



ACN 009 106 049

HALF YEAR REPORT
Incorporating
APPENDIX 4D ASX HALF-YEAR INFORMATION
30 JUNE 2017

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Table of Contents	Page
CORPORATE DIRECTORY	1
RESULTS FOR ANNOUNCEMENT TO THE MARKET	2
REVIEW OF OPERATIONS	3
DIRECTORS' REPORT	4
AUDITOR'S INDEPENDENCE DECLARATION	6
INDEPENDENT AUDITOR'S REVIEW REPORT	7
DECLARATION BY DIRECTORS	9
CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	10
CONSOLIDATED STATEMENT OF FINANCIAL POSITION	11
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY	12
CONSOLIDATED STATEMENT OF CASH FLOW	13
NOTES TO THE FINANCIAL STATEMENTS	14
SUPPLEMENTARY APPENDIX 4D INFORMATION	19

This interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 December 2016 and any public announcements made by Raffles Capital Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

Corporate Directory

Raffles Capital Limited

ACN 009 106 049
ABN 66 009 106 049

Registered and Corporate Office

Level 2
Hudson House
131 Macquarie Street
Sydney NSW 2000
Telephone: +61 2 9251 7177
Fax: +61 2 9251 7500
Website: www.rafflescapital.com.au

Auditors

K.S. Black & Co
Level 5
350 Kent Street
Sydney NSW 2000
Telephone: +61 2 8839 3000

Lawyers

Piper Alderman
Level 23, Governor Macquarie Tower
1 Farrer Place
Sydney NSW 2000
Telephone: +61 2 9253 9999

Bankers

Australia and New Zealand Banking Group Limited
Level 16 20 Martin Place
Sydney NSW 2000
Telephone: +61 2 9216 2200

Directors

Abigail Zhang (Executive Chairman)
Richard Holstein
Benjamin Amzalak

Company Secretary

Richard Holstein

Share Registry

Computershare Investor Services Pty Limited
Level 3
60 Carrington Street
Sydney NSW 2000
Australia
Telephone: 1300 850 505

ASX Code – RAF

Raffles Capital Limited shares are listed on the Australian Securities Exchange.

This financial report covers the Consolidated Entity consisting of Raffles Capital Limited and its controlled entities.

Raffles Capital Limited is a company limited by shares, incorporated and domiciled in Australia.

HALF-YEAR ENDED 30 June 2017
RESULTS FOR ANNOUNCEMENT TO THE MARKET

				\$
Revenue from ordinary activities	Down	100%	to	Nil
Profit/(loss) from ordinary activities after tax	Down	36%	to	(145,476)
Net Profit/(loss) for the period attributable to members	Down	147%	to	330,729

Dividends/distributions	Amount per security	Franked amount per security
Final dividend	\$Nil	N/A
Interim dividend	\$Nil	N/A

No dividends or distributions were declared or paid during the reporting period.

The decrease in the net loss from the previous corresponding period reflects the consolidated entity is identifying new business opportunities during reporting period.

REVIEW OF OPERATIONS

During the first half of 2017, Raffles Capital Limited (the Company) has continued to identify a new business development allowing it to grow is commercial and corporate opportunities, synergic partnerships and project finance.

Corporate

On 31 January 2017 the shareholders approved a selective buy back of 3.183 million shares and a 1 for 5 consolidation of the Company's securities.

On 20 February 2017 the Company issued 1,020,000 post consolidated shares to a director and former director in lieu of a portion of the payment of director's fees.

On 28 April 2017 the Company raised new funding of \$120,000 by issuing 600,000 new shares at 20 cents to sophisticated investors, the proceeds being used to raise working capital.

On 31 May 2017 the shareholders of the Company approved at a general meeting all resolutions put to the meeting on a show of hands.

On 1 June 2017 Henry Kinstlinger resigned as Company Secretary replaced by Richard Holstein.

Acquisition of GasHub

On 24 May 2017 the Company announced that it had signed a binding heads of agreement (subject to conditions precedent and shareholder approval) to acquire 2 Singaporean domiciled companies, Gashubin Engineering Pte Ltd and Gashubin Technology Pte Ltd (the Gashub Group) and its intention to raise \$10 million via a public offer prospectus to issue up to 50 million shares at 20 cents each to fund its working capital following this acquisition.

Subsequently, on 7 August 2017 the Company announced that it had executed a formal share sale agreement with Gashub Group's security holders with the effect that, subject to the satisfaction of certain conditions precedent, the Company will acquire all the issued shares in the Gashub Group for consideration of 150 million shares in the Company to be issued to the Gashub Group shareholders.

Further on 9 August 2017 the Company announced its intention to hold a shareholders meeting in September 2017 to seek approval to acquire the Gashub Group, change the company name and scale and nature of the Company's activities as well as lodge a prospectus with ASIC to raise up to \$10 million by the issue of 50 million shares at 20 cents each.

Gashub Engineering was formed over 25 years ago and provides services commencing with the consultation and design phase to construction and installation of various project types relating to gas pipe installation, diversion, termination and capping off, re-commissioning, repair and extension for residential, commercial and industrial clients around Singapore. The acquisition will allow the Gashub Group to expand its businesses throughout the Asia Pacific region commencing in Australia and New Zealand.

DIRECTORS' REPORT

Your directors present their report on the consolidated entity consisting of Raffles Capital Limited (**Company**) (ASX: RAF) and the entities it controlled at the end of or during the period ended 30 June 2017 and the Auditor's Review Report thereon.

Principal activities	The consolidated entity is identifying further business development opportunities in commercial and corporate sectors. There was no change to the nature of these activities during the reporting period.
Financial performance	The consolidated entity recorded a net profit after tax for the six months ended 30 June 2017 of \$0.33 million (2016: loss \$0.6 million). Total shareholders funds as at 30 June 2017 are deficit \$0.07 million.
Review of operations	Information on the operations and financial position of the consolidated entity and its business strategies and prospects are set out in the Review of Operations on page 3 of this report.
Dividends	The Directors of the Company do not recommend that any amount be paid by way of dividend. The Company has not paid or declared any amount by way of dividend since the commencement of the financial year.

Directors

The following persons were directors of the Company during the whole of the period and up to the date of this report, unless otherwise stated:

Abigail Zhang	Executive Chairman
Richard Holstein	Non-Executive Director
Benjamin Amzalak	Non-Executive Director

Subsequent Events

On 7 August 2017, the Company announced that it had executed a formal share sale agreement (subject to conditions precedent & shareholder approval) to acquire 2 Singaporean domiciled companies, Gashubin Engineering Pte Ltd & Gashubin Technology Pte Ltd (the Gashub Group) for a consideration of 150 million of the Company's securities. A shareholder meeting has been called for 13 September 2017 to approve the transaction and to issue a prospectus to raise up to \$A 10 million for working capital.

Further on 9 August 2017 the Company announced its intention to hold a shareholders meeting in September 2017 to seek approval to acquire the Gashub Group, change the company name and scale and nature of the Company's activities as well as lodge a prospectus with ASIC to raise up to \$10 million by the issue of 50 million shares at 20 cents each.

At the date of this report, apart from the Gashub Group transaction, there are no other matters or circumstances which have arisen since 30 June 2017 that have significantly affected or may significantly affect:

- the operations, in financial half-year subsequent to 30 June 2017, of the Group;
- the results of those operations; or
- the state of affairs, in financial half-year subsequent to 30 June 2017, of the Group.

Likely Developments

The Company intends to identify and pursue further business opportunities offering additional prospects for growth in the longer term.

DIRECTORS' REPORT (continued)

Auditor's Independence Declaration

A copy of the independence declaration by the auditor K.S. Black and Co. under section 307C is included on page 6 of this half year financial report.

Signed in accordance with a resolution of the Directors:



Abigail Zhang
Executive Chairman



Richard Holstein
Director

Sydney
18 August 2017

AUDITOR'S INDEPENDENCE DECLARATION

Level 6
350 Kent Street
SYDNEY NSW 2000

75 Lyons Road
DRUMMOYNE NSW 2047

K.S. Black & Co.

ABN 48 117 620 556

20 Grose Street
North Parramatta NSW 2151

PO Box 2210
North Parramatta NSW 1750

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF RAFFLES CAPITAL LIMITED

I declare that, to the best of my knowledge and belief, during the half year ended 30 June 2017 there has been:

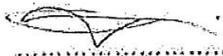
- a. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- b. no contraventions of any applicable code of professional conduct in relation to the audit.

The entities are in respect of Raffles Capital Limited and the entities it controlled during the period.

KS Black & Co
Chartered Accountants

Scott Bennison
Partner

Dated in Sydney on this *10th* day of *August* 2017


.....
Scott Bennison
Partner

Phone 02 8839 3000
Fax 02 8839 3055

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scheme approved
under Professional
Standards Legislation


CHARTERED ACCOUNTANTS
AUSTRALIA • NEW ZEALAND

INDEPENDENT AUDITOR'S REVIEW REPORT

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the Members of Raffles Capital Limited

Report on the Half-Year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Raffles Capital Limited, which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, the consolidated statement in changed in equity and the statement of cash flows for the half-year ended on that date, noted comprising a statement of accounting policies and other explanatory information, and the directors' declaration of the entity comprising the company at the half-year's end or from time to time during the half-year.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half year financial report of Raffles Capital Limited does not present fairly, in all material respects, the financial position of Raffles Capital Limited as at 30 June 2017, and of its financial performance and its cash flows for the half year ended on that date, in accordance with Australian Auditing and Assurance Standards applicable to review engagements.

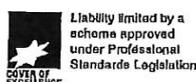
Directors' responsibility for the financial report

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 the Corporations Act 2001 and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Performed by 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 Corporation Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 30 June 2017 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the

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INDEPENDENT AUDITOR'S REVIEW REPORT (continued)

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Corporations Regulations 2001. As the auditor of Raffles Capital Limited, ASRE 2410 required 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, primary of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is subsequently less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurances that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Raffles Capital Limited, would be in the same terms if given to the directors as at the time of this auditor's report.

Conclusion

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 Raffles Capital Limited is not in accordance with the *Corporations Act 2001* including:

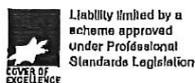
- a) giving a true and fair view of the entity's financial position as at 30 June 2017 and of its performance for the financial half-year ended on that date; and
- b) complying with Australian Accounting Standards *AASB 134 Interim Financial Reporting and Corporations Regulations 2001*

KS Black & Co
Chartered Accountants


Scott Bennison
Partner

Dated: 18/8/17

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DECLARATION BY DIRECTORS

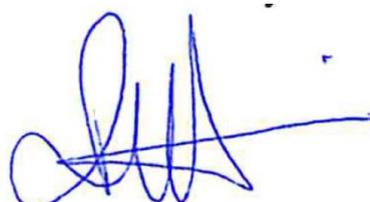
The Directors of the Company declare that:

1. The financial statements and notes, set out on pages 10 to 18, are in accordance with the *Corporations Act 2001*, and:
 - i give a true and fair view of the financial position of the consolidated entity as at 30 June 2017 and of its performance for the six months ended on that date; and
 - ii comply with Australian Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.
2. In the Directors' opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Directors:



Abigail Zhang
Executive Chairman



Richard Holstein
Director

18 August 2017

CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the six months ended 30 June 2017

	Notes	Consolidated	
		Half-year ended 30 Jun 17 \$	Half-year ended 30 Jun 16 \$
Revenue			
Other Income	2	-	4
Administration expenses	2	(145,476)	(228,423)
Finance expenses		-	(519)
Profit/ (loss) before income tax		(145,476)	(228,938)
Income tax		-	-
Profit/ (loss) after tax for the period		(145,476)	(228,938)
Other comprehensive Income			
Other comprehensive income before income tax	2	476,205	(465,000)
Income tax expense		-	-
Other comprehensive income after tax		476,205	(465,000)
Total comprehensive income for the period		330,729	(693,938)
Profit/(loss) attributable to non-controlling interests		-	-
Total comprehensive Income/(loss) attributable to Members of Parent Entity		330,729	(693,938)
		Cents	Cents
Basic earnings/(loss) per share		5.44	(2.54)
Diluted earnings/(loss) per share		5.44	(2.14)

This Statement of Profit or Loss and other Comprehensive Income is to be read in conjunction with the notes to the financial report.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30 June 2017

	Notes	Consolidated	
		30 Jun 17	31 Dec 16
		\$	\$
ASSETS			
Current assets			
Cash and cash equivalents		58,082	4,390
Trade and other receivables	3	3,289	5,677
Financial assets		10	10
Other current assets		-	322
Total current assets		<u>61,381</u>	<u>10,399</u>
Non-current assets			
Other non-current assets		-	-
Total non-current assets		<u>-</u>	<u>-</u>
Total Assets		<u>61,381</u>	<u>10,399</u>
LIABILITIES			
Current liabilities			
Trade and other payables	4	<u>133,412</u>	<u>260,954</u>
Total current liabilities		<u>133,412</u>	<u>260,954</u>
Non-current liabilities			
Trade and other payables		-	-
Total Non-current liabilities		<u>-</u>	<u>-</u>
Total Liabilities		<u>133,412</u>	<u>260,954</u>
(Deficiency in Net Funds)/Net Assets		<u>(72,031)</u>	<u>(250,555)</u>
EQUITY			
Issued Capital	5	9,489,692	9,641,897
Reserves		4,525	4,525
Retained profits / (accumulated losses)		<u>(9,566,248)</u>	<u>(9,896,977)</u>
Total equity attributable to equity holder of parent equity		<u>(72,031)</u>	<u>(250,555)</u>
Non-controlling interest		-	-
(Deficiency in Total Equity)/Total Equity		<u>(72,031)</u>	<u>(250,555)</u>

This Statement of Financial Position is to be read in conjunction with the notes to the financial report.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the six months ended 30 June 2017

	Note	Issued Capital \$	Reserves \$	Accumulated Losses \$	Total Equity \$
Consolidated					
At 31 December 2015		9,451,897	-	(8,858,904)	592,993
Share placement		190,000	-	-	190,000
Movement for the period		-	4,525	-	4,525
Loss for the period		-	-	(693,938)	(693,938)
At 30 June 2016		9,641,897	4,525	(9,552,842)	93,580
At 30 June 2016		9,641,897	4,525	(9,552,842)	93,580
Share placement		-	-	-	-
Loss for the period		-	-	(344,135)	(344,135)
At 31 December 2016	5	9,641,897	4,525	(9,896,977)	(250,555)
At 31 December 2016	5	9,641,897	4,525	(9,896,977)	(250,555)
Share placement		120,000	-	-	120,000
Share issued – in lieu service rendered		204,000	-	-	204,000
Selective share buy back		(476,205)	-	-	(476,205)
Profit for the period		-	-	330,729	330,729
At 30 June 2017	5	9,489,692	4,525	(9,566,248)	(72,031)

This Statement of Changes in Equity is to be read in conjunction with the notes to the financial report.

CONSOLIDATED STATEMENT OF CASH FLOW

For the six months ended 30 June 2017

	Consolidated	
	Half-year ended 30 Jun 17	Half-year ended 30 Jun 16
	\$	\$
Cash flows from operating activities		
Payments to suppliers and employees	(66,308)	(211,593)
Interest received	-	4
Net cash (used in)/ provided by operating activities	(66,308)	(211,589)
Cash flows from investing activities		
Proceed from disposal of investment	-	-
Acquisition of Investment	-	-
Net cash (used in)/ provided by investing activities	-	-
Cash flows from financing activities		
Shares issued	120,000	-
Share issue costs	-	-
Convertible notes	-	-
Net cash provided by/(used in) financing activities	120,000	-
Net increase/(decrease) in cash and cash equivalents	53,692	(211,589)
Cash and cash equivalents at the beginning of the financial period	4,390	263,739
Cash and cash equivalents at the end of the financial period	58,082	52,150

This Statement of Cash Flow is to be read in conjunction with the notes to the financial report

NOTES TO THE FINANCIAL STATEMENTS

For the six months ended 30 June 2017

1. BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL REPORT

Reporting Entity

Raffles Capital Limited (the "**Company**") is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 30 June 2017 comprises the Company and its controlled entities (together referred to as the "**consolidated entity**").

Statement of Compliance

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134: *Interim Financial Reporting* and the *Corporations Act 2001*.

The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the consolidated entity as at and for the year ended 31 December 2016.

This consolidated interim financial report was approved by your Board of Directors.

Estimates

The preparation of the interim financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this consolidated interim financial report, the significant judgement made by management in applying the consolidated entity's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report as at and for the year ended 31 December 2016.

Going Concern

This financial report has been prepared on a going concern basis, which contemplates the continuity of business activities and the realisation of assets and payments of liabilities in the normal course of business.

The directors believe the Company will be able to pay its debts as and when they fall due and to fund near term anticipated activities.

Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the six months ended 30 June 2017

Principles of consolidation

Subsidiaries

The consolidated financial statements incorporate the assets and liabilities of all subsidiaries of Raffles Capital Limited (the **parent entity**) as at reporting date and the results of all subsidiaries for the year then ended. Raffles Capital Limited and its subsidiaries together are referred to in this financial report as the **Group**.

Subsidiaries are all those entities over which the Group has the power to govern the financial and operating policies so as to obtain benefits from the entity's activities generally accompanying a shareholding of more than one-half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Group controls another entity.

Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases. The financial performance of those activities is included only for the period of the year that they were controlled.

The purchase method of accounting is used to account for the acquisition of subsidiaries by the Group.

Intercompany transactions, balances and unrealised gains on transactions between consolidated entity 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.

Business combinations occur where an acquirer obtains control over one or more businesses. A business combination is accounted for by applying the acquisition method, unless it is a combination involving entities or businesses under common control. The business combination will be accounted for from the date that control is attained, whereby the fair value of the identifiable assets acquired and liabilities (including contingent liabilities) assumed is recognised (subject to certain limited exemptions).

When measuring the consideration transferred in the business combination, any asset or liability resulting from a contingent arrangement is also included. Subsequent to initial recognition, contingent consideration classified as equity is not remeasured and its subsequent settlement accounted for within equity. Contingent consideration classified as an asset or liability is remeasured in each reporting period to fair value, recognising any change to fair value in profit or loss, unless the change in value can be identified as existing at acquisition date.

All transaction costs incurred in relation to business combinations are recognised as expenses in profit or loss when incurred.

The acquisition of a business may result in the recognition of goodwill or a gain from a bargain purchase.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the six months ended 30 June 2017

2. REVENUE AND EXPENSES

Profit/(loss) before income tax includes the following specific revenues and expenses:

	Consolidated	
	Half-year ended 30 Jun 17 \$	Half-year ended 30 Jun 16 \$
Other Income		
Interest Income	-	4
	<u>-</u>	<u>4</u>
Administration Expenses		
Directors Fee	(63,000)	(82,000)
Consulting and professional fee	(37,000)	(102,436)
Other administrative and operating expenditures	(45,476)	(43,987)
	<u>(145,476)</u>	<u>(228,423)</u>
Other Comprehensive Income		
Share placement fund in trust-share cancelled	476,205	(465,000)
Other	-	-
	<u>476,205</u>	<u>(465,000)</u>

3. TRADE AND OTHER RECEIVABLES

	Consolidated	
	As at 30 Jun 17 \$	As at 31 Dec 16 \$
Share placement fund held in trust	-	476,204
Provision for share cancellation	-	(476,204)
Receivable - GST	3,289	5,677
Receivable – related parties	867,800	867,800
Provision for doubtful debt	(867,800)	(867,800)
	<u>3,289</u>	<u>5,677</u>

4. TRADE AND OTHER PAYABLES

	Consolidated	
	As at 30 Jun 17 \$	As at 31 Dec 16 \$
Current		
Trade payable	113,850	54,898
Accrued payable	19,562	206,056
	<u>133,412</u>	<u>260,954</u>

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the six months ended 30 June 2017

5. CONTRIBUTED EQUITY

	Consolidated		Consