves by continuously monitoring actual and forecast cash flows.

Note 23: Fair value measurement

Fair value hierarchy

The following table details the consolidated entity's assets and liabilities, measured or disclosed at fair value, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:
Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
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.

Consolidated 30 June 2016

	Level 1 $	Level 2 $	Level 3 $	Total $
Assets				
Financial assets at fair value through profit or loss	-	-	-	-
Financial Assets at fair value through OCI	450,520	-	576,507	1,032,027
TOTAL ASSETS	450,520	-	576,507	1,032,027

Consolidated 30 June 2015

	Level 1 $	Level 2 $	Level 3 $	Total $
Assets				
Financial assets at fair value through profit or loss	-	-	-	-
Financial Assets at fair value through OCI	1,449,526	-	125,000	1,574,526
TOTAL ASSETS	1,449,526	-	125,000	1,574,526

Valuation techniques for fair value measurements categorised within Level 2 and Level 3
Unquoted investments have been valued using market corroborated inputs and the price paid to acquire the asset in an exchange transaction between unrelated parties. As at June 30 2016, Investments in Search Party Group Ltd, Fanpics LLC and Dapper Apps are categorised as level 3. The total level 3 fair value assets are $576,507. Search Party Group Ltd is recognised based on the equivalent market value of the latest company shares following completion of the acquisition as disclosed in note 29. Fanpics and Dapper Apps are reflected at cost which is consistent with their fair value.

Level 3 assets
Movements in Level 3 assets during the current and previous financial year are set out below:

	Fair value through OCI $
Consolidated 2016	
Balance at 1 July 2015	125,000
(Loss) recognised in other comprehensive income	(14,286)
Additions	551,507
Disposals	(85,714)
Balance at 30 June 2016	576,507
Consolidated 2015	
Balance at 1 July 2014	153,414
(Loss) recognised in other comprehensive income	(462,649)
Additions	434,235
Disposals	-
Balance at 30 June 2015	**125,000**

Note 24: Key Management Personnel Disclosures

The aggregate compensation to Key Management Personnel of the consolidated entity is set out below:

	2016 $	2015 $
Short term employee benefits	298,554	379,160
Post employment benefits	28,363	35,545
Termination/Redundancy benefits	-	30,000
Share based payment	97,200	-
	424,117	**444,705**

Related Party Transactions

1) GTT Ventures Pty Ltd, a company associated with Directors Patrick Glovac, Rocco Tassone and Charles Thomas were paid a Placement Management fee of $17,325. This related to the Placement of shares completed in February 2016. The 6% fee amount was in accordance with standard commercial terms for capital raising fees in the current marketplace.

Mr Patrick Glovac	5,775	-
Mr Rocco Tassone	5,775	-
Mr Charles Thomas	5,775	-

Note 25: Related Party Transactions

2) GTT Advisory Agreement

GTT Ventures Pty Ltd, a company associated with Directors Patrick Glovac, Rocco Tassone and Charles Thomas entered into an agreement with the company to provide $10k per month for advisory services to the business for 12 months from relisting.

3) GTT Sublease

GTT Ventures Pty Ltd, a company associated with Directors Patrick Glovac, Rocco Tassone and Charles Thomas entered into a sublease for the offices of the Company for $3,000 per month plus outgoings until 29 November 2017.

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

Terms and conditions

All transactions between related parties were made on normal commercial terms and conditions.

Note 26: Parent Information

	2016 $	2015 $
STATEMENT OF FINANCIAL POSITION		
ASSETS		
Current Assets	5,869,720	2,338,158
Non Current Assets	1,053,881	1,740,645
Total Assets	6,923,601	4,078,803
LIABILITIES		
Current Liabilities	3,929,777	64,148
Total Liabilities	3,929,777	64,148
EQUITY		
Issued Capital	25,554,925	24,877,426
Option Reserve	347,119	347,119
Financial Asset Reserve	(329,652)	(288,737)
Accumulated losses	(22,578,570)	(20,921,151)
Total Equity	2,993,823	4,014,656

	2016 $	2015 $
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME		
Total Profit/(Loss)	(1,657,418)	(2,599,302)
Total Comprehensive Income/(Loss)	(1,698,333)	(2,971,407)

Guarantees
The Parent Entity has not entered into any guarantees, in the current or previous financial year, in relation to the debts of its subsidiaries (2015: Nil).

