

CIRCLE INTERNATIONAL HOLDINGS LIMITED
(Company No. OI - 318051)
(Incorporated in Cayman Islands)

FINANCIAL STATEMENTS
FOR THE YEAR ENDED
30 JUNE 2019
(In Australian Dollar)

FINANCIAL STATEMENTS

CONTENTS	PAGE(S)
Statements of profit or loss and other comprehensive income	1
Statements of financial position	2 - 3
Statements of changes in equity	4
Statements of cash flows	5 - 6
Notes to the financial statements	7 - 15
Statement by directors	16

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

**STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD 1 JANUARY 2019 TO 30 JUNE 2019**

(With comparative for the year ended 31 December 2018)

	Note	The Group		The Company	
		30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Revenue		755,949	1,826,669	-	-
Cost of sales		<u>(239,637)</u>	<u>(2,578,757)</u>	<u>-</u>	<u>-</u>
Gross profit		516,312	(752,088)	-	-
Other income		1,421	1,412,367	236	386,291
Administrative expenses		(53,100)	(274,016)	(5,132)	(148,022)
Other operating expenses		(585,401)	(4,349,663)	(675)	(57,680,260)
Finance costs		<u>(23,507)</u>	<u>(15,917)</u>	<u>-</u>	<u>-</u>
Profit/(Loss) before tax	5	(144,275)	(3,979,317)	(5,571)	(57,441,991)
Tax expense	6	<u>-</u>	<u>(8,489)</u>	<u>-</u>	<u>-</u>
Profit/(Loss) for the year		(144,275)	(3,987,806)	(5,571)	(57,441,991)
Other comprehensive loss, net of tax items that may be reclassified subsequently to profit or loss					
Foreign currency translation differences		<u>39,507</u>	<u>(28,825)</u>	<u>(1,105)</u>	<u>(22,579)</u>
Other comprehensive profit/(loss), net of tax		<u>39,507</u>	<u>(28,825)</u>	<u>(1,105)</u>	<u>(22,579)</u>
Total comprehensive profit/(loss)		<u>(104,768)</u>	<u>(4,016,631)</u>	<u>(6,676)</u>	<u>(57,464,570)</u>
Loss per share					
Basic and fully diluted (cents)	7	<u>(0.08)</u>	<u>(2.22)</u>		

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

**STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2019**

	Note	The Group		The Company	
		30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
ASSETS					
Non Current Assets					
Property, plant and equipment	8	382,954	386,190	-	-
Investment in subsidiaries	9	-	-	3	3
Other investment		<u>5,522</u>	<u>5,488</u>	<u>-</u>	<u>-</u>
Total Non Current Assets		<u>388,476</u>	<u>391,678</u>	<u>3</u>	<u>3</u>
Current Assets					
Trade and other receivables	10	832,873	870,792	210,936	209,820
Fixed deposits with licensed bank		37,877	36,464	-	-
Cash and bank balances		<u>145,668</u>	<u>171,383</u>	<u>143</u>	<u>142</u>
Total Current Assets		<u>1,016,418</u>	<u>1,078,639</u>	<u>211,079</u>	<u>209,962</u>
TOTAL ASSETS		<u>1,404,894</u>	<u>1,470,317</u>	<u>211,082</u>	<u>209,965</u>
EQUITY AND LIABILITIES					
Equity					
Share capital	11	57,656,229	57,656,229	57,656,229	57,656,229
Reserves	12	<u>(59,343,125)</u>	<u>(59,238,357)</u>	<u>(57,863,946)</u>	<u>(57,857,270)</u>
Capital Deficiency		<u>(1,686,896)</u>	<u>(1,582,128)</u>	<u>(207,717)</u>	<u>(201,041)</u>
Non Current Liabilities					
Term loan	13	286,147	278,562	-	-
Trade and other payables	14	183,353	536,570	-	-
Deferred tax liabilities		<u>176</u>	<u>174</u>	<u>-</u>	<u>-</u>
Total Non Current Liabilities		<u>469,676</u>	<u>815,306</u>	<u>-</u>	<u>-</u>

