

Appendix 4E

Preliminary Final Report to the Australian Securities Exchange

Part 1

Name of Entity	Global Gold Holdings Limited
ABN	53 123 879 416
Financial Period	Year ended 30 June 2016
Previous Corresponding Reporting Period	Year ended 30 June 2015

Part 2 – Results for Announcement to the Market

	\$'000	Percentage increase /(decrease) over previous corresponding period
Revenue from ordinary activities	Nil	(100%)
Loss from ordinary activities after related income tax expense	(947)	10%

Dividends (distributions)	Amount per security	Franked amount per security
Final Dividend	Nil	Nil
Interim Dividend	Nil	Nil
Record date for determining entitlements to the dividends (if any)	Not Applicable	

Brief explanation of any of the figures reported above necessary to enable the figures to be understood:

Refer Part 9 for commentary on the results for the year.

Part 3 – Contents of ASX Appendix 4E

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Part 4 – Consolidated Statement of Profit and Loss and Other Comprehensive Income for the year ended 30 June 2016

	2016	2015
	\$	\$
Revenue	-	-
Other revenue	804	1,585
Cost of sales	-	-
Gross Profit/(Loss) from continuing operation	804	1,585
Other Income	81,204	19,433
Administrative expenses	(296,644)	(305,030)
Other expenses	(729,072)	(574,565)
(Loss) before income tax	(943,708)	(858,577)
Income tax (expense) / benefit	(3,238)	(1,339)
(Loss) after income tax	(946,946)	(859,916)

Part 4 – Consolidated Statement of Comprehensive Income for the year ended 30 June 2016 (cont'd)

Other comprehensive income / (loss)

	2016	2015
	\$	\$
Items that may be reclassified to profit or loss:		
Net gain/(loss) on re-measurement of available for sale financial assets and associates, net of tax expense	(145,331)	(160,466)
Foreign exchange gains / (losses) arising from translations of financial statements of foreign operations	(56,599)	172,048
Other comprehensive income for the period, net of tax	(201,930)	11,582
Total comprehensive (loss) for the year	(1,147,876)	(848,334)
Net (loss) attributable to:		
-Equity holders of the parents	(946,946)	(859,916)
-Non-controlling interests	-	-
	(946,946)	(859,916)
Total comprehensive income / (loss) attributable to :		
-Equity holders of the parents	(1,147,876)	(848,334)
-Non-controlling interests	-	-
	(1,147,876)	(848,334)

Part 5 – Retained earnings

	2016	2015
	\$	\$
Accumulated profit / (loss) at the beginning of the year	(24,782,318)	(23,922,402)
(Loss) for the year	<u>(946,946)</u>	<u>(859,916)</u>
Retained earnings/(accumulated losses) at the end of the year	<u>(25,729,264)</u>	<u>(24,782,318)</u>

Part 6 – Consolidated Statement of Financial Position as at 30 June 2016

	2016	2015
	\$	\$
CURRENT ASSETS		
Cash and cash equivalents	1,009,462	374,144
Trade and other receivables	761,580	1,525,328
Other current assets	19,063	2,510
Held for trading investments	4,800	2,391
Total Current Assets	<u>1,794,905</u>	<u>1,904,373</u>
NON CURRENT ASSETS		
Available for sale investments	397,333	543,115
Property, plant and equipment	124,761	193,204
Total Non-Current Assets	<u>522,094</u>	<u>736,319</u>
TOTAL ASSETS	<u>2,316,999</u>	<u>2,640,692</u>

Part 6 – Consolidated Statement of Financial Position as at 30 June 2016

	2016 \$	2015 \$
CURRENT LIABILITIES		
Current tax liability	(1,965)	(692)
Trade and other payables	55,561	60,395
Total Current Liabilities	<u>53,596</u>	<u>59,703</u>
Total Liabilities	<u>53,596</u>	<u>59,703</u>
NET ASSETS	<u>2,263,403</u>	<u>2,580,989</u>
EQUITY		
Issued capital	29,010,276	28,178,986
Reserves	(1,017,609)	(815,679)
Accumulated losses	(25,729,264)	(24,782,318)
TOTAL EQUITY	<u>2,263,403</u>	<u>2,580,989</u>