Contingent Liabilities
The directors are not aware of any contingent liabilities or contingent assets as at the date of these financial statements, other than as disclosed in the financial statements.
Contractual Commitments
At 30 June 2016 the parent entity had not entered into any contractual commitments for the acquisition of property, plant and equipment (2015: Nil).

Significant accounting policies
The accounting policies of the parent entity are consistent with those of the consolidated entity, as disclosed in note 1.

Note 27: Operating Segments

a) Identification of Reportable Segments

The Group identifies 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.

Since its change in nature of operations, the Group now operates primarily in the venture capital and App Development sector within Australia and overseas. The financial information presented in the Statement of Profit or Loss and Other Comprehensive Income and Statement of Financial Position is the same as that presented to chief operating decision makers.

Refer to subsequent events Note 28 of details regarding the Search Party acquisition. New segment reporting structure will be put in place next financial year.

b) ***Accounting Policies Adopted***

Unless stated otherwise, all amounts reported to the Board of Directors as the chief decision maker is in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Group.

Note 28: Share Based Payment

	2016 $	2015 $
Description		
Issue of 1.2 million fully paid Applabs shares in lieu of reduction in salary of Managing Director Patrick Glovac for the 2015/2016 financial year.	97,200	-
Issue of 2 million fully paid shares to Advisors as compensation for Advisory services provided to the Company	160,000	-
Total Share Base Payments	257,200	-

The valuation of the equity-settled transactions is linked to the price of the shares of Search Party Group Ltd (formerly Applabs Technologies Ltd) (market conditions) at the time of issue.

Note 29: Events occurring after the reporting period

The following summarises the actions taken in the execution of the Search Party acquisition which was completed on 2 August 2016 and relisted 17 August 2016:

- In December 2015 the company announced it had entered into a “No shop/No Talk Agreement” with The Search Party Ltd (“The Search Party”).
- The company also announced in December that it had invested $500,000 directly in The Search Party in return for a 1.95% equity position.
- In January 2016 the company announced that a Bid Implementation Agreement had been signed to acquire 100% of the issued capital in The Search Party on the basis of 198.1 ALA shares for every 1 TSP share held.
- On the 10th June 2016 a Public Offer Prospectus was released in relation to the Search Party transaction. The offer was closed 22 June 2016, fully subscribed raising a total of $3,704,996.90 (before costs).
- A Shareholders Meeting held 17 June 2016 approved the takeover transaction and Public Offer.
- On the 3rd August the off market takeover offer for The Search Party was declared unconditional with 99.25% relevant interest in The Search Party. The Company has proceeded with compulsory acquisition of the remaining TSP shares.
- The consolidated group relisted on 17 August 2016 as Search Party Group Limited.

Post relisting, the business is focused on Search Party’s recruitment marketplace and JobAdvisor businesses. Any remaining investments or businesses will be held per any escrow arrangements but are not considered core to the Company moving forward. The Board will consider appropriate actions re the sale of these assets appropriate to circumstances at the time.

The Board has resolved to issue free bonus options to all shareholders on a 1 option for every 9.68 shares held basis (with an aggregate face value of $4m pre costs). The maturity date is 28 February 2017 and the exercise price is $0.10 per share. Record date will be 1 December 2016.

The offer of Bonus Options is fully underwritten up to $4m by an entity associated with the Chairman, Trevor Loewensohn and supported by pre-commitments to take up pro-rata allocation from two of the largest shareholders being those entities associated with the Chairman Trevor Loewensohn and marketplace expert and consultant to the company Joshua Rogers.

