

Rofina Group Limited and Controlled Entities

ACN 635 120 517

Interim Financial Report For the Half-Year Ended 30 November 2020



This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the Annual Report for the year ended 31 May 2020 and any public announcements made by Rofina Group Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

Rofina Group Limited and Controlled Entities

ACN 635 120 517

CORPORATE DIRECTORY**Directors**

Boon Chin Soo - Chairman

Wei Yin Soo - CEO

Jacky Tran Cheung - Non Executive Director

Chor Keat Ewe - Non Executive Director

Su Hian Tan - Non Executive Director

Company Secretary

Nicola Betteridge

Registered Office and Principal Place of Business**Boardroom Pty Limited**

Level 12, 225 George Street

Sydney NSW 2000

Website

<https://www.rofinagroup.com/>

Share Registry**Boardroom Pty Limited**

Level 12, 225 George Street,

Sydney NSW 2000

Auditors**Moore Australia**

Level 15, Exchange Tower,

2 The Esplanade,

Perth WA 6000

Stock Exchange Listing

Rofina Group Limited shares are listed on the National Stock Exchange of Australia (NSX), Code: 218

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Rofina Group Limited and Controlled Entities

ACN 635 120 517

Directors' Report

30 November 2020

The Directors of Rofina Group Limited submit herewith the financial report for the consolidated entity for the half year ended 30 November 2020.

The following persons held office as Directors of Rofina Group Limited during the financial period until the date of this report:

Boon Chin Soo – Chairman

Wei Yin Soo – CEO

Jacky Tran Cheung — Non Executive Director

Chor Keat Ewe – Non Executive Director

Su Hian Tan – Non Executive Director

Review of Operations

The Group conducted a comprehensive review of the overall impact for the half year ended 30 November 2020. The consolidated loss after income tax for the half year ended 30 November 2020 was \$2,592,862 (2019: Profit 74,511). Loss before interest, tax, depreciation and amortisation was \$1,473,857 (2019: Profit: \$579,216).

On 26 June 2020, the Malaysian Ministry of Tourism announced that sectors under the purview of Arts and Culture such as meetings, incentives, conventions and exhibitions, travel and trade fairs, would be allowed to open from 1 July 2020. However, tourism businesses are required to abide by social distancing measures, and this impacted the Group's business in Malaysia as there were significant restrictions for travellers. However, sales revenue has shown positive recovery since the business reopened in May 2020.

In August 2020, the Malaysian Government announced a Recovery Movement Control Order until end of December 2020. In order to mitigate the decline in sales due to the temporary store closures, the Group implemented cost reductions including closure of stores upon expiry of leases, salary reductions, rent reductions and income boosting measures, including promoting sales through the Group's e-commerce platform.

Principal Activity

During the half-year, the Group continued to operate in selling quality brands of travel goods, winter apparel and accessories through various sales channels including retail, business to business, e-commerce and wholesale, principally in Malaysia.

Rofina Group Limited and Controlled Entities

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Operating and Financial Review

The consolidated loss after income tax for the half year ended was \$2,592,862 (2019: Profit \$74,511).

The Directors have not recommended dividends for the half-year ended 30 November 2020 and at the date of this report.

The Group's basic loss per share for the period was \$0.017 (2019: N/A).

The Group's working capital, being current assets less current liabilities at 30 November 2020, was net current liabilities of \$2,534,982 (31 May 2020: net current assets of \$1,211,962).

In the Director's opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Please refer to the section below and note 1(c) for further information.

Likely developments and Business Strategies

The business division continues to explore potential channels to expand its development pipeline. The Group intends to significantly expand its product offering that suits different consumer segments. The primary objective of the Group's capital management policies is to safeguard its ability to continue as a going concern, to provide returns for shareholders, fund capital expenditure, operating expenses, working capital needs and to pay its debt obligations. The growth plans of the Group can be summarised as follows:

(a) Storewide Aggressive Promotion Campaigns

The Group continued to employ targeted and focused advertising and promotional campaigns. In November 2020, the Group ran a "Storewide RM99 Promotion" marketing campaign which contributed to 19% sales revenue growth compared to October 2020. The Group believes the success of its advertising campaigns is evident in its sales growth and remains committed to enhancing brand and product awareness and driving additional sales growth through focused marketing activities.