Part 7 – Consolidated Statement of Cash Flows for the year ended 30 June 2016

	2016 \$	2015 \$
Cash flow from operation activities		
Cash receipts in the course of operations	-	-
Cash payments in the course of operations	(301,163)	(279,535)
Interest received	21,805	19,835
Income tax (paid)/refunded	(4,510)	(1,369)
Net Cash for / (used in) operating activities	(283,868)	(261,069)
Cash flows from investing activities		
Proceeds from sale of property, plant and equipment	99,743	139
Proceeds from sale of held for trading investments	358	-
Net cash used in investing activities	100,101	139
Cash flows from financing activities		
Proceed from issuance of shares	831,290	
Advancement / (repayment) of loans by /(to) other entities	3,164	(164,610)
Net cash provided by financing activities	834,454	(164,610)
Net decrease in cash held	650,687	(425,540)
Cash at the beginning of the year	374,144	714,193
Effect of exchange rate fluctuations on cash held	(15,369)	85,491
CASH AT THE END OF THE YEAR	1,009,462	374,144

Part 8 – Other income and expenses

	2016 \$	2015 \$
(a) Other revenue		
Interest	804	1,585
	<u>804</u>	<u>1,585</u>
(b) Other income		
Fair value gain on investments classified as held for trading	4,200	974
Interest income from money lending business	21,001	18,320
Gain on disposal of classified as held for trading	932	-
Net gain sale of property, plant and equipment	54,350	139
Other	721	-
	<u>81,204</u>	<u>19,433</u>
(c) Other expenses		
Impairment loss on trade receivables	728,819	574,565
	<u>728,819</u>	<u>574,565</u>
(d) Personnel expenses		
Wages and salaries costs	131,744	77,486
Other employee benefits expenses	-	2,952
	<u>131,744</u>	<u>80,438</u>

Part 9 – Commentary on Results

FINANCIAL & BUSINESS

During the year, the Company has successfully completed its renounceable rights issue announced on 22 April 2016. A total of 948,180,000 shares were issued under the Entitlement Rights Issue Prospectus, raising a total of \$948,180.

The Company continues with its money lending business and the existing loans remain active. As announced on 1 July 2016, Company's directors have formed a preliminary view that there is a risk that the Company's loans to Crossborder Alliance (M) Sdn Bhd ("Crossborder") and some other short terms loans may not be recoverable. The Company's directors are still in the midst of conducting a thorough investigation on the terms and circumstances surrounding the loans, the validity of security (if any) and the likelihood of recovery.

Part 10– Notes to the Consolidated Statement of Cash Flows

	2016 \$	2015 \$
(a) Reconciliation of cash		
For the purposes of the consolidated statement of cash flow, cash and cash equivalents are comprised of the followings:		
Cash at bank and on hand	1,009,462	374,144
	<u>1,009,462</u>	<u>374,144</u>
(b) Reconciliation of net cash flows used in operating activities to profit/(loss)after income tax		
(Loss) for the year after tax	(946,946)	(859,916)
Adjustment for:		
- Gain on revaluation of investment classified as held for trading	(4,200)	(975)
- Net (gain) /loss on disposal of investments	(932)	-
- Net (gain) /loss on disposal of property, plant and equipment	(54,350)	(139)
- Depreciation	16,731	25,474
- Impairment loss on trade receivables	728,819	574,565
- Other	20,255	(11,384)
- Income tax benefit	(1,272)	(31)
	<u>(241,895)</u>	<u>(272,406)</u>
Operating loss before changes in working capital and provisions		
Change in trade and other receivables	(16,163)	11,315
Change in prepayment	(20,976)	-
Change in inventories	-	-
Change in trade and other payables	(4,834)	22
Net cash from / (used in) operating activities	<u>(283,868)</u>	<u>(261,069)</u>