100% owned subsidiary (acquired post balance date) The Search Party Limited entered into a new property lease commencing 5 September 2016 for its Sydney head office. The lease was entered into on expiration of the pre-existing rental agreement for a term of 5 years commencing at $220,000 (excluding GST) per annum.

The company sold 100% of its holding in Sovereign Gold Limited on 28 September 2016 for its carrying value of $322k.

The Directors are not aware of any further significant events since the end of the reporting period that require disclosure.

DIRECTORS' DECLARATION

The directors of the Company declare that:

1. In the opinion of the directors of Search Party Group Ltd (formerly Applabs Technologies Limited):

   (a) the Group's financial statements and notes set out on pages 18 to 49 are in accordance with the Corporations Act 2001, including:

      (i) giving a true and fair view of the Group's financial position as at 30 June 2016 and of its performance, for the financial period ended on that date; and

      (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001;

   (b) the financial report also complies with International Financial Reporting Standards as set out in Note 1;

   (c) the remuneration disclosures that are contained in the Remuneration Report in the directors' report comply with Australian Accounting Standard AASB 124 Related Party Disclosures, the Corporations Act 2001 and the Corporations Regulations 2001; and

   (d) there are reasonable grounds to believe that the Company will be able to pay its debts and when they become due and payable.

2. The Directors have been given the declarations required by Section 295A of the Corporations Act 2001 from the Chief Financial Officer for the year ended 30 June 2016.

Signed in accordance with a resolution of the directors:

Ben Hutt
MANAGING DIRECTOR

Dated this 29 day of September 2016.

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Australia

INDEPENDENT AUDITOR'S REPORT

To the members of Search Party Group Ltd

Report on the Financial Report

We have audited the accompanying financial report of Search Party Group Ltd, which comprises the consolidated statement of financial position as at 30 June 2016, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, 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 financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that the financial statements comply with International Financial Reporting Standards.

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. Those standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance about whether the financial report is free from 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 the auditor's 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, the auditor considers internal control relevant to the company's preparation of the financial report that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control. 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

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

BDO Audit (WA) Pty Ltd ABN 79 112 284 787 is a member of a national association of independent entities which are all members of BDO Australia Ltd ABN 77 050 110 275, an Australian company limited by guarantee. BDO Audit (WA) Pty Ltd and BDO Australia Ltd are members of BDO International Ltd, a UK company limited by guarantee, and form part of the international BDO network of independent member firms. Liability limited by a scheme approved under Professional Standards Legislation, other than for the acts or omissions of financial services licensees.

We confirm that the independence declaration required by the Corporations Act 2001, which has been given to the directors of Search Party Group Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

Opinion

In our opinion:

(a) the financial report of Search Party Group Ltd is in accordance with the Corporations Act 2001, including:

    (i) giving a true and fair view of the consolidated entity's financial position as at 30 June 2016 and of its performance for the year ended on that date; and

    (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001; and

(b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Emphasis of matter

Without modifying our opinion, we draw attention to Note 1 in the financial report which describes the conditions that give rise to the existence of a material uncertainty that may cast significant doubt about the consolidated entity's ability to continue as a going concern and therefore the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.

Report on the Remuneration Report

We have audited the Remuneration Report included in pages 14 to 17 of the directors' report for the year ended 30 June 2016. 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.

Opinion

In our opinion, the Remuneration Report of Search Party Group Ltd for the year ended 30 June 2016 complies with section 300A of the Corporations Act 2001.

BDO Audit (WA) Pty Ltd

BDO

Dean Just

Director

Perth, 29 September 2016

The following additional information is required by the Australian Securities Exchange Ltd in respect of listed public companies only.

