

# **I-Global Holdings Limited**

ABN 28 611 470 010

## **Financial Statements**

**For the Half Year Ended 30 June 2020**

# I-Global Holdings Limited

ABN 28 611 470 010

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For the Half Year Ended 30 June 2020

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# **I-Global Holdings Limited**

ABN 28 611 470 010

## **Directors' Report** **For the Half Year Ended 30 June 2020**

The directors submit the financial report of the Group, being I-Global Holdings Limited ("the Company") and its controlled entities, for the half year ended 30 June 2020.

### **Information on directors**

The names of each person who has been a director during the half year and to the date of this report are:

Koon Lip Choo

Francesco Cannavo

Justyn Peter Stedwell

### **Principal activities and significant changes in nature of activities**

The principal activities of I-Global Holdings Limited during the financial half year were the provision of management and corporate consulting services to Australian and international clients.

There were no significant changes in the nature of I-Global Holdings Limited's principal activities during the financial half year.

### **Review of operations**

Operations during the period were focused on the continued growth of the management and corporate consulting business. The Group's chairman, Dr Koon Lip Choo, leads a small team of consultants in providing these services with specific focus on corporate management consulting. This business unit is expected to generate the main source of income for the Group.

### **Significant changes in state of affairs**

The following significant changes in the state of affairs of the Group occurred during the financial half year:

- On 10 March 2020, the Company's securities have been approved to re-commence trading subsequent to the satisfaction of all outstanding obligations according to the NSX Listing Rules.

### **Events after the reporting date**

On 25 August 2020, Dr Koon Lip Choo has provided a supplement loan agreement which documents his agreement to provide a further facility of up to \$150,000 to the Group from 1 October 2020 to 31 January 2022. This \$150,000 may be drawn down as and when required by the Group in monthly amounts of no greater than \$15,000 per month. The loan is unsecured and interest of 1% of the total drawn down amount is payable on repayment date. The loan is repayable on 15 June 2022, or sooner in the event that the Group completes a capital raising of more than \$300,000.

The COVID-19 pandemic has created unprecedented economic uncertainty. Actual economic events and conditions in the future may be materially different from those estimated by the Group at the reporting date. As responses by government continue to evolve, management recognises that it is difficult to reliably estimate with any degree of certainty the potential impact of the pandemic after the reporting date on the Group's operations, its future results and financial position. The state of emergency in Victoria was extended on 16 August 2020 until 13 September 2020 and the state of disaster still in place. Refer to Note 11 to the financial report for further information regarding the impact of COVID-19 on the Group's operations.

Except for the above, no other matters or circumstances have arisen since the end of the financial half year which significantly affected or could significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

# I-Global Holdings Limited


ABN 28 611 470 010

## Directors' Report For the Half Year Ended 30 June 2020

### Auditor's independence declaration

The auditor's independence declaration in accordance with section 307C of the *Corporations Act 2001* for the half year ended 30 June 2020 has been received and can be found on page 3 of the financial report.

This report is signed in accordance with a resolution of the Board of Directors.

Director: .....  
Dr Koon Lip Choo

Dated this 31st day of August 2020

## AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As lead auditor for the review of I-Global Holdings Limited for the half-year ended 30 June 2020, I declare that, to the best of my knowledge and belief, there have been:

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

This declaration is in respect of I-Global Holdings Limited.



**George Georgiou FCA**  
Registered Company Auditor  
ASIC Registration: 10310  
Melbourne, Victoria  
Date: 31 August 2020