Part 11 – Details Relating to Dividends

Date the dividend is payable	Not Applicable
Record date to determine entitlement to the dividend	Not Applicable
Amount per security	Not Applicable
Total dividend	Not Applicable
Amount per security of foreign sourced dividend or distribution	Not Applicable
Details of any dividend reinvestment plans in operation	Not Applicable
The last date of receipt of an election notice for participation in any dividend reinvestment plans	Not Applicable

Part 12 – Profit / (Loss) per share

	2016 \$	2015 \$
Basis (loss)/earnings per share	(0.13) cents	(0.14) cents
Ordinary shares	No	No
Weighted average number of ordinary shares used as the denominator in the calculation of basic earnings per shares	725,639,129	632,120,001
There are no potential ordinary shares on issue		

Part 13 – Net Tangible Assets per Security

	2016	2015
Net tangible asset backing per ordinary security	0.14 cents	0.41 cents

Part 14– Details of Entities over Which Control has been Gained or Lost

NA

Part 15 – Details of Associates

NA

Part 16 – Issued Capital

	2016	2015
	\$	\$
Issued capital		
1,580,300,001 (2015: 632,120,001) fully paid ordinary shares	<u>29,010,276</u>	<u>28,178,986</u>

Part 17 - Subsequent Events

There has not arisen in the interval between the end of the year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors, to affect significantly the operations of consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in future financial years.

Part 18 – Segment Reporting

(i) Segment Performance

The following table presents segment revenue and profit information for the respective year ends.

	Money Lending	
	2016	2015
	\$	\$
Revenue		
Sales to external customers	-	-
Interest income	21,004	19,819
Total segment revenue	<u>21,004</u>	<u>19,819</u>
Total segment result before tax from continuing operations	<u>(850,307)</u>	<u>(730,376)</u>

Part 18 – Segment Reporting (cont'd)

(i) Segment Performance

	Investments in gold equities & gold related entities	
	2016	2015
	\$	\$
Revenue		
(Loss)/ Gain on fair value revaluation of investments classified as held for trading	4,200	975
Interest and dividend income from investments classified as held for available for sale	802	16
Total segment revenue	5,002	991
 Total Segment Result before tax	 (148,166)	 (128,409)

Reconciliation of segment result to net profit/(loss) before tax

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

Unallocated items :

	Consolidated	
	2016	2015
	\$	\$
• Net gain on foreign exchange	(253)	-
• Other income	55,018	208
Net profit / (loss) before tax	(943,708)	(858,577)

Part 18 – Segment Reporting (cont'd)

(ii) Segment Position

	Consolidated	
	2016	2015
	\$	\$
Segment Assets		
Trade receivables - money lending	740,995	1,525,328
Investment in gold equities & gold related entities	402,132	545,506
Increase for the period		
• capital expenditure	-	-
• acquisitions	-	-
<i>Reconciliation of segment assets to group assets</i>		
Unallocated assets:		
Corporate assets	1,173,872	569,858
Total assets as at 30 June	2,316,999	2,640,692

Part 18 – Segment Reporting (cont'd)

(iii) Segment Liabilities

All liabilities of the consolidated entity are related to the investment in gold entities & money lending segments.

(iv) Revenue by geographical region

Revenue attributable to external customers is disclosed below, based on the location of the external customer:

	Consolidated	
	2016	2015
	\$	\$
Malaysia	-	-
Total Revenue – continuing operations	-	-

(v) Assets by geographical region

Australia	1,246,204	555,638
Malaysia	1,070,748	1,804,701
Hong Kong	47	280,353
Total Assets	2,316,999	2,640,692

(vi) Major customers

The consolidated entity has ceased its gold trading segment which accounts for 100% of the external revenue. The total revenue derived from the customer during the years ended 30 June 2016 and 2015 were nil and nil respectively.

Part 19 – Audit Status

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

Accounting Standards

For foreign entities, International Financial Reporting Standards (IFRS) are used in compiling their financial reports.

If the accounts have not yet been audited or subject to review and are likely to be subject to dispute or qualification, a description of the likely dispute or qualification:

Not Applicable

If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification:

Not Applicable