1. **Shareholding as at 27 September 2016**

a. **Distribution of Shareholders**

Category (size of holding)	**Number Holders**	**Number Ordinary**
1 – 1,000	175	60,546
1,001 – 5,000	156	492,552
5,001 – 10,000	87	728,878
10,001 – 100,000	305	13,991,399
100,001 – and over	280	371,867,170
	1,003	**387,140,545**

b. The number of shareholdings held in less than marketable parcels is 380.

c. Substantial shareholders listed in the holding Company's register as at 27 September 16

Aimli Pty Limited <The Aimli A/C>	53,543,241	13.83%
TFLT Pty Ltd <The Loewensohn Family A/C>	47,805,097	12.35%
Benjamin Randell Hutt	23,500,999	6.07%

d. **Voting Rights**

Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

e. **20 Largest Shareholders — Ordinary Fully Paid Shares**

	Name	**Shares Held**	**% Held**
1	Aimli Pty Limited <The Aimli A/C>	53,543,241	13.83
2	TFLT Pty Ltd <The Loewensohn Family A/C>	47,805,097	12.35
3	Benjamin Randell Hutt	23,500,999	6.07
4	Morgan Stanley Australia Securities (Nominee) Pty Ltd <No 1 Account>	15,514,503	4.01
5	Stuart Paul Gatenby	14,890,979	3.85
6	Gruzin Investments Pty Limited <The Gruzin-Smith Family A/C>	14,722,990	3.80
7	Joseph Nominees Pty Ltd <Raynesford Super Fund A/C>	11,910,366	3.08
8	Carthona Capital FS Pty Ltd <Carthona Special A/C>	8,337,434	2.15
9	Cthulhu Ventures LLC	7,663,498	1.98
10	Jobvibe Pty Ltd	5,373,462	1.39
11	Vormunde Pty Ltd <The Womberry Account>	4,350,000	1.12
12	Gardiner Business Solutions Pty Ltd <The Gardiner Family A/C>	4,256,574	1.10
13	HSBC Custody Nominees (Australia) Limited	4,013,443	1.04
14	DM Capital Management Pty Ltd <Mcevoy Family A/C>	3,774,899	0.98
15	Stuart Pual Gatenby	3,612,749	0.93
16	Mr James Steele Synge + Mrs Yvette Synge + Mr Richard Francis Synge <The Valhalla Fund A/C>	3,202,880	0.83
17	Douglas Harvey Stewart	3,049,947	0.79
18	Syracuse Capital Pty Ltd <The Tenacity A/c>	3,000,000	0.77
19	Mr Charles William Thomas	3,000,000	0.77
20	Kcirtap Securities Pty Ltd <The N&P Glovac Family A/C>	3,000,000	0.77
		253,320,159	65.43

2. **The name of the joint company secretaries are Simone Lander and Mrs Anna MacKintosh**

3. The address of the principal registered office in Australia is.

Level 5, Commonwealth Street Surry Hills NSW

4. Registers of securities are held at the following addresses

Advanced Shares Registry
110 Stirling Hwy
NEDLANDS
WA 6009
Australia

5. Securities Exchange Listing

Quotation has been granted for all the ordinary shares of the Company on all Member Exchanges of the Australian Securities Exchange Limited, with the exception of those shown below.

6. Unquoted Securities

Date of Expiry	Exercise Price	Number of Options	Escrow expiry
2 Aug 2018	$0.15	30,000,000	17 Aug 2018
31 Dec 2016	$0.25	2,000,000	17 Aug 2018
31 Dec 2016	$0.25	4,500,000	17 Aug 2017
5 years after grant	$0.10	4,954,463	Subject to ESOP vesting conditions
10 July 2022 Private Treaty Options	$1.08	91,918	11 Aug 2017

Option holders do not have any rights to participate in any issues of shares or other interests in the Company or any other entity. There are also 15,313,088 performance rights subject to escrow vesting conditions.

The Board has resolved to issue free bonus options to all shareholders on a 1 option for every 9.68 shares held basis (with an aggregate face value of $4m pre costs) totalling 39,993,857 options. The maturity date is 28 February 2017 and the exercise price is $0.10 per share. Record date will be 1 December 2016.