

Appendix 4E

Preliminary Final report to the Australian Stock Exchange (ASX)

Name of Entity:	SIV Asset Management Limited (ASX: SAM)
ABN:	39 143 194 165
Financial Year Ended:	30 June 2020
Previous Corresponding Reporting Period:	30 June 2019

RESULTS FOR ANNOUNCEMENT TO THE MARKET

	2020 \$'000	Percentage increase/ (decrease) over corresponding period
Revenue from continuing operations	0.04	(85.7%)
(Loss) Profit for the year from continuing operations	(295)	(13.5%)
Net (loss) profit for the year attributable to members	(295)	(13.5%)
Dividends	Amount per security	Franked amount per security
Final 2019 dividend per share	Nil	n/a
Interim 2019 dividend per share	Nil	n/a
Previous corresponding period	Nil	n/a

Net Tangible Asset Backing

	2020 \$	2019 \$
Net tangible asset per security	(0.045)	(0.022)

Dividend Information

Ex-dividend date	n/a
Record date	n/a
Payment date	n/a
Details of any dividend reinvestment	n/a

There was no gain or loss of control of entities during the current period
--

ANNUAL GENERAL MEETING

The annual general meeting date is to be determined

AUDIT REVIEW STATUS

This report is based on accounts to which one of the following applies:

1. The accounts have been audited (refer attached)
2. The accounts are in the process of being audited.
3. The accounts have been subject to review
4. The accounts have not yet been audited or reviewed.

SIV Asset Management Limited

ABN 39 143 194 165

Appendix 4E

**Preliminary Final For the year ended
30 June 2020**

Principal activities

Since the completion of the sale of its main business undertaking in April 2017, and the suspension from listing on the 10th October 2017 the Company has sought out investment opportunities, including opportunities in sectors different to that of its previous business.

On 17 April 2019, the company announced it has entered into a binding terms sheet (Terms Sheet) to acquire all the issued share capital of Balancing Rocks Zim Pty Ltd (Balancing Rocks), an Australian proprietary company. The acquisition is subject to, amongst other things, due diligence, regulatory and shareholder approvals including re-compliance with Chapters 1 and 2 of the ASX Listing Rules and completion of a capital raising of a minimum of \$4.6 million.

On the 15th May 2020 Mr Ranko Matic resigned from the board and Mr Peter Chai was appointed.

Subsequent Events

On the 21st July 2020 the company announced that it successfully raised an additional \$109,000 through the issue of convertible notes to professional, sophisticated and other exempt investors.

On the 4th of August 2020 the Prospectus was lodged with ASIC and the ASX :

On the 24th of August 2020 the following meetings were held

- general meeting to approve the transaction and change of name to Ragusa Minerals Limited
- annual General meetings for 2018 and 2019

Financial results for the year

The consolidated loss before tax attributable to shareholders of SIV Asset Management Limited was \$294,711 (2019: \$260,202). Please refer to the consolidated statement of profit or loss and other comprehensive income on page 6 for further information.

Review and results of operation

Since the completion of the sale of its main business undertaking in April 2017, the Company has sought out investment opportunities, including opportunities in sectors different to that of its previous business.

During the year the company raised the following:

On 19 August 2019, the Company advised that it has successfully raised \$73,000 through the issue of Convertible Notes to professional, sophisticated and other exempt investors.

In February 2020, the company successfully raised \$20,000 through the issue of convertible notes to professional, sophisticated and other exempt investors.

In June 2020 the company successfully raised an additional \$50,000 through the issue of convertible notes to professional, sophisticated and other exempt investors.

These Notes are for a term of 12 months and attract interest at the rate of 12% per annum to be capitalised in full upon conversion of the Notes or paid in full upon repayment of the Notes.

The funds have been raised for working capital purposes and to enable the Company to continue with the re-compliance with Chapters 1 and 2 of ASX Listing Rules. In the event that the Directors decide to pursue one or more new business opportunities, it is likely that the Company will be required to raise further funds to cover the related business acquisition costs, and provide funds for general working capital and administration expenses. The Company is currently considering a number of options to raise additional capital.