# Statement of Profit or Loss and Other Comprehensive Income

## For the Half Year Ended 30 June 2020

		30 June 2020 \$	Consolidated 30 June 2019 \$
	Note		
<b>Continuing Operations</b>			
Revenue	3	-	25,455
Foreign exchange gains		274	-
Employee benefits expense (including directors' fees and remuneration)		(12,000)	(12,000)
Depreciation and amortisation expense		(78)	(263)
Accounting and audit fees		(11,658)	(40,031)
Consulting and professional fees		(10,000)	(16,381)
Share registry and listing fees		(18,754)	(10,241)
Other expenses		(1,410)	(936)
Finance costs		(11,886)	(6,447)
<b>Loss before income tax</b>		<b>(65,512)</b>	<b>(60,844)</b>
Income tax expense		-	-
<b>Loss from continuing operations</b>		<b>(65,512)</b>	<b>(60,844)</b>
<b>Net profit/(loss) for the half year</b>		<b>(65,512)</b>	<b>(60,844)</b>
<b>Other comprehensive income, net of income tax</b>			
<b>Items that will not be reclassified subsequently to profit or loss</b>		-	-
<b>Items that will be reclassified to profit or loss when specific conditions are met:</b>			
- Exchange differences on translating foreign controlled entities		-	8,536
- Net fair value movements for available-for-sale financial assets		-	(15,913)
<b>Other comprehensive income for the half year, net of tax</b>		<b>-</b>	<b>(7,377)</b>
<b>Total comprehensive income for the half year</b>		<b>(65,512)</b>	<b>(68,221)</b>
<b>Earnings per share for profit/(loss) from continuing operations attributable to the ordinary equity holders of the Company:</b>			
Basic earnings per share (cents)		(0.09)	(0.08)
Diluted earnings per share (cents)		(0.09)	(0.08)
<b>Earnings per share for profit/(loss) attributable to the ordinary equity holders of the Company:</b>			
Basic earnings per share (cents)		(0.09)	(0.08)
Diluted earnings per share (cents)		(0.09)	(0.08)

# I-Global Holdings Limited

ABN 28 611 470 010

## Statement of Financial Position

As At 30 June 2020

		30 June 2020	31 December 2019
Note	\$	\$	
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		3,020	837
Trade and other receivables		5,318	12,785
Other assets		-	11,239
<b>TOTAL CURRENT ASSETS</b>		<b>8,338</b>	<b>24,861</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment		235	313
<b>TOTAL NON-CURRENT ASSETS</b>		<b>235</b>	<b>313</b>
<b>TOTAL ASSETS</b>		<b>8,573</b>	<b>25,174</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	5	149,632	112,332
Borrowings	6	258,685	247,074
<b>TOTAL CURRENT LIABILITIES</b>		<b>408,317</b>	<b>359,406</b>
<b>TOTAL LIABILITIES</b>		<b>408,317</b>	<b>359,406</b>
<b>NET ASSETS/(NET DEFICIENCY)</b>		<b>(399,744)</b>	<b>(334,232)</b>
<b>EQUITY/(NET DEFICIENCY)</b>			
Issued capital	7	2,447,510	2,447,510
Reserves		-	(59,253)
Accumulated losses		(2,847,254)	(2,722,489)
<b>TOTAL EQUITY/(NET DEFICIENCY)</b>		<b>(399,744)</b>	<b>(334,232)</b>

The accompanying notes form part of these financial statements.

## Statement of Changes in Equity

For the Half Year Ended 30 June 2020

	Issued Capital	Accumulated Losses	Foreign Currency Translation Reserve	Total
	\$	\$	\$	\$
<b>Balance at 1 January 2020</b>	2,447,510	(2,722,489)	(59,253)	<b>(334,232)</b>
Net profit/(loss) for the half year	-	(65,512)	-	<b>(65,512)</b>
Transfer from foreign currency translation reserve to accumulated losses	-	(59,253)	59,253	-
<b>Balance at 30 June 2020</b>	<b>2,447,510</b>	<b>(2,847,254)</b>	<b>-</b>	<b>(399,744)</b>
<b>Balance at 1 January 2019 (Consolidated)</b>	2,447,510	(2,800,066)	(55,855)	(408,411)
Net profit/(loss) for the half year	-	(60,844)	-	(60,844)
Foreign currency translation gain	-	-	(3,240)	(3,240)
<b>Balance at 30 June 2019 (Consolidated)</b>	<b>2,447,510</b>	<b>(2,860,910)</b>	<b>(59,095)</b>	<b>(472,495)</b>

The accompanying notes form part of these financial statements.



# I-Global Holdings Limited

ABN 28 611 470 010

## Statement of Cash Flows

For the Half Year Ended 30 June 2020

	30 June 2020 \$	Consolidated 30 June 2019 \$
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Receipts from customers	274	25,455
Payments to suppliers and employees	(95,283)	(58,961)
GST recovered/(paid)	7,467	25,482
<b>Net cash provided by/(used in) operating activities</b>	<b>(87,542)</b>	<b>(8,024)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from loans and borrowings	89,725	-
<b>Net cash provided by/(used in) financing activities</b>	<b>89,725</b>	<b>-</b>
Effects of exchange rate changes on cash and cash equivalents	-	(75)
Net increase/(decrease) in cash and cash equivalents held	2,183	(8,099)
Cash and cash equivalents at beginning of the half year	837	11,350
<b>Cash and cash equivalents at end of the half year</b>	<b>3,020</b>	<b>3,251</b>

The accompanying notes form part of these financial statements.

# I-Global Holdings Limited

ABN 28 611 470 010

## Notes to the Financial Statements For the Half Year Ended 30 June 2020

The interim condensed financial report covers I-Global Holdings Limited and its controlled entities (collectively, "the Group") for the six months ended 30 June 2020.

I-Global Holdings Limited ("the Company") is a for-profit Company limited by shares, incorporated and domiciled in Australia, whose shares are publicly traded.

Each of the entities within the Group prepare their financial statements based on the currency of the primary economic environment in which the entity operates (functional currency). The financial statements are presented in Australian dollars which is the parent entity's functional and presentation currency.

The financial report was authorised for issue by the Directors on 28 August 2020.

Comparatives are consistent with prior years, unless otherwise stated.

### 1 Basis of Preparation

This interim financial report for the reporting period ended 30 June 2020 has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*.

The interim financial report is intended to provide users with an update on the latest annual financial statements of I-Global Holdings Limited. As such it does not contain information that represents relatively insignificant changes occurring during the half year within I-Global Holdings Limited. This condensed financial report does not include all the notes normally included in an annual financial report. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of I-Global Holdings Limited for the year ended 31 December 2019, together with any public announcements made during the half year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements, except for the adoption of new standards and interpretations effective as of 1 January 2020 included in Note 2(a) to the financial statements. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The financial statements, except for the cash flow information, have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

### Going concern

The Group made a loss from continuing operations for the half year of \$65,512 (6 months to 30 June 2019: loss of \$60,844) and as at 30 June 2020, the Group was in a net liability position of \$399,744 (2019: net liability of \$334,232) and a net current liability position of \$399,979 (2019: net current liability of \$334,545). These factors, among others indicate the existence of a material uncertainty that may cast doubt over the Group's ability to continue as a going concern and therefore whether it will be able to realise its assets and discharge its liabilities in the normal course of business and at the amounts shown in the financial report.

At the date of this report, the Directors have considered the above factors and are of the opinion that the Group will be able to continue as a going concern and will be able to pay its debts as and when they fall due. This statement is underpinned by the following factors:

- On 2 December 2019, the Group entered into a loan agreement with Dr Koon Lip Choo. Under the agreement, Dr Choo has made a loan facility of up to \$150,000 available to the Group commencing 15 December 2019 which may be drawn down as required until 15 February 2021. As at the date of this report, \$105,000 of the loan facility has been drawn down with \$45,000 still available. The loan is unsecured and interest of 1% of the total drawn down amount is payable on repayment date. The loan is repayable on 15 February 2022, or sooner in the event that the Group completes a capital raising of more than \$150,000.

## **Notes to the Financial Statements**

### **For the Half Year Ended 30 June 2020**

#### **1 Basis of Preparation (continued)**

##### **Going concern (continued)**

- In addition to the above loan facility, Dr Koon Lip Choo has also agreed that amounts payable to him by the Group totalling \$2,889, will not be called upon before 30 April 2021.
- Mr Wei Ming Goh has signed a letter of support confirming that he will not call upon the amount of \$127,767 payable to him by the Group before 14 December 2021.
- Director of GACH Limited, Mr Wei Ming Goh, has signed a letter of support confirming that the company will not call upon the amount of \$59,571 payable by the Group before 13 August 2021.
- Director of i-Global Capital Limited, Mr Wei Ming Goh, has signed a letter of support confirming that the company will not call upon the amount of \$16,005 payable by the Group before 29 October 2021.
- Director of Global Asset Inc. Limited has signed a letter of support confirming that the company will not call upon the amount of \$55,342 payable by the Group before 22 August 2021.
- On 25 August 2020, Dr Koon Lip Choo has provided a supplement loan agreement which documents his agreement to provide a further facility of up to \$150,000 to the Group from 1 October 2020 to 31 January 2022. This \$150,000 may be drawn down as and when required by the Group in monthly amounts of no greater than \$15,000 per month. The loan is unsecured and interest of 1% of the total drawn down amount is payable on repayment date. The loan is repayable on 15 June 2022, or sooner in the event that the Group completes a capital raising of more than \$300,000.
- The Directors of the Group have prepared a cash flow forecast which indicates that, the Group will be able to meet its debts as and when they fall due. The forecast assumptions include the Group drawing down on the \$150,000 loan facility from Dr Koon Lip Choo in full and an assumption that the Group will generate revenues totalling at least \$48,000 during the 12 months to January 2022. In the event that sufficient revenues are not generated, the Directors of the Group have pledged that they will forego their fees to the extent required.
- The Directors have considered the impacts of the ongoing COVID-19 pandemic on the Group and its ability to continue as a going concern. Details of these considerations are outlined in Notes 11 "Impact of COVID-19" and 12 "Events Occurring After the Reporting Date". Although the situation is continually evolving and the full impacts cannot yet be reliably estimated, the Directors do not foresee that there is likely to be an impact on the ability to generate future revenues and possibly also on the ability to raise funds if required. Despite the uncertainties, the Directors believe that the available loan facilities and other measures are sufficient to allow the Group to continue as a going concern for at least 12 months from the date of these financial statements.

On the basis of the above factors, the Directors have deemed it appropriate to prepare the financial statements on the going concern basis. If the Group is not successful in meeting its cash flow forecasts, the going concern basis may not be appropriate and the Group may be required to realise its assets and discharge its liabilities other than in the normal course of business.

#### **2 Summary of Changes to Key Policies Not Previously Disclosed**

##### **(a) Adoption of new and revised accounting standards**

The Group has adopted all standards which became effective for the first time at 1 January 2020, the adoption of these standards has not caused any material adjustments to the reported financial position, performance or cash flow of the Group.

## Notes to the Financial Statements

### For the Half Year Ended 30 June 2020

#### 3 Revenue and Other Income

##### Revenue from continuing operations

	30 June 2020 \$	Consolidated 30 June 2019 \$
<b>Revenue from contracts with customers:</b>		
- Consultancy fees *	-	13,455
- Brand royalty fees *	-	12,000
<b>Total revenue</b>	-	25,455

\* All revenue from contracts with customers is derived from the Group's operations in Australia over time. The total income earned in the half year ended 30 June 2019 is from three clients.

#### 4 Operating Segments

##### Segment information

##### Identification of reportable segments

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 maker) in assessing performance and determining the allocation of resources.

Management has determined that the Group has one reportable segment, being consultancy and investment in Australia. The Group does not conduct material activities outside the Australia geographic area.

#### 5 Trade and Other Payables

	30 June 2020 \$	31 December 2019 \$
<b>CURRENT</b>		
<i>Unsecured liabilities:</i>		
Trade payables and accruals	23,337	76,037
<b>Related party payables:</b>		
- Payable to key management personnel *	92,889	2,889
Other payables	33,406	33,406
<b>Total current trade and other payables</b>	149,632	112,332

Trade payables and accruals are unsecured, non-interest bearing and are normally settled within 30 days. The carrying amounts are considered to be a reasonable approximation of fair value.

\* These amounts are non-interest bearing.

## Notes to the Financial Statements

### For the Half Year Ended 30 June 2020

#### 6 Borrowings

	30 June 2020 \$	31 December 2019 \$
CURRENT		
<i>Unsecured liabilities:</i>		
<b>Related party payables:</b>		
Other loans from third party *	258,685	247,074
<b>Total current borrowings</b>	<b>258,685</b>	<b>247,074</b>

\* These amounts are interest bearing at 10% per annum with the outstanding amounts repayable between 13 August and 18 December 2021.

#### 7 Issued Capital

	30 June 2020 \$	31 December 2019 \$
74,587,001 (2019: 74,587,001) fully paid ordinary shares	2,774,666	2,774,666
Share issue costs	(327,156)	(327,156)
<b>Total issued capital</b>	<b>2,447,510</b>	<b>2,447,510</b>

##### (a) Ordinary shares

	30 June 2020 No.	31 December 2019 No.
At the beginning of the reporting period	74,587,001	74,587,001
<b>At the end of the reporting period</b>	<b>74,587,001</b>	<b>74,587,001</b>

The holders of ordinary shares are entitled to participate in dividends and the proceeds on winding up of the Company. On a show of hands at meetings of the Company, each holder of ordinary shares has one vote in person or by proxy, and upon a poll each share is entitled to one vote.

The Company does not have authorised capital or par value in respect of its shares.

##### (b) Capital Management

The key objectives of the Group when managing capital is to safeguard its ability to continue as a going concern and maintain optimal benefits to stakeholders. The Group defines capital as its equity and net debt.

There has been no change to capital risk management policies during the half year.

The Group manages its capital structure and makes funding decisions based on the prevailing economic environment and has a number of tools available to manage capital risk.

The Board monitors a range of financial metrics including return on capital employed and gearing ratios.

## Notes to the Financial Statements

### For the Half Year Ended 30 June 2020

#### 8 Interests in Subsidiaries

##### Composition of the Group

	Principal place of business / Country of Incorporation	Percentage Owned (%) <sup>*</sup> 2020	Percentage Owned (%) <sup>*</sup> 2019
<b>Subsidiaries:</b>			
i-Global Holdings Pte Ltd	Singapore	-	100

\*The percentage of ownership interest held is equivalent to the percentage voting rights for all subsidiaries.

#### 9 Contingent liabilities

There has been no change in contingent liabilities since the last annual reporting period.

#### 10 Related Parties

##### (a) The Group's main related parties are as follows:

Key management personnel - refer to list of Directors included in the Directors' report.

Other related parties include close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

##### (b) Transactions with related parties

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

The following table provides the total amount of transactions that have been entered into with related parties during the periods ended 30 June 2020 and 2019, as well as balances with related parties as at 30 June 2020 and 31 December 2019:

	Sales \$	Purchases \$	Balance outstanding	
			Owed to the Group \$	Owed by the Group \$
<b>KMP related parties</b>				
<b>Loan from Dr Koon Lip Choo, Director:</b>				
30 June 2020	-	-	-	92,889
31 December 2019	-	-	-	2,889

## **Notes to the Financial Statements**

### **For the Half Year Ended 30 June 2020**

#### **10 Related Parties (continued)**

##### **(c) Other transactions with related parties**

###### **Transactions with I-Global Capital Limited**

I-Global Capital Limited ("IGC") is a company incorporated in the British Virgin Islands that was a subsidiary of the Group owned via i-Global Holdings Pte Ltd prior to its disposal for consideration of US\$1 via an agreement dated 1 December 2017.

The directors have assessed the relationship between IGC, the Group, its directors and key management personnel, and determined that no related party relationship exists under the requirements of *AASB 124 Related Party Disclosures*. However, given the significance of the relationship with IGC, and the nature of certain transactions between the parties, the directors have deemed it appropriate to disclose the following transactions in the interest of transparency.

As at 30 June 2020, the Group had amounts payable to IGC of \$16,005. Further, the Group has amounts payable to Mr Wei Ming Goh of \$127,767 and GACH Limited, of which Wei Ming Goh is a director, of \$59,571. Wei Ming Goh is a shareholder and director of IGC.

#### **11 Impact of COVID-19**

A state of emergency was declared in Victoria on 16 March 2020 due to the global coronavirus pandemic, known as COVID-19. A state of disaster was subsequently declared on 2 August 2020. The Australian Government, together with State and Territory Premiers, announced a series of measures aimed at preventing the spread of COVID-19.

As a result of the COVID-19 crisis, the management of the Company has undertaken the following measures:

- eliminate any business travel in the short term;
- conduct all meetings via telephone or web conference;
- continue prudent cost management; and
- where possible and fair, suppliers will be asked to accept late(r) payments.

The COVID-19 crisis may negatively impact the Company's ability to generate future consultancy revenue during 2020. If this occurs, the Company will implement more stringent cost control measures including non-payment of directors fees and further reduction of other costs. The Company is currently reviewing and closely monitoring the 2020 (COVID-19) situation as it unfolds, ensuring compliance and cooperation with protocols and advice as and when issued by the Government. The Directors are reviewing business operations and strategies and assessing the potential impact on the Company and will consider various strategies to mitigate the impact. The Directors are currently unable to determine the impact COVID-19 will have on revenue in 2020 at this time.

## **Notes to the Financial Statements**

### **For the Half Year Ended 30 June 2020**

#### **12 Events Occurring After the Reporting Date**

The financial report was authorised for issue on 28 August 2020 by the board of directors.

On 25 August 2020, Dr Koon Lip Choo has provided a supplement loan agreement which documents his agreement to provide a further facility of up to \$150,000 to the Group from 1 October 2020 to 31 January 2022. This \$150,000 may be drawn down as and when required by the Group in monthly amounts of no greater than \$15,000 per month. The loan is unsecured and interest of 1% of the total drawn down amount is payable on repayment date. The loan is repayable on 15 June 2022, or sooner in the event that the Group completes a capital raising of more than \$300,000.

The COVID-19 pandemic has created unprecedented economic uncertainty. Actual economic events and conditions in the future may be materially different from those estimated by the Group at the reporting date. As responses by government continue to evolve, management recognises that it is difficult to reliably estimate with any degree of certainty the potential impact of the pandemic after the reporting date on the Group's operations, its future results and financial position. The state of emergency in Victoria was extended on 16 August 2020 until 13 September 2020 and the state of disaster still in place. Refer to Note 11 to the financial report for further information regarding the impact of COVID-19 on the Group's operations.

Except for the above, no other matters or circumstances have arisen since the end of the financial half year which significantly affected or could significantly affect the operations of the Group, the results of those operations or the state of affairs of the Group in future financial years.

#### **13 Statutory Information**

The registered office of and principal place of business of the Group is:

I-Global Holdings Limited  
Suite 103, Level 1, 2 Queen Street  
Melbourne VIC 3000

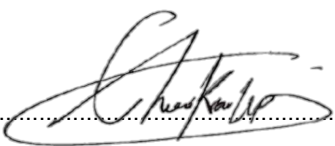


## **Directors' Declaration**

The directors of the Group declare that:

1. The financial statements and notes, as set out on pages 4 to 14 are in accordance with the *Corporations Act 2001*, including:
  - (a) complying with Accounting Standard AASB 134 *Interim Financial Reporting*; and
  - (b) give a true and fair view of the Group's financial position as at 30 June 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 Group will be able to pay its debts as and when they become due and payable, based on the factors outlined in Note 1 Going Concern.

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

Director ..........  
Dr Koon Lip Choo

Dated this 31st day of August 2020

## **Independent Auditor's Review Report**

### **To the members of I-Global Holdings Limited**

### **Report on the Half-year Financial Report**

#### *Conclusion*

We have reviewed the accompanying Half-year Financial Report of I-Global Holdings Limited.

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 I-Global Holdings Limited is not in accordance with the Corporations Act 2001, including:

- Giving a true and fair view of the company's financial position as at 30 June 2020 and of its performance for the Half-year ended on that date; and
- Complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

The Half-year Financial Report comprises:

- Condensed Statement of financial position as at 30 June 2020;
- Condensed Statement of profit or loss and other comprehensive income, Condensed statement of changes in equity and Condensed statement of cash flows for the Half-year ended on that date;
- Notes 1 to 13 comprising a summary of significant accounting policies and other explanatory information; and
- The Directors' Declaration.

#### *Responsibilities of the Directors 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 and Corporations Act 2001
- 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.

### *Auditor's responsibility for the review of the Half-year Financial Report*

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 Standard on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the Half-year Financial Report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the company's financial position as at 30 June 2020 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001. As auditor of I-Global Holdings Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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

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

### *Material Uncertainty Regarding Going Concern*

We draw attention to the Going Concern section in Note 1 of the half-year financial report, which indicates that the Company incurred a loss from continuing operations of \$65,512 during the half-year ended 30 June 2020 and, as of that date, the Company's current liabilities exceeded its current assets by \$472,495. The Company's ability to continue as a going concern is reliant on various assumptions outlined in Note 1, including funding via a director provided loan facility and the generation of forecast future revenues. As stated in Note 1, these events or conditions, along with other matters as set forth in Note 1, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.



**George Georgiou FCA**

Registered Company Auditor

ASIC Registration: 10310

Melbourne, Victoria

Date: 31 August 2020