Company No. OI – 318051

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2019

		The Group		The Company	
		30.06.2019	31.12.2018	30.06.2019	31.12.2018
		(6 months)	(12 months)	(6 months)	(12 months)
		Unaudited	Audited	Unaudited	Audited
	Note	AUD	AUD	AUD	AUD
Current Liabilities					
Trade and other payables	14	2,150,528	1,710,452	418,799	411,006
Term loan	13	84,362	110,773	-	-
Bank overdraft	15	65,949	33,597	-	-
Tax payable		<u>321,275</u>	<u>382,317</u>	<u>-</u>	<u>-</u>
Total Current Liabilities		<u>2,622,114</u>	<u>2,237,139</u>	<u>418,799</u>	<u>411,006</u>
TOTAL LIABILITIES		<u>3,091,790</u>	<u>3,052,445</u>	<u>418,799</u>	<u>411,006</u>
TOTAL EQUITY AND LIABILITIES		<u>1,404,894</u>	<u>1,470,317</u>	<u>211,082</u>	<u>209,965</u>

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

**STATEMENTS OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019**

(With comparative for the year ended 31 December 2018)

The Group	Share capital AUD	Merger reserve AUD	Foreign currency translation reserve AUD	Retained earnings /(loss) AUD	Total AUD
As of 1 January 2018	57,656,229	(57,388,344)	(104,126)	2,270,744	2,434,503
Loss for the year	-	-	-	(3,987,806)	(3,987,806)
Other comprehensive income, net of tax	-	-	(28,825)	-	(28,825)
Total comprehensive income	-	-	(28,825)	(3,987,806)	(4,016,631)
Balance as of 31 December 2018	57,656,229	(57,388,344)	(132,951)	(1,717,062)	(1,582,128)
Loss for the year	-	-	-	(144,275)	(144,275)
Other comprehensive income, net of tax	-	-	39,507	-	39,507
Total comprehensive income	-	-	39,507	(144,275)	(104,768)
Balance as of 30 June 2019	57,656,229	(57,388,344)	(93,444)	(1,861,337)	(1,686,896)

The Company	Share capital AUD	Foreign currency translation reserve AUD	Accumulated losses AUD	Total AUD
As of 1 January 2018	57,656,229	7,057	(399,757)	57,263,529
Loss for the year	-	-	(57,441,991)	(57,441,991)
Other comprehensive income, net of tax	-	(22,579)	-	(22,579)
Total comprehensive income	-	(22,579)	(57,441,991)	(57,464,570)
Balance as of 31 December 2018	57,656,229	(15,522)	(57,841,748)	(201,041)
Loss for the year	-	-	(5,571)	(5,571)
Other comprehensive income, net of tax	-	(1,105)	-	(1,105)
Total comprehensive income	-	(1,105)	(5,571)	(6,676)
Balance as of 30 June 2019	57,656,229	(16,627)	(57,847,319)	(207,717)

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

**STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019**

(With comparative for the year ended 31 December 2018)

The Group	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Cash flows from operating activities		
Loss before tax	(144,275)	(3,979,317)
Adjustment for:		
Interest expenses	23,508	15,911
Interest income	(1,185)	(1,042)
Depreciation of property, plant and equipment	5,587	12,285
Inventory written-off	397,190	-
Waiver of amount due to the director	-	(184,606)
Waiver of amount due to a related company	-	(837,152)
Impairment loss of trade receivables	-	224,205
Impairment loss of intangibles assets	-	3,030,495
Amortization	-	336,722
Unrealised loss on foreign exchange	-	(4)
Property, plant and equipment written off	-	4,463
Operating profit before working capital changes	<u>280,825</u>	<u>(1,378,040)</u>
Movements in working capital:		
Decrease/(increase) in inventories	(397,190)	873,226
Decrease/(increase) in trade & other receivables	40,115	936,437
Decrease/(increase) in trade & other payables	208,640	(3,346,209)
Decrease/(increase) in amount due to/(from) related companies	(91,145)	(165,456)
Decrease/(increase) in amount due to/(from) holding company	-	2,760,887
Decrease/(increase) in amount due to/(from) directors	<u>(55,292)</u>	<u>212,217</u>
Net cash from/ (used in) operating activities	(14,047)	(106,938)
Tax paid	-	(213,468)
Interest income	1,185	1,042
Interest paid	<u>(23,508)</u>	<u>(15,911)</u>
Net cash used in operation activities	<u>(36,370)</u>	<u>(335,275)</u>
Cash flows from investing activities		
Purchase of property, plant and equipment	-	(4,571)
Net cash used in investing activities	<u>-</u>	<u>(4,571)</u>

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

**STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019**

(With comparative for the year ended 31 December 2018)

The Group	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Cash flows from financing activities		
Proceeds from term loan	-	132,795
Repayment to term loan	(21,143)	(50,291)
Net cash from/ (used in) financing activities	(21,143)	82,504
Net decrease in cash and cash equivalents	(57,513)	(257,342)
Effect of exchange rate changes on cash and cash equivalents	859	25,024
Cash and cash equivalents at beginning of year	174,250	406,568
Cash and cash equivalents at end of year (note 15)	117,596	174,250

The Company	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Cash flows (used in)/ from operating activities		
Profits/(Loss) before tax	(5,608)	226,882
Adjustment for:		
Operating profit before working capital changes	(5,608)	226,882
Movements in working capital:		
Decrease/(increase) in trade & other receivables	-	(209,820)
Decrease/(increase) in trade & other payables	(21,032)	(245,388)
Decrease/(increase) in amount due to/(from) a related company	26,640	228,326
Net cash from/ (used in) operating activities	-	-
Net increase in cash and cash equivalents	-	-
Effect of exchange rate changes on cash and cash equivalents	1	4
Cash and cash equivalents at beginning of year	142	138
Cash and cash equivalents at end of year/period (note 15)	143	142

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The Company is incorporated in the Cayman Islands, under the Companies Law. The principal activity of the Company is investment holding.

The Company's registered office and principal place of business is located at P.O. Box 10008, Willow House, Cricket Square, Grand Cayman KY1-1001, Cayman Islands.

Each of the entities within the Group prepares their financial statements based on the currency of the primary economic environment in which the entity operates (the functional currency). The functional currency of the Company is United States Dollars (USD), while the presentation currency of the Group and the Company are Australian Dollars (AUD).

The financial statements of the Group and the Company have been authorised by the Board of Directors for issuance on

2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements of the Group and the Company have been prepared in compliance with International Financial Reporting Standards.

3. ADOPTION OF NEW IFRS AND AMENDMENTS TO IFRS

New IFRSs adopted during the financial year

The Group and the Company adopted the following Standards of the IFRS Framework that were issued by the International Accounting Standards Board ('IASB') during the financial year.

Title	Effective Date
IFRS 16 Leases	1 January 2019
IC Interpretation 23 Uncertainty over Income Tax Treatments	1 January 2019
Amendments to IFRS 9: Prepayment Features with Negative Compensation	1 January 2019
Amendments to IFRS 119: Plan Amendment, Curtailment or Settlement	1 January 2019
Amendments to IFRS 128: Long-term Interests in Associates and Joint Ventures	1 January 2019
Annual Improvements to IFRS Standards 2015 – 2017 Cycles	1 January 2019
Amendments to references to the Conceptual Framework in IFRS Standards	1 January 2020
IFRS 101 Definition of Material (Amendments to IFRS 101)	1 January 2020
IFRS 3 Business Combination (Amendments to IFRS 3)	1 January 2020
IFRS 108 Definition of Material (Amendments to IFRS 108)	1 January 2020
IFRS 17 Insurance Contracts	1 January 2021

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

IFRS 16: Leases

IFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and will replace the current guidance on lease accounting when it becomes effective. Under IFRS 16, the classification of leases as earlier finance leases or operating lease is eliminated for lessees. All lessees are required to recognize their leased assets and the related lease obligations in the statement of financial position (with limited exceptions). The leased assets are subject to depreciation and the interest on lease liabilities are calculated using the effective interest method. The Group and the Company is currently assessing the financial impact that may arise from the adoption of this standard.

4. SEGMENT INFORMATION

The Group operates as a single operating segment and internal management reporting systems present financial information as a single segment. The segment derives its revenue and incurs expenses through media, advertising and marketing activities.

5. LOSS BEFORE TAX

Loss before tax is arrived at:

	The Group		The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
After charging:				
Audit fee	1,094	19,006	-	10,149
Amortisation of intangible asset	-	336,722	-	-
Depreciation of property, plant and equipment	5,587	12,285	-	-
Impairment of intangible assets	-	3,030,495	-	-
Impairment of investment in subsidiaries	-	-	-	57,656,088
Impairment of trade receivables	-	231,121	-	-
Overdraft bank interest	1,014	2,082	-	-
Property, plant and equipment written off	-	4,463	-	-
Provision of doubtful debt	-	6,946	-	-

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

	The Group		The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
After charging:				
Remuneration of key management personnel	-	139,434	-	-
Rental of premise	22,357	26,286	-	4,282
Rental of office equipment	1,133	2,267	-	-
Staff costs	132,140	317,459	-	-
Term loan interest	16,995	12,447	-	-
Unrealised loss on foreign exchange	-	2,525	-	63
Inventory charged out	397,190	-	-	-
After crediting:				
Interest income	<u>(1,185)</u>	<u>(1,042)</u>	<u>-</u>	<u>-</u>

Staff costs and remuneration of key management personnel

	The Group		The Company	
	30.06.2019 (6 months) AUD	31.12.2018 (12 months) AUD	30.06.2019 (6 months) AUD	31.12.2018 (12 months) AUD
Staff costs:				
Salaries, allowances and bonus	118,344	280,246	-	-
EPF contribution	12,525	33,566	-	-
SOCSO contribution	<u>1,271</u>	<u>3,647</u>	<u>-</u>	<u>-</u>
	<u>132,140</u>	<u>317,459</u>	<u>-</u>	<u>-</u>

	The Group		The Company	
	30.06.2019 (6 months) AUD	31.12.2018 (12 months) AUD	30.06.2019 (6 months) AUD	31.12.2018 (12 months) AUD
Remuneration of key management personnel:				
Director's fee	<u>-</u>	<u>139,434</u>	<u>-</u>	<u>-</u>

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

6. TAX EXPENSE

	The Group		The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Tax expense	-	8,489	-	-

The numerical reconciliation between the tax expenses and the product of accounting profit multiplied by the applicable tax rate are as follows:

	The Group		The Company	
	30.06.2019 (6 months) AUD	31.12.2018 (12 months) AUD	30.06.2019 (6 months) AUD	31.12.2018 (12 months) AUD
Loss before tax	(144,275)	(3,979,317)	(5,571)	(57,441,991)
Tax at statutory tax rate	(45,801)	(955,036)	(1,337)	(13,786,078)
Tax effects of:				
Non-deductible expenses	45,801	963,525	1,337	13,786,078
Income tax expense for the financial year	-	8,489	-	-

7. LOSS PER SHARE

a. Basic loss per share

The basic loss per share is calculated by dividing the Group's profit for the year, net of tax, attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial year. The weighted average number of ordinary shares in the issue is calculated as follows:

	The Group	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Loss for the year, attributable to the owners of the Company (AUD)	(144,275)	(3,987,806)
Number of ordinary shares at beginning of the period/year	180,000,400	180,000,400
Weighted-average number of ordinary shares at 30 June/31 December	180,000,400	180,000,400
Loss per share (cents)	(0.08)	(2.22)

b. Diluted loss per share

Diluted loss per ordinary share equals basic loss per ordinary share.

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

8. PROPERTY, PLANT AND EQUIPMENT

During the 6 months ended 30 June 2019, the Group has not acquired/disposed items of plant and machinery.

9. INVESTMENT IN SUBSIDIARIES

	The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Unquoted shares at cost		
As of 1 January	57,656,091	57,656,091
Addition	-	-
Impairment	<u>(57,656,088)</u>	<u>(57,656,088)</u>
As of 30 June/31 December	<u>3</u>	<u>3</u>

Details of the subsidiaries are as follows:

Name of company	Country of incorporation	Effective equity interest (%)		Principal activities
		30.06.2019	31.12.2018	
Circle Corporation International Limited	Hong Kong	100	100	Advertising, branding, e-media services and creative marketing solution.
Circle Corp Mediatech Sdn. Bhd	Malaysia	100	100	Advertising, publication, entertainment, events, business circle mobile app and related services.
Inno Mind Works Sdn. Bhd.	Malaysia	100	100	Event organiser, advertisement and media industries.

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

10. TRADE AND OTHER RECEIVABLES

	The Group		The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Trade receivables	326,730	372,315	-	-
Other receivables, deposit & prepayment	506,143	498,477	210,936	209,820
	<u>832,873</u>	<u>870,792</u>	<u>210,936</u>	<u>209,820</u>

	The Group		The Company	
	30.06.2019 (6 months) AUD	31.12.2018 (12 months) AUD	30.06.2019 (6 months) AUD	31.12.2018 (12 months) AUD
Receivables not yet due	28,896	256,935		
Past due for:				
1 – 3 months	208,821	9,226	-	-
3 – 6 months	11,082	413	-	-
6 – 9 months	-	1,826	-	-
9 – 12 months	-	-	-	-
12 months and above	77,931	103,915	-	-
	<u>326,730</u>	<u>372,315</u>	<u>-</u>	<u>-</u>

Amount owing from related party is unsecured, interest free and with no fixed terms of repayment.

11. SHARE CAPITAL

Share capital is represented by:

	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Issued and fully paid:		
Ordinary shares		
As of 1 January	57,656,229	57,656,229
Issued during the year	-	-
As of 30 June/31 December	<u>57,656,229</u>	<u>57,656,229</u>

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

12. RESERVES

	The Group		The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Accumulated losses	1,861,337	1,717,062	57,847,319	57,841,748
Exchange translation reserve	93,444	132,951	16,627	15,522
Merger reserve	57,388,344	57,388,344	-	-
	<u>59,343,125</u>	<u>59,238,357</u>	<u>57,863,946</u>	<u>57,857,270</u>

Exchange translation reserve

The foreign currency translation reserve arises from the translation of the financial statements from its functional currency in United States Dollar (USD), Hong Kong Dollar (HKD) and Malaysian Ringgit (RM) to presentation currency in Australian Dollar (AUD).

Merger reserve

The merger reserve arose as a result of the deficit of the consideration paid over the share capital and reserves of the subsidiaries.

13. TERM LOAN

	The Group		The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Payable within 12 months	84,362	99,093	-	-
Payable after 12 months	286,147	290,242	-	-
	<u>370,509</u>	<u>389,335</u>	<u>-</u>	<u>-</u>

The term loans, which are under the name of a director, are repayable over 84 months to 360 months commencing August 2015 and November 2015 with an effective interest rate of 4.75% to 4.85%. The term loans are secured by a legal charge over the freehold building of the Group.

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

14. TRADE AND OTHER PAYABLES

	The Group		The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Non-current				
Amount owing to directors	79,349	147,468	-	-
Amount owing to related party	104,004	389,102	-	-
Current				
Trade payables	584,606	414,367	-	-
Other payables & accruals	1,234,563	980,209	137,193	157,390
Amount owing to directors	331,359	315,876	-	-
Amount owing to subsidiaries	-	-	281,606	253,616
	<u>2,333,881</u>	<u>2,247,022</u>	<u>418,799</u>	<u>411,006</u>

- (i) Amount owing to directors, related party and subsidiaries are unsecured, interest-free and payable upon demand in cash and cash equivalents.
- (ii) The related party is a company in which certain directors of the Company has a financial interest.

15. CASH AND CASH EQUIVALENTS

Cash and cash equivalents included in the statement of cash flows comprise the following amounts:

	The Group		The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Fixed deposits with licensed bank	37,877	36,464	-	-
Cash and bank balances	145,668	171,383	143	142
Bank overdraft	(65,949)	(33,597)	-	-
	<u>117,596</u>	<u>174,250</u>	<u>143</u>	<u>142</u>

CIRCLE INTERNATIONAL HOLDINGS LIMITED

(Incorporated in Cayman Islands)

16. CLASSIFICATION AND FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENT**Classification of Financial Instruments**

	The Group		The Company	
	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD	30.06.2019 (6 months) Unaudited AUD	31.12.2018 (12 months) Audited AUD
Financial assets:				
Investment	5,522	5,488	-	-
Trade and other receivables	832,873	870,792	210,936	209,820
Fixed deposits with licensed bank	37,877	36,464	-	-
Cash and bank balances	145,668	171,383	143	142
	<u>1,021,940</u>	<u>1,084,127</u>	<u>211,079</u>	<u>209,962</u>
Financial liabilities:				
Trade and other payables	2,333,881	2,247,022	418,799	411,006
Term loan	370,509	389,335	-	-
Bank overdraft	65,949	33,597	-	-
	<u>2,770,339</u>	<u>2,669,954</u>	<u>418,799</u>	<u>411,006</u>

Methods and assumptions used to estimate fair value

The fair value of the financial assets and liabilities is approximately their carrying amounts. The fair values are included in Level 2 of their value hierarchy.

Company No. OI – 318051

CIRCLE INTERNATIONAL HOLDINGS LIMITED
(Incorporated in Cayman Islands)

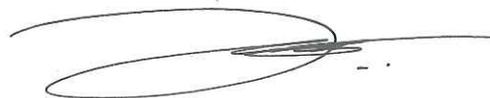
STATEMENT BY DIRECTORS

The directors of **CIRCLE INTERNATIONAL HOLDINGS LIMITED** state that, in their opinion, the accompanying financial statements are drawn up in accordance with International Financial Reporting Standards to give a true and fair view of the financial position of the Group and the Company as of 30 June 2019 and the financial performance and cash flows of the Group and the Company for the period 1 January 2019 to 30 June 2019.

Signed on behalf of the Board
in accordance with a resolution of the Directors,



YAP CHEE LIM



JEROME AUGUSTUS BATEMAN