Legal Update

During the previous year the company had been in discussions with Aurora Funds Management Limited (AFML) in its capacity as a responsible entity for the Aurora Property Buy – Write Income Trust (AUP). This is in relation to the claims raised by AFML that alleged on unauthorised transfer took place of funds from AUP through to SIV Asset Management Limited and other parties. To date no formal legal claim has been brought against the company in respect of these matters and the Directors continue to seek legal advice on the matters.

Significant changes in state of affairs

There are no other significant changes in the state of affairs of the Group occurring during the financial year, other than as disclosed in this report.

Dividends

No dividend was declared and payable to shareholders for the year to 30 June 2020 (2019: nil).

The Group is subject to the Australian corporate tax rate of 27.5% (2019: 27.5%).

Financial Statements

Consolidated Statement of Profit or Loss And Other Comprehensive Income

For the year ended 30 June 2020

	Notes	2020 \$	2019 \$
Revenue from continuing operations			
Interest income		44	308
Total income		44	308
Expenses			
Finance Expense		(35,175)	(14,218)
Other expenses	3	(259,579)	(246,292)
Total operating expenses		(294,755)	(260,510)
Loss before income tax		(294,711)	(260,202)
Income tax		-	-
Loss for the year		(294,711)	(260,202)
Other comprehensive income for the year, net of income tax		-	-
Total comprehensive income		(294,711)	(260,202)
Loss for the year is attributable to			
Owners of SIV Asset Management Limited		(294,711)	(260,202)
Total comprehensive income for the year is attributable to			
Owners of SIV Asset Management Limited		(294,711)	(260,202)
Earnings per share:			
Basic earnings per share (cents)		(2.29)	(2.03)
Diluted earnings per share (cents)		(2.29)	(2.03)

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

Financial Statements

Consolidated Statement of Financial Position

As at 30 June 2020

	Notes	2020 \$	2019 \$
Current assets			
Cash and cash equivalents	4	9,164	57,815
Other current assets	5	15,780	13,671
Total current assets		24,944	71,486
Total assets		24,944	71,486
Current liabilities			
Convertible notes	7	419,135	242,251
Trade and other payables	6	183,695	113,637
Total current liabilities		602,830	355,888
Total liabilities		602,830	355,888
Net liabilities		(577,886)	(284,402)
Equity			
Share capital	8	7,790,192	7,790,192
Reserves		3,161	1,934
Accumulated losses	9	(8,371,239)	(8,076,528)
Total equity deficiency		(577,886)	(284,402)

The above consolidated statement of financial position should be read in conjunction with the accompanying notes.

Financial Statements

Consolidated Statement of Changes in Equity

For the year ended 30 June 2020

	Share Capital \$	Reserves \$	Accumulated Profits/ (losses) \$	Total \$
Balance at 30 June 2018	7,790,192	-	(7,816,326)	(26,134)
Loss for the year	-	-	(260,202)	(260,202)
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	-	-	(260,202)	(260,202)
Transaction with owners in their capacity as owners				
Issue of convertible note reserves	-	1,934	-	1,934
Balance at 30 June 2019	7,790,192	1,934	(8,076,528)	(284,402)

	Share Capital \$	Reserves \$	Accumulated Profits/ (losses) \$	Total \$
Balance at 30 June 2019	7,790,192	1,934	(8,076,528)	(284,402)
Loss for the year	-	-	(294,711)	(294,711)
Other comprehensive income for the year	-	-	-	-
Total comprehensive income for the year	-	-	(294,711)	(294,711)
Transaction with owners in their capacity as owners				
Issue of convertible note reserves	-	1,227	-	1,227
Balance at 30 June 2020	7,790,192	3,161	(8,371,239)	(577,886)

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes.

Financial Statements

Consolidated Statement of Cash Flows

For the year ended 30 June 2020

	Notes	2020 \$	2019 \$
Receipts from customers			
Payments to suppliers and employees		(205,456)	(202,668)
Interest received		13	308
GST Received		13,825	8,366
Interest and other finance costs		(33)	(33)
Net cash used in operating activities		(191,651)	(194,027)
Cash flows from financing activities			
Proceeds from issue of shares		-	-
Proceeds from issue of convertible notes		143,000	230,00
Capital raising costs paid		-	-
Net cash generated by financing activities		143,000	230,000
Net increase/(decrease) in cash and cashequivalents		(48,651)	(35,973)
Cash and cash equivalents at the beginning of the year		57,815	21,842
Cash and cash equivalents at the end of the financial year	4	9,164	57,815

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes.

Notes to the Financial Statements

1. General information

SIV Asset Management Limited (the “Company” or “SAM”) and the entity it controlled (the “Group”) is a listed public company incorporated in Australia (ASX Code: SAM). The address of its registered office and principal place of business are as follows:

**Level 2, 22 Mount Street,
Perth WA 6000 Australia**

2. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Statement of Compliance

The document has been prepared in accordance with ASX listing rule 4.3A.

(b) Basis of preparation

Historical cost convention

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities at fair value through profit or loss.

Going concern

The consolidated entity incurred an operating loss of \$294,711 (2019: \$260,202) and had cash outflows used in operating activities of \$191,651 (2019: \$194,027) for the year ended 30 June 2020. The consolidated entity has cash and cash equivalent of \$9,164 at 30 June 2020 (30 June 2019: \$57,815) and net liabilities of \$577,886 (30 June 2019: \$284,402). These conditions indicate a material uncertainty that may cast significant doubt about the Group’s ability to continue as a going concern. The financial statements have been prepared on the basis that the group is a going concern, which contemplates the continuity of its business, realisation of assets and the settlement of liabilities in the normal course of business.

The directors believe there are reasonable grounds to believe that SIV Asset Management Limited will continue as a going concern:

- On 21 July 2020 the Company announced that it successfully raised an additional \$109,000 through the issue of convertible notes to professional, sophisticated and other exempt investors.
- On 4 August 2020 the Company has lodged a prospectus and is in the process of completing capital raising to raise between \$4.6 million and \$5 million by the issue of ordinary shares and options.
- On 25 August 2020, the general meeting approved the Balancing Rocks Zim Pty Ltd transaction.
- The Directors have prepared budgets which demonstrate that, based on the above factors the Consolidated Entity has sufficient funds available to meet its commitments for at least twelve months from the date of signing this report.

Should the Group be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the Company not continue as a going concern.

The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the Company not continue as a going concern.

2. Summary of significant accounting policies (Continued)

(c) Principles of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entity it controlled for the year and at balance date. In the current year, the Group includes SAM's holding in Fortitude Capital Pty Ltd ("Fortitude"). Controlled entities are entities over which the Group has power over, and has exposure, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the activities of the entity.

Intercompany transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of the impairment of the asset transferred. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the Group.

(d) Revenue recognition

Interest income is recognised using the effective interest method.

(e) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) Trade and other payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within 60 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months from the reporting date. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

(g) Financial liabilities

Financial liabilities are measured at amortised cost using the effective interest method to discount to present value. Gains and losses on inception is recognised in the consolidated statement of profit or loss and other comprehensive income.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts the notional value through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

2. Summary of significant accounting policies (continued)

(h) Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of associated GST, unless the GST incurred is not recoverable from the taxation authority. In this case, it is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the taxation authority is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to the taxation authority, are presented as operating cash flows.

(i) Comparatives

Where required, comparative information has been reclassified for consistency with current year disclosures.

(j) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of the operating segments, has been identified as the Board of Directors.

(k) Contributed equity

Ordinary shares are classified as equity.

Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction, net of tax, from the proceeds.

(l) Fair value

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these consolidated financial statements is determined on such basis.