(b) Enhancing the growth for e-commerce platform

The Group has been implementing sustainable online marketing strategies to strive through the pandemic crisis. The Group believes that communicating aggressively and strategically through advertising and promotion via social media platforms can bring significant results in sales and branding.

In August 2020, the Group pre-launched a new "100 days trial" online campaign to promote Cosas United luggage and received positive feedback from it. Besides, the Group constantly provides training to e-commerce employees to ensure they are ready to serve and provide great service to all customers.

Alongside efforts to build brand awareness, the Group will continue to monitor and work towards expanding its online market in Australia by identifying other potential specialty stores and/or departmental stores and will in time introduce more products and/or brands in Australia.

Likely developments and Business Strategies (continued)

(c) Collaboration with new business partner

In order to reduce the Group's expenses, the Group has temporarily reduced the stock intake from its manufacturer in China. According to market analysis in Malaysia, the demand for travel products shows a significant decline. Since the reopening of the Group's business in May 2020, the Group has brought in a new business partner to the Group's platform. The business partner provides consignment goods to display in stores. The range of the consignment goods are small leather goods, backpacks and accessories.

(d) Implementation of cost reduction measures

The Group is currently in discussion with its lessors to obtain reasonable rental rebates during the pandemic crisis. This is expected to benefit the Group in reducing expenses and losses. The Group will continue to re-evaluate and reassess the profitability of current retail shops and reduce the number of underperforming stores, and this will correspondingly result in a reduction of manpower, logistic costs and total expenses.

Auditor's Independence Declaration

The auditor's independence declaration for the half-year ended 30 November 2020 as required under section 307C of the Corporations Act 2001 has been received and immediately follows the Director's Report.

This report has been made in accordance with a resolution of the Board of Directors.



Boon Chin Sdo, Chairman
Malaysia
Dated: 15th March 2021

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION
307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF
ROFINA GROUP LIMITED**

I declare that to the best of my knowledge and belief, during the half-year ended 30 November 2020, there have been no contraventions of:

- i. the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- ii. any applicable code of professional conduct in relation to the review.



WEN-SHIEN CHAI
PARTNER



MOORE AUSTRALIA AUDIT (WA)
CHARTERED ACCOUNTANTS

Signed at Perth this 15th day of March 2021.

Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the half year ended 30 November 2020

	Note	30 Nov 2020 \$	30 Nov 2019 \$
Revenue			
Revenue	2	708,053	6,781,822
Cost of Sales		(1,134,235)	(2,316,961)
Gross Profit		(426,182)	4,464,861
Other income	2	488,786	52,644
Expenses			
General and administration expenses		(677,900)	(2,475,767)
Advertising		(21,258)	(130,899)
Depreciation and amortisation		(844,361)	(309,572)
Employee benefit expenses		(650,312)	(1,323,801)
Professional fees		(186,991)	(7,822)
Finance costs		(274,644)	(195,133)
Profit / (Loss) before income tax		(2,592,862)	74,511
Income tax		-	-
Profit / (Loss) after income tax		(2,592,862)	74,511
Others comprehensive income, net of income tax			
Movement in foreign currency translation reserve		(472,150)	6,290
Total comprehensive income for the period attributable to members of the parent entity		(3,065,012)	80,801
Earnings per Share			
Basic earnings per share	3	(0.017)	N/A
Diluted earnings per share	3	(0.017)	N/A

The accompanying notes from part of these consolidated financial statements.

Consolidated Statement of Financial Position
As at 30 November 2020

	Note	30 Nov 2020	Restated 31 May 2020
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		60,146	11,252
Trade and other receivables	4	629,562	1,158,062
Inventory		1,747,057	2,698,746
Current tax assets		107,206	131,041
Total current assets		2,543,971	3,999,101
Non-current assets			
Property plant and equipment	5	2,590,994	3,036,501
Right of use assets	6	1,276,054	1,872,235
Investment properties		738,093	754,526
Total non- current assets		4,605,141	5,663,262
Total assets		7,149,112	9,662,363
Liabilities			
Current liabilities			
Trade and other payables	7	1,527,572	498,306
Borrowings	8	3,367,236	3,456,747
Lease Liabilities	6	852,586	1,080,785
Total current liabilities		5,747,394	5,035,838
Non-current liabilities			
Trade and other payables	7	1,945,883	3,473,818
Borrowings	8	1,520,710	1,233,158
Lease liabilities	6	470,108	839,519
Total non-current liabilities		3,936,701	5,546,495
Total liabilities		9,684,094	10,582,333
Net liabilities		(2,534,982)	(919,970)
Equity			
Issued capital	9	2,267,393	817,393
Accumulated losses		(4,622,728)	(2,029,866)
Foreign Currency Translation Reserve		(179,647)	292,503
Total deficit		(2,534,982)	(919,970)

The accompanying notes from part of these consolidated financial statements.

Rofina Group Limited and Controlled Entities
ACN 635 120 517

Consolidated Statement of Changes in Equity

For the half year ended 30 November 2020

2020	Issued Capital \$	Accumulated Losses \$	Translation Reserve \$	Total \$
Balance at 1 June 2020	817,393	(2,029,866)	511	(1,211,962)
Prior period adjustment	-	-	291,992	291,992
Restated balance at 1 June 2020	817,393	(2,029,866)	292,503	(919,970)
(Loss) for the period	-	(2,592,862)	-	(2,592,862)
Other comprehensive income for the period	-	-	(472,150)	(472,150)
Shares issued during the period	1,450,000	-	-	1,450,000
Balance at 30 Nov 2020	2,267,393	(4,622,728)	(179,647)	(2,534,982)

2019				
Balance at 1 June 2019	817,393	(520,234)	(89,504)	207,655
Profit for the period	-	74,511	-	74,511
Other comprehensive income for the period	-	-	6,290	6,290
Balance at 30 Nov 2019	817,393	(445,723)	(83,214)	(288,456)

The accompanying notes from part of these consolidated financial statements.

Consolidated Statement of Cash Flows

For the half year ended 30 November 2020

	Note	30 Nov 2020 \$	30 Nov 2019 \$
Cash Flows from Operating Activities			
(Loss)/Profit after taxation		(2,592,862)	74,513
Depreciation and amortisation		844,361	309,572
PPE written-off		282,152	-
Bad debts written-off		26,623	-
Reversal of Rental due to AASB16		-	(167,731)
Lease finance costs		42,846	31,651
Income tax refund/(paid)		23,835	(15,398)
Decrease in trade and other receivables		501,877	143,894
Decrease/(increase) in inventory		951,689	(392,616)
Decrease in trade payables		(498,670)	(255,123)
Net cash flows used in operating activities		(418,149)	(271,238)
Cash Flows from investing activities			
Purchase of property, plant & equipment		(68,392)	(121,060)
Net cash flows used in investing activities		(68,392)	(121,060)
Cash flows from financing activities			
Proceeds from bank borrowings and other loans		443,126	(173,471)
Proceeds from share issue		1,450,000	530,523
Lease payments		(629,783)	-
Net cash flows provided by financing activities		1,263,343	357,052
Increase/(Decrease) in cash and cash equivalents		776,802	(35,246)
Cash and cash equivalents at beginning of the period		(973,243)	(711,653)
Foreign exchange movement		(472,150)	6,290
Cash and cash equivalents at end of the period		(668,591)	(740,609)
Reconciliation to statement of financial position			
Cash and cash equivalents		60,146	46,531
Bank overdrafts		(728,737)	(787,140)
		(668,591)	(740,609)

The accompanying notes from part of these consolidated financial statements.

Rofina Group Limited and Controlled Entities

ACN 635 120 517

Condensed Notes to the Consolidated Financial Statements

For the half year ended 30 November 2020

General Information

The consolidated financial report covers Rofina Group Limited and its controlled entities (the Group). Rofina Group Limited is a for-profit company limited by shares, incorporated and domiciled in Australia and its shares are publicly traded on the National Stock Exchange.

The financial statements were authorised for issue, in accordance with a resolution of the Directors, on 15 March 2021.

1. Summary of Significant Accounting Policies**(a) Basics of preparation**

These general purpose interim financial statements for the half-year reporting period ended 30 November 2020 have been prepared in accordance with Australian Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Act 2001. These financial statements comply with International Financial Reporting Standards as issued by the International Accounting Standards Board.

(b) Accounting Policies

This interim financial report is intended to provide users with an update on the latest financial statements of Rofina Group Limited and its controlled entities (referred to as the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 31 May 2020, together with any public announcements made during the following half-year.

The same accounting policies and methods of computation have been followed in this interim report as were applied in the most recent annual financial statements.

The Group has considered the implications of new or amended Accounting Standards, but determined that their application to the financial statements is either not relevant or not material.

(c) Critical Accounting Estimates and Judgements

The Directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances. These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates. The significant estimates and judgements made are described below.

1. Summary of Significant Accounting Policies (continued)

Condensed Notes to the Consolidated Financial Statements (continued)

For the half year ended 30 November 2020

(c) Critical Accounting Estimates and Judgements (continued)

i) Assessment of Going concern

At 30 November 2020, the Group had consolidated cash and cash equivalents of \$60,146, net current liabilities of \$3,203,423, total liabilities of \$9,684,094 of which \$5,747,394 were repayable within one year.

This indicates the existence of a material uncertainty that may cast significant doubt about the Group's ability to continue as a going concern. With the current availability of cash and liquid assets, the Directors consider the Group will be able to meet its obligations as and when they fall due based on the following assumptions, which the Directors consider to be reasonable;

- The Group obtained rental reductions of \$294,947 from its landlords and continue to negotiate reduction in rentals for its remaining retail stores;
- During the period, the Group obtained wage subsidies amounting to \$118,585 and continue to receive these in subsequent periods;
- The Group has the ability to sell its investment properties to help fund operations if required.
- The Group has negotiated deferred payment terms with its key suppliers; and
- The Group obtained moratorium for loan repayments from its major bankers for a period of 6 months from April 2020 and has requested for an extension of the moratorium until April 2021.

These financial statements have been prepared on a going concern basis. No adjustments have been made to the financial information relating to the recoverability or classification of the recorded asset amounts and classification of liabilities that may be necessary should the Group not continue as a going concern.

ii) Assessment of impairment of inventories, property plant & equipment and investment property

Reviews are made periodically by management on inventories to identify excess inventories, obsolescence and decline in net realisable value below cost. These reviews involve judgements and estimation uncertainty in forming expectation about future sales and demands. Any changes in these accounting estimates will result in revisions to the inventory value.

Although COVID-19 has caused a significant decline in sales revenue and margins, the selling price (net realisable value) of inventory is still greater than its cost. Therefore, the Group's inventory is not impaired.

Property, plant & equipment and investment property which is held at cost principally comprises buildings, store fixtures and fittings, computer equipment and motor vehicles. These are tested for impairment annually or when conditions dictate.

COVID-19 has had a significant impact on the economy (including property prices). Based on the Directors' review of market value of similar properties in the same location, the Group's investment property has a market value which exceeds its cost. Therefore, the Group's investment property is not impaired.

1. Summary of Significant Accounting Policies (continued)

Condensed Notes to the Consolidated Financial Statements (continued)

For the half year ended 30 November 2020

(c) Critical Accounting Estimates and Judgements (continued)

ii) Assessment of impairment of inventories, property plant & equipment and investment property (continued)

Due to COVID-19, the Group closed several stores during the period. As a result, plant and equipment assets, which consisted predominantly of leasehold improvements, were written off. As the remaining plant and equipment assets relate to stores that are operational and are generating sales, the Directors believe the recoverable amount of these assets is higher than their cost. Therefore, the Group's property, plant and equipment is not impaired.

iii) Assessment of impairment of receivables

The Group recognises loss allowance for expected credit losses on receivables based on an assessment of credit risk. Such assessment involved judgements and estimation uncertainty in analysing information about past events, current conditions, and forecasts of future economic conditions. Any changes in these accounting estimates will affect the carrying amounts of receivable.

Although Covid-19 has caused a significant decline in sales revenue, it has not impacted the recoverability of receivables due to the make-up and strong credit history of customers. As a result, no impairment loss was recognised for trade and other receivables during the period.

Condensed Notes to the Consolidated Financial Statements (continued)

For the half year ended 30 November 2020

2. Revenue and other income

	30 Nov 2020	30 Nov 2019
	\$	\$
Revenue		
Sale of goods	708,053	6,781,822
Other income	488,786	52,644
	1,196,839	6,834,466

3. Earnings per share

	30 Nov 2020	30 Nov 2019
	\$	\$
Basic earnings per share	(0.017)	N/A
Diluted earnings per share	(0.017)	N/A
Loss attributable to the ordinary shareholders of the Company	(2,592,862)	N/A
Weighted average number of ordinary shares used in calculating basic and diluted earnings per share	150,250,068	N/A

On 22 January 2020, Rofina Group Limited (parent) acquired 100% of the ordinary shares of Rofina Holdings Pty Ltd via the issue of 143,000,068 ordinary shares of the parent to the shareholders of the Intermediate parent. Therefore, there are no comparative figures.

4. Trade and other receivables

	30 Nov 2020	31 May 2020
	\$	\$
Trade receivables	50,978	42,161
Less: allowance for impairment	-	-
Other receivables and prepayments	578,584	1,115,901
	629,562	1,158,062

Condensed Notes to the Consolidated Financial Statements (continued)

For the half year ended 30 November 2020

5. Property, plant & equipment

	Buildings	Plant and Equipment	Furniture, Fixtures and Fittings	Motor Vehicles	Computer Equipment	Total
30 Nov 2020	\$	\$	\$	\$	\$	\$
At Cost	2,176,620	378,804	1,211,815	23,935	204,116	3,995,290
Accumulated Depreciation	(333,116)	(217,363)	(715,852)	(23,935)	(114,030)	(1,404,296)
	1,843,504	161,441	495,963	-	90,086	2,590,994
31 May 2020	\$	\$	\$	\$	\$	\$
At Cost	2,496,195	541,478	1,222,297	61,879	205,420	4,527,269
Accumulated Depreciation	(398,077)	(226,506)	(666,136)	(54,332)	(105,717)	(1,490,768)
	2,098,118	274,972	556,161	7,547	99,703	3,036,501

6. Leases

	30 Nov 2020	31 May 2020
	\$	\$
Right of use assets		
At cost	3,305,243	3,224,510
Accumulated amortisation	(2,029,189)	(1,352,275)
Balance at the end of the year	1,276,054	1,872,235
Lease Liabilities		
Future Lease Payments	1,379,700	2,015,387
Discounted at incremental borrowing rate	(57,006)	(95,083)
Balance at the end of the period	1,322,694	1,920,304
<i>Represented By:</i>		
<i>Current</i>	852,586	1,080,785
<i>Non-Current</i>	470,108	839,519
	1,322,694	1,920,304

Condensed Notes to the Consolidated Financial Statements (continued)

For the half year ended 30 November 2020

7. Trade and other payables

	30 Nov 2020 \$	31 May 2020 \$
CURRENT		
Trade payables	373,049	21,884
Other payables and accruals	1,154,523	476,422
	<u>1,527,572</u>	<u>498,306</u>
NON-CURRENT		
Trade payables	1,806,557	2,364,332
Other payables and accruals	139,326	1,109,486
	<u>1,945,883</u>	<u>3,473,818</u>

8. Borrowings

	30 Nov 2020 \$	Restated 31 May 2020 \$
CURRENT		
Bank borrowings and term loans	2,364,736	2,386,522
Bank overdrafts	728,737	926,793
Directors' loans	273,763	143,432
	<u>3,367,236</u>	<u>3,456,747</u>
NON-CURRENT		
Bank borrowings and term loans	<u>1,520,710</u>	1,233,158

Bank borrowings and term loans are secured against certain property, plant and equipment and investment properties. The effective interest rates of loans and borrowings as at 30 November 2020 ranged from 2%-18% (2019: 4%-17%) per annum. All bank borrowings and term loans are to be repaid within 5 years.

Bank overdrafts are secured, short term in nature and repayable on demand. Their carrying amount approximates the remaining contractual undiscounted cashflows.

During the current period it was discovered the spot rate as at 31 May 2020 used to translate the borrowings balance from Malaysian Ringgit to Australian Dollars was incorrect, which resulted in the borrowings being overstated by \$291,992. The error has been rectified as a prior period adjustment by reducing the borrowings and increasing the foreign exchange translation reserve balance as at 31 May 2020 by \$291,992.

Condensed Notes to the Consolidated Financial Statements (continued)

For the half year ended 30 November 2020

9. Share Capital

	30/11/2020		31/05/2020	
	Notes	Number of securities	\$	Number of securities
(a) Share capital				
Ordinary shares fully paid			2,267,393	817,393
Total contributed equity			2,267,393	817,393
(b) Movements in ordinary share capital				
Beginning of the period		143,000,068	817,393	143,000,068
Issued during the period		14,500,000	1,450,000	-
End of the period		157,500,068	2,267,393	143,000,068

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares and share options which vest immediately are recognised as a deduction from equity, net of tax.

10. Related Party Disclosures

The Group's main related parties are key management personnel including close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel of their close family members.

a) Payable to related parties at 30 November 2020

Directors' loans (payable by the Group) = \$273,763

b) Transactions occurring during the period

Key management personnel remuneration (directors) = \$66,708

11. Contingent liabilities

There were no material contingent liabilities as at 30 November 2020.

12. Events subsequent to the end of the reporting period

There have been no events subsequent to the end of the period which would have a material impact on the Group's financial statements for the half-year ended 30 November 2020.

Condensed Notes to the Consolidated Financial Statements (continued)

For the half year ended 30 November 2020

13. Segment information

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

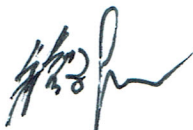
The Group is managed primarily on the basis of product category and service offerings as the diversification of the Group's operations inherently have notably different risk profiles and performance assessment criteria. Operating segments are therefore determined on the same basis. Accordingly, management currently identified the Group as having only reportable segment, being the retail division operating principally in Malaysia, since the revenue of the Group is generated from customers domiciled in Malaysia.

Directors' Declaration

In the Directors' opinion:

1. the financial statements and notes as set on pages 7 to 18 are in accordance with the Corporations Act 2001, including:
 - a. complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - b. giving a true and fair view of the Group's financial position as at 30 November 2020 and of its performance for the half-year ended on that date.
2. In the directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

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



Boon Chin Soo

Chairman

Date: 15 March 2021

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF ROFINA GROUP LIMITED****Report on the Half-Year Financial Report****Conclusion**

We have reviewed the financial report of Rofina Group Limited (the "Company") and its subsidiaries (the "Group"), which comprises the consolidated statement of financial position as at 30 November 2020, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity, the consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001*, including:

- i. giving a true and fair view of the Group's financial position as at 30 November 2020 and of its financial performance for the half-year ended on that date; and
- ii. complying with Accounting Standard *AASB 134: Interim Financial Reporting* and the *Corporations Regulations 2001*.

Material Uncertainty Related to Going Concern

Without qualification to the conclusion expressed above, we draw attention to note 1(c) of the financial statements, which describes the principal conditions that raise doubt about the Group's ability to continue as a going concern. These conditions indicate the existence of a material uncertainty that may cast doubt about the Group's ability to continue as a going concern for at least the next 12 months and, if it could not continue as a going concern, the Group may be unable to realise its assets and discharge its liabilities in the normal course of business and at amounts other than as stated in the financial report.

Directors' Responsibility for the Half-Year Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ROFINA GROUP LIMITED (CONTINUED)

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standards on Review Engagements *ASRE 2410: Review of Interim and Other Financial Reports Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including:

- i. giving a true and fair view of the Group's financial position as at 30 November 2020 and its performance for the half-year ended on that date; and
- ii. complying with *Accounting Standard AASB 134: Interim Financial Reporting* and the *Corporations Regulations 2001*.

As the auditor of the Company, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

Independence

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



WEN-SHIEN CHAI
PARTNER



MOORE AUSTRALIA AUDIT (WA)
CHARTERED ACCOUNTANTS

Signed at Perth this 15th day of March 2021.