

# Blackwell Global Holdings Limited

## Interim Financial Result

For the 6 months ended 30 September 2019

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**CHAIRMAN'S REPORT**  
**BLACKWELL GLOBAL HOLDINGS LIMITED**  
**For the six months ended 30 September 2019**

Dear Shareholders

During the course of the first 6 months of the financial year the Group's focus has been on:

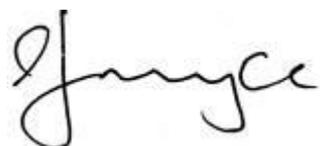
- continuing to develop its' internal operational infrastructure to provide a platform for growing its finance company operations;
- deploying its funds towards good quality, moderate margin loan receivables. To this end, the Group has to date:
  - funded fifteen separate loan facilities;
- deployed total funds to date of \$9,706,245 with loans structured across a mix of capitalised interest arrangements, and interest only loans. The loans have all been secured by first ranking mortgage securities over quality real estate assets;
- Further developing a bespoke investment/funding structure whereby the Group can facilitate investment by third party investors into loan facilities procured and managed by the Group;

The Group's revenue comprises interest and fee income from mortgage lending activities.

The ongoing challenge for the Group in respect of growing its finance company operation is the ability to continue to raise debt finance from third party investors which can then be deployed towards funding loan receivables, and generating a profit margin for the Group. The Group is continuing to explore innovative new initiatives to secure more funding with a view to aggressively growing the finance company operation in the future.

The loan book as at 30 September 2019 was \$2.04 million. All loans were secured by first mortgages over residential properties. The average lending to value ratio (LVR) was very low at an average of 52%. All loans are current with no past-due assets.

The group has adequate cash reserves to meet ongoing needs for the foreseeable future, but lending growth is required to increase revenue, and this requires additional funding from the major shareholder and attracting new investors.



**Sean Joyce**  
**Chairman**

13 December 2019

# Interim Consolidated Statement of Comprehensive Income

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

		6 mths ended 30 Sep 2019 (unaudited) \$	6 mths ended 30 Sep 2018 (unaudited) \$	12 mths ended 31 Mar 2019 (audited) \$
	<b>Notes</b>			
<b>Revenue</b>				
Interest and fee income	4	<b>335,773</b>	424,169	822,430
Other income	4	-	177,915	431,707
<b>Total Income</b>		<b>335,773</b>	602,084	1,254,137
<b>Expenses</b>				
Directors' fees	12	<b>(143,250)</b>	(146,625)	(281,250)
Employee expenses		<b>(138,250)</b>	(299,516)	(622,717)
Interest expense		<b>(243,808)</b>	(222,153)	(519,919)
Other operating expenses	5	<b>(134,108)</b>	(242,594)	(415,181)
<b>Total expenses</b>		<b>(659,416)</b>	(910,888)	(1,839,067)
<b>Loss before income tax</b>		<b>(323,643)</b>	(308,804)	(584,930)
Income tax benefit/(expense)		-	-	-
<b>Total comprehensive loss for the period</b>		<b>(323,643)</b>	(308,804)	(584,930)
<b>Attributable to:</b>				
Owners of the parent company		<b>(323,643)</b>	(308,804)	(584,930)
<b>Earnings/(loss) per share</b>				
	6			
Basic (loss) per share (cents per share):		<b>(0.07)</b>	(0.07)	(0.13)
Diluted (loss) per share (cents per share):		<b>(0.07)</b>	(0.07)	(0.13)

These interim financial statements have not been audited, nor reviewed by the auditor. The accompanying notes form part of these interim financial statements and should be read in conjunction with them.

# Interim Consolidated Statement of Changes in Equity

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

	Notes	Share Capital \$	Convertible Note Reserve \$	Contributed Capital \$	Accumulated Losses \$	Total Equity \$
<b>Balance at 1 April 2018 (audited)</b>		12,110,746	114,716	102,013	(10,793,382)	1,534,093
Loss for the period		-	-	-	(308,804)	(308,804)
Other comprehensive income		-	-	-	-	-
Total comprehensive loss for the period		-	-	-	(308,804)	(308,804)
Contributed capital on the bonds	9	-	-	25,503	-	25,503
<b>Balance at 30 September 2018 (unaudited)</b>		<b>12,110,746</b>	<b>114,716</b>	<b>127,516</b>	<b>(11,102,186)</b>	<b>1,250,792</b>
<b>Balance at 1 April 2018 (audited)</b>		12,110,746	114,716	102,013	(10,793,382)	1,534,093
Loss for the year		-	-	-	(584,930)	(584,930)
Other comprehensive income		-	-	-	-	-
Total comprehensive loss for the year		-	-	-	(584,930)	(584,930)
Contributed capital on the bonds	9	-	-	25,503	-	25,503
<b>Balance at 31 March 2019 (audited)</b>		<b>12,110,746</b>	<b>114,716</b>	<b>127,516</b>	<b>(11,378,312)</b>	<b>974,666</b>
<b>Balance at 1 April 2019 (audited)</b>		12,110,746	114,716	127,516	(11,378,312)	974,666
Loss for the period		-	-	-	(323,643)	(323,643)
Other comprehensive income		-	-	-	-	-
Total comprehensive loss for the period		-	-	-	(323,643)	(323,643)
Contributed capital on the bonds	9	-	-	-	-	-
<b>Balance at 30 September 2019 (unaudited)</b>		<b>12,110,746</b>	<b>114,716</b>	<b>127,516</b>	<b>(11,701,956)</b>	<b>651,022</b>

These interim financial statements have not been audited, nor reviewed by the auditor. The accompanying notes form part of these interim financial statements and should be read in conjunction with them.

# Interim Consolidated Statement of Financial Position

## Blackwell Global Holdings Limited

As at 30 September 2019

	Notes	30 Sep 2019 (unaudited) \$	30 Sep 2018 (unaudited) \$	31 Mar 2019 (audited) \$
<b>Current assets</b>				
Cash and cash equivalents		1,646,384	1,535,897	1,513,055
Prepayments and other receivables		31,010	5,693	26,399
Loan receivables	8	2,025,561	5,640,753	5,377,175
<b>Total current assets</b>		<b>3,702,955</b>	<b>7,182,343</b>	<b>6,916,629</b>
<b>Non-current assets</b>				
Prepayments and other receivables		75,500	75,000	75,500
Property, plant and equipment		3,261	1,251	3,780
<b>Total non-current assets</b>		<b>78,761</b>	<b>76,251</b>	<b>79,280</b>
<b>Total assets</b>		<b>3,781,716</b>	<b>7,258,594</b>	<b>6,995,909</b>
<b>Current liabilities</b>				
Trade and other payables		19,692	234,017	103,583
Accruals, provisions and other liabilities		156,472	-	103,765
Borrowings	9	-	2,900,000	2,955,904
<b>Total current liabilities</b>		<b>176,164</b>	<b>3,134,017</b>	<b>3,163,252</b>
<b>Non-current liabilities</b>				
Borrowings	9	2,954,529	2,873,785	2,857,991
<b>Total non-current liabilities</b>		<b>2,954,529</b>	<b>2,873,785</b>	<b>2,857,991</b>
<b>Total liabilities</b>		<b>3,130,694</b>	<b>6,007,802</b>	<b>6,021,243</b>
<b>Net assets</b>		<b>651,022</b>	<b>1,250,792</b>	<b>974,666</b>
<b>Equity</b>				
Share capital		12,110,746	12,110,746	12,110,746
Contributed capital		127,516	127,516	127,516
Convertible note reserve		114,716	114,716	114,716
Accumulated losses		(11,701,956)	(11,102,186)	(11,378,312)
<b>Total equity</b>		<b>651,022</b>	<b>1,250,792</b>	<b>974,666</b>
Net tangible assets per share (cents per share):		<b>0.15</b>	<b>0.28</b>	<b>0.22</b>

For and on behalf of the Board:




Director

Director

Dated: 13 December 2019

These interim financial statements have not been audited, nor reviewed by the auditor. The accompanying notes form part of these interim financial statements and should be read in conjunction with them.

# Interim Consolidated Statement of Cash Flows

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

Notes	6 mths ended 30 Sep 2019 (unaudited) \$	6 mths ended 30 Sep 2018 (unaudited) \$	12 mths ended 31 Mar 2019 (audited) \$
<b>Cash flows from operating activities</b>			
Interest received	192,722	233,829	539,930
Lending, credit fees and other income received	63,938	115,435	208,659
<b>Operating inflows</b>	<b>256,660</b>	349,264	748,589
Net advances in loan receivables	3,447,128	(2,306,889)	(2,044,375)
Payments to suppliers and employees	(447,509)	(534,370)	(924,155)
Interest paid	(203,715)	(145,208)	(385,553)
Repayment of GST liability	(18,750)	(28,287)	(82,838)
Income taxes refunded	47	-	-
<b>Operating outflows</b>	<b>2,777,201</b>	(3,014,754)	(3,436,921)
<b>Net cash used in operating activities</b>	<b>3,033,861</b>	(2,665,490)	(2,688,332)
<b>Cash flows used in investing activities</b>			
Purchase of property, plant and equipment	(532)	-	-
<b>Net cash used in investing activities</b>	<b>(532)</b>	-	-
<b>Cash flows from financing activities</b>			
Increase in funding from bonds	9 -	500,000	500,000
Proceeds from borrowings	9 -	2,900,000	2,900,000
Payment of borrowings	9 (2,900,000)	-	-
<b>Net cash flow from financing activities</b>	<b>(2,900,000)</b>	3,400,000	3,400,000
Net increase in cash and cash equivalents	133,329	734,510	711,668
Cash and cash equivalents at the beginning of the period	1,513,055	801,387	801,387
Cash and cash equivalents at the end of the period	1,646,384	1,535,897	1,513,055

These interim financial statements have not been audited, nor reviewed by the auditor. The accompanying notes form part of these interim financial statements and should be read in conjunction with them.

# Reconciliation of Net Operating Cash Flows to Net Loss After Tax

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

	<b>6 mths ended 30 Sep 2019 (unaudited) \$</b>	6 mths ended 30 Sep 2018 (unaudited) \$	12 mths ended 31 Mar 2019 (audited) \$
Net loss for the period	<b>(323,643)</b>	(308,804)	(584,930)
<i>Adjustments for:</i>			
Depreciation	<b>1,051</b>	417	2,957
Capitalised and accrued interest expense	<b>40,088</b>	57,610	80,036
Non-operating items in sundry income	-	-	(5,069)
	<b>(282,504)</b>	(250,777)	(507,006)
<i>Changes in net assets and liabilities:</i>			
(Increase) / decrease in loan receivables (excluding deferred revenue)	<b>3,368,675</b>	(2,406,563)	(2,094,415)
Increase / (decrease) in deferred revenue	<b>(16,517)</b>	24,771	(23,800)
(Increase) / decrease in prepayments and other receivables	<b>(4,631)</b>	3,955	(17,251)
Increase / (decrease) in trade and other payables	<b>(25,876)</b>	-	(33,142)
Increase / (decrease) in accruals, provisions and other liabilities	<b>(5,286)</b>	(36,876)	(30,404)
Increase / (decrease) in interest accrual on borrowings	-	-	17,686
<b>Net cash (used in)/generated by operating activities</b>	<b>3,033,861</b>	(2,665,490)	(2,688,332)

These interim financial statements have not been audited, nor reviewed by the auditor. The accompanying notes form part of these interim financial statements and should be read in conjunction with them.

# Condensed Notes to the Interim Financial Statements

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

### 1. General Information

These unaudited interim financial statements are for Blackwell Global Holdings Limited (the “Company”) and its subsidiaries (together the “Group”).

The Company and its subsidiaries are limited liability companies, domiciled and incorporated in New Zealand. The Company is listed by NZX Limited on the NZX Market (“NZX”).

There are no seasonal or cyclical influences on these interim results.

### 2. Basis of Preparation

These unaudited interim financial statements for the six months ended 30 September 2019 have been prepared in accordance with NZ IAS 34: Interim Financial Reporting and with the requirements of the Financial Markets Conduct Act 2013 and the NZX Main Board Listing Rules. They also comply with the International Accounting Standard 34: Interim Financial Reporting. These unaudited interim financial statements do not include all the notes of the type normally included in an annual financial report, and should be read in conjunction with the financial statements published in the Annual Report for the year ended 31 March 2019 which have been prepared in accordance with New Zealand equivalents to International Financial Reporting Standards (“NZ IFRS”) and International Financial Reporting Standards (IFRS).

The financial statements are presented in New Zealand dollars.

The interim financial statements are unaudited.

### 3. Accounting Standards

Apart from the changes noted below, the unaudited interim financial statements have been prepared using the same accounting policies and methods of computation detailed in the Company’s Annual Report for the year ended 31 March 2019.

#### *Application of NZ IFRS 16*

NZ IFRS 16, ‘Leases’, replaces the current guidance in NZ IAS 17. Under NZ IFRS 16, a contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. Under NZ IAS 17, a lessee was required to make a distinction between a finance lease (on balance sheet) and an operating lease (off balance sheet). NZ IFRS 16 now requires a lessee to recognise a lease liability reflecting future lease payments and a ‘right-of-use asset’ for virtually all lease contracts. The standard is effective for accounting periods beginning on or after 1 January 2019. The Group adopted NZ IFRS 16 on 1 April 2019.

The Group had no lease agreements in place during the period reported on. This did not change up to the date of signing these consolidated financial statements.

# Condensed Notes to the Interim Financial Statements

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

### 4. Revenue

The Group recognises revenue from the following major sources:

- Interest from loan receivables
- Loan fee income
- Interest income from term deposits and bank accounts

	<b>6 mths ended 30 Sep 2019 (unaudited)</b>	6 mths ended 30 Sep 2018 (unaudited)	12 mths ended 31 Mar 2019 (audited)
	\$	\$	\$
Interest income from loan receivables	<b>252,436</b>	294,325	588,998
Loan fee income	<b>83,295</b>	129,332	232,459
Interest income from term deposits and bank accounts	<b>42</b>	512	973
	<b>335,773</b>	424,169	822,430
Sundry Income	-	177,915	431,707
	<b>335,773</b>	602,084	1,254,137

Interest income is accrued on a time basis by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts the estimated future cash receipts through the expected life of the financial asset, or a shorter period where appropriate, to the net carrying amount of the financial asset.

Loan fee revenue is recognised as each performance obligation is satisfied. Loan acceptance fees charged at the initiation of a loan are recognised as deferred income and amortised over the expected life of the loan. Fees for other services are recognised as the service is performed.

Sundry income represents the benefit received from Blackwell Global Investments Limited paying costs on behalf of the Group. It has been agreed that these costs will not be recovered from the Group. Refer to Note 12: Related Parties.

### 5. Other Operating Expenses

	<b>6 mths ended 30 Sep 2019 (unaudited)</b>	6 mths ended 30 Sep 2018 (unaudited)	12 mths ended 31 Mar 2019 (audited)
	\$	\$	\$
Audit fees	<b>11,500</b>	70,250	109,250
Accounting, consulting and legal	<b>60,871</b>	69,016	196,546
NZX fees and list charges	<b>13,520</b>	30,962	29,882
Insurance expenses	<b>11,226</b>	21,209	24,079
Depreciation expenses	<b>1,051</b>	417	2,957
Other operating expenses	<b>35,940</b>	50,740	52,467
	<b>134,108</b>	242,594	415,181

# Condensed Notes to the Interim Financial Statements

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

### 6. Earnings Per Share

	<b>6 mths ended 30 Sep 2019 (unaudited)</b>	6 mths ended 30 Sep 2018 (unaudited)	12 mths ended 31 Mar 2019 (audited)
Basic earnings/(loss) per share (cents):	<b>(0.07)</b>	(0.07)	(0.13)
Diluted earnings/(loss) per share (cents):	<b>(0.07)</b>	(0.07)	(0.13)

The losses and weighted average number of ordinary shares used in the calculation of loss per share are as follows:

	<b>6 mths ended 30 Sep 2019</b>	6 mths ended 30 Sep 2018	12 mths ended 31 Mar 2019
Loss for the period attributable to owners of the parent company (\$)	<b>(323,643)</b>	(308,804)	(584,930)
Weighted average number of ordinary shares used in the calculation of basic and diluted earnings per share	<b>439,830,488</b>	439,830,488	439,830,488

The weighted average number of shares has been calculated for the period to the date of approval of the consolidated financial statements.

At 30 September 2019, there were no convertible notes carrying shareholder dilution rights that were considered to be dilutive (30 September 2018: none; 31 March 2019: none). Accordingly, basic and diluted earnings per share are identical for the accounting periods being reported on.

### 7. Net tangible asset backing

	<b>30 Sep 2019 (unaudited)</b>	30 Sep 2018 (unaudited)	31 Mar 2019 (audited)
Net tangible assets (\$)	<b>651,022</b>	1,250,792	974,666
Issued shares at balance date	<b>439,830,488</b>	439,830,488	439,830,488
Net tangible assets per share (cents)	<b>0.15</b>	0.28	0.22

# Condensed Notes to the Interim Financial Statements

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

### 8. Loan receivables

	<b>30 Sep 2019</b> <b>(unaudited)</b> \$	30 Sep 2018 (unaudited) \$	31 Mar 2019 (audited) \$
Short term loan receivables	<b>2,041,661</b>	5,721,940	5,409,792
Deferred revenue	<b>(16,100)</b>	(81,187)	(32,617)
Expected credit loss allowance	-	-	-
<b>Total loan receivables</b>	<b>2,025,561</b>	5,640,753	5,377,175

### 9. Loans and Borrowings

	<b>30 Sep 2019</b> <b>(unaudited)</b> \$	30 Sep 2018 (unaudited) \$	31 Mar 2019 (audited) \$
<b>Current borrowings</b>			
Short term loan	-	2,900,000	2,900,000
<b>Non-current borrowings</b>			
Bonds	<b>2,491,885</b>	2,449,380	2,470,427
Convertible notes	<b>462,644</b>	424,405	443,469
<b>Total non-current borrowings</b>	<b>2,954,529</b>	2,873,785	2,913,896

#### Bonds

No new bonds have been issued in the period. The value of the bonds recognised in the Consolidated Statement of Financial Position is calculated as follows:

	<b>6 mths ended</b> <b>30 Sep 2019</b> <b>(unaudited)</b> \$	6 mths ended 30 Sep 2018 (unaudited) \$	12 mths ended 31 Mar 2019 (audited) \$
<b>Balance at beginning of period</b>	<b>2,470,427</b>	1,942,536	1,942,536
Value of bonds issued on 27 April 2018	-	500,000	500,000
Contributed capital on the bonds	-	(25,503)	(25,503)
<b>Liability component carried forward</b>	<b>2,470,427</b>	2,417,033	2,417,033
Interest accrual	<b>75,205</b>	12,986	147,781
Payment of interest on bonds	<b>(75,000)</b>	-	(135,000)
Amortisation of the premium on the bonds	<b>21,253</b>	19,361	40,613
<b>Bond liability in non-current borrowings</b>	<b>2,491,886</b>	2,449,380	2,470,427

# Condensed Notes to the Interim Financial Statements

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

### Convertible Notes

No new convertible notes have been issued in the period. The value of the convertible notes recognised in the Consolidated Statement of Financial Position is calculated as follows:

	6 mths ended 30 Sep 2019 (unaudited) \$	6 mths ended 30 Sep 2018 (unaudited) \$	12 mths ended 31 Mar 2019 (audited) \$
Balance at beginning of period	443,469	399,142	399,142
Interest accrual	20,055	19,960	39,905
Payment of interest on convertible notes	(20,000)	(15,000)	(35,000)
Amortisation of premium	19,119	20,303	39,422
<b>Total convertible notes liability recognised as non-current borrowings</b>	<b>462,644</b>	<b>424,405</b>	<b>443,469</b>

### 10. Subsidiaries

Details of the Group's subsidiaries at the end of the reporting period are as follows:

Name of subsidiary	Principal activity	Proportion of interest and voting power held by the Group	
		30 Sept 2019	31 March 2019
Blackwell Global Finance Limited	Diversified financial services	100%	100%
Philip & James Limited	Diversified financial services	100%	100%
NZF Money Limited (in receivership)	In receivership	100%	100%
Blackwell Global Funds Limited	Special purpose vehicle established as custodian for funding arrangement	100%	100%

The place of incorporation and operation for all subsidiaries is New Zealand. The balance date of all companies in the Group is 31 March.

### 11. Fair Values

The Group measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices), or indirectly (derived from prices).
- Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

As at 30 September 2019, 31 March 2019 and 30 September 2018, no assets or liabilities were recognised at fair value.

As at 30 September 2019, 31 March 2019 and 30 September 2018, cash and cash equivalents, trade and other receivables (excluding prepayments), trade and other payables and accruals approximated their fair value due to being short term.

The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of un-observable inputs.

# Condensed Notes to the Interim Financial Statements

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

The fair values of loan receivables are based on discounted cash flows using current interest rates per the loan agreements. They are classified as level 3 fair values in the fair value hierarchy due to the use of un-observable inputs.

The fair value hierarchy of the Group's financial assets and liabilities not measured at fair value is presented below.

<b>30 September 2019</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total Fair Value</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Loan receivables	-	-	2,041,661	2,041,661
Cash and cash equivalents	1,646,384	-	-	1,646,384
Other receivables	75,755	-	-	75,755
<b>Total financial assets (unaudited)</b>	<b>1,722,139</b>	<b>-</b>	<b>2,041,661</b>	<b>3,763,800</b>
Borrowings	-	-	2,954,529	2,954,529
Trade and other payables	35,792	-	-	35,792
Accruals and other liabilities	156,472	-	-	156,472
<b>Total financial liabilities (unaudited)</b>	<b>192,264</b>	<b>-</b>	<b>2,954,529</b>	<b>3,146,793</b>

<b>31 March 2019</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total Fair Value</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Loan receivables	-	-	5,377,175	5,377,175
Cash and cash equivalents	1,513,055	-	-	1,513,055
Other receivables	276	-	-	276
<b>Total financial assets (audited)</b>	<b>1,513,331</b>	<b>-</b>	<b>5,377,175</b>	<b>6,890,506</b>
Borrowings	-	5,813,896	-	5,813,896
Trade and other payables	103,583	-	-	103,583
Accruals and other liabilities	71,855	-	-	71,855
<b>Total financial liabilities (audited)</b>	<b>175,438</b>	<b>5,813,896</b>	<b>-</b>	<b>5,989,334</b>

<b>30 September 2018</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total Fair Value</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Loan receivables	-	-	5,640,753	5,640,753
Cash and cash equivalents	1,535,897	-	-	1,535,897
Other receivables	81,944	-	-	81,944
<b>Total financial assets (unaudited)</b>	<b>1,617,841</b>	<b>-</b>	<b>5,640,753</b>	<b>7,258,594</b>
Borrowings	-	-	5,773,785	5,773,785
Trade and other payables	93,896	-	-	93,896
Accruals and other liabilities	140,121	-	-	140,121
<b>Total financial liabilities (unaudited)</b>	<b>234,017</b>	<b>-</b>	<b>5,773,785</b>	<b>6,007,802</b>

# Condensed Notes to the Interim Financial Statements

## Blackwell Global Holdings Limited

For the six months ended 30 September 2019

### 12. Related Parties

The Group is controlled by Blackwell Global Group Limited (incorporated in the Cayman Islands) which owns 56.61% of the Company's shares. The Group's ultimate controlling party is Mr Kaw Sing Chai, who also owns 12.7% of the Company's shares in his own name. The remaining 30.69% of the Company's shares are widely held.

#### Related party transactions

The following expenses were paid by Blackwell Global Investments Limited on behalf of the Group. It has been agreed that these costs will not be recovered from the Group.

	6 mths ended 30 Sep 2019 (unaudited) \$	6 mths ended 30 Sep 2018 (unaudited) \$	12 mths ended 31 Mar 2019 (audited) \$
Employee expenses	-	177,915	253,793
<b>Total</b>	<b>-</b>	<b>177,915</b>	<b>253,793</b>

Blackwell Global Investments Limited also provided the Group with premises and paid the premises related costs at no charge to the Group. It has been agreed that these costs will not be recovered from the Group.

#### Other related party transactions

Invoices Issued By	Related Party	6 mths ended 30 Sep 2019 (unaudited)	6 mths ended 30 Sep 2018 (unaudited)	12 mths ended 31 Mar 2019 (audited)
Boston Kiwi Corporation	Craig Alexander	4,485	-	16,773
CM Partners Limited	Sean Joyce	-	11,600	-
Anthony Harper	Ewe Leong Lim	5,423	13,030	20,864

Anthony Harper, where director Ewe Leong Lim is a partner, provided legal services to the Group. CM Partners Limited, where director Sean Joyce is a director and shareholder, provided services to support the Group to access loan funding. Boston Kiwi Corporation, where director Craig Alexander is a partner, provided consulting and legal services to the Group.

#### Directors fees

	6 mths ended 30 Sep 2019 (unaudited) \$	6 mths ended 30 Sep 2018 (unaudited) \$	12 mths ended 31 Mar 2019 (audited) \$
Sean Joyce	43,125	43,125	86,250
Craig Alexander	25,875	25,875	51,750
Say Chan Law (James)	25,875	25,875	51,750
Ewe Leong Lim	25,875	25,875	51,750
Kaw Sing Chai (Michael)	22,500	25,875	39,750
<b>Total remuneration of directors</b>	<b>143,250</b>	<b>146,625</b>	<b>281,250</b>

# **Condensed Notes to the Interim Financial Statements**

## **Blackwell Global Holdings Limited**

**For the six months ended 30 September 2019**

### **13. Segment Reporting**

Operating segments are reported in the manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision maker is identified as the Board of Directors. The Group internally reported as a single operating segment to the chief decision-maker.

### **14. Capital Commitments**

There were no capital commitments at 30 September 2019 (31 March 2019: nil; 30 September 2018: nil).

### **15. Subsequent Events**

There have been no significant events after balance date.

### **16. Approval of Financial Statements**

The financial statements were approved by the directors and authorised for issue on 13 December 2019.

**COMPANY DIRECTORY**  
**As at 30 September 2019**

**Independent Directors**

Sean Joyce  
Craig Alexander

**Non-Executive Directors**

Kaw Sing Chai  
Say Chan Law  
Ewe Leong Lim

**Registered Office**

Level 17, 191 Queen Street  
Auckland  
Tel: 0800 379 9090

**Company Number**

1474151

**Incorporated**

22 January 2004

**Shares Issued**

439,830,488 Ordinary

**Share Registrar**

Link Market Services Limited  
Deloitte Centre, 80 Queen Street, Auckland  
Tel: 09 375 5998

**Solicitors**

Anthony Harper  
Chorus House, 66 Wyndham Street  
Auckland

**Bankers**

ASB Bank Limited  
ASB, North Wharf, 12 Jellicoe Street, Auckland

**Auditor**

William Buck  
Level 4  
21 Queen Street  
Auckland 1010