Notes to the Financial Statements

3. Other expenses

	2020 \$	2019 \$
Audit and tax fees	29,224	24,500
Compliance costs	50,224	39,292
Legal fees	91,876	53,959
Director fee	19,000	56,997
Consulting and personnel costs	44,659	18,800
Occupancy	-	10,164
Wages	-	13,140
Insurance	6,277	12,435
Other	18,318	17,005
Total other expenses	259,579	246,292

4. Cash and cash equivalents

	As at 30 June	
	2020 \$	2019 \$
Cash at bank and on hand	9,164	57,815
Total cash and cash equivalents	9,164	57,815

5. Other current assets

	As at 30 June	
	2020 \$	2019 \$
Prepayments	-	6,217
Goods and service tax	15,780	7,454
Total other current assets	15,780	15,671

6. Trade and other payables

	As at 30 June	
	2020 \$	2019 \$
Current liabilities		
Trade payables	118,098	56,401
Audit fees payable	41,397	36,236
Directors Fees payable	24,200	21,000
Total current liabilities	183,695	113,637

Notes to the Financial Statements

7. Convertible Notes

Key terms of the convertible notes

The Convertible Notes issued under the Capital Raising will be convertible at \$0.06 (6 cents), expire 12 months from issue, accrue interest at 12% per annum and are only convertible if the Company:

- (a) obtain shareholder approval for the issue of shares on conversion of the Notes and issue of Note Options (defined below); and
- (b) issue a prospectus enabling shares upon conversion of the Notes and Note Options to be issued without restrictions on secondary trading under the Corporations Act 2001 (Cth), being the Conversion Conditions.

Each share issued upon conversion of Notes will be accompanied by one free-attaching option (Note Option) with an exercise price of \$0.09 (9 cents) and expiring 31 December 2022. Issue of shares on conversion of Notes and issue of Note Options are subject to shareholder approval.

Subject to and conditional upon satisfaction of the Conversion Conditions, Notes convert upon the Company receiving written conditional confirmation from ASX that ASX is satisfied that, subject to the satisfaction of usual administrative conditions, the Company has met all requirements of Chapters 1 and 2 of the ASX Listing Rules and will admit the Company prior to expiration of the Notes.

Notes (and any accrued interest) are repayable in cash where one or both of the Conversion Conditions are not satisfied or where the Notes are not converted by the expiry date of the Notes. If repayable as set out above, Notes are to be repaid within 7 days of the earlier of the expiration of the Notes or the date of the general meeting at which shareholders refuse to approve the issue of shares upon conversion of Notes and the issue of Note Options.

Other than the Notes, the Company has not raised any funds or issued any securities in the six months preceding this announcement. As described above, the issue of Note Options and shares upon conversion of Notes are subject to receipt of shareholder approval.

Accounting treatment

Convertible notes are accounted for as the aggregate of a liability component and an equity component.

At initial recognition, the fair value of the liability component of the convertible notes is determined using a market interest rate for an equivalent non-convertible note. The remainder of the proceeds is allocated to the conversion option as an equity component, recognised in the Statement of Changes in Equity.

Transaction costs associated with the convertible notes are allocated to the liability and equity components in proportion to the allocation of proceeds. The liability component is subsequently carried at amortised cost, calculated using effective interest rate method, until extinguished in conversion or maturity.

Notes to the Financial Statements

8. Contributed equity

(a) Issued capital

	2020 \$	2019 \$
Ordinary shares	7,790,192	7,790,192
Total contributed equity	7,790,192	7,790,192

(b) Movement in ordinary share capital

	2020 Shares	2019 Shares	2020 \$	2019 \$
Ordinary shares				
Opening balance	12,842,316	12,842,316	7,790,192	7,709,192
Shares Issued	-	-	-	-
Total ordinary shares	12,842,316	12,842,316	7,790,192	7,790,192

9. Accumulated Losses

	2020 \$	2019 \$
Retained earnings	(8,371,239)	(8,076,528)
Balance at beginning of year	(8,076,528)	(7,816,326)
Profit/(loss) attributable to owners of the Group	(294,711)	(260,202)
Balance at end of year	(8,371,239)	(8,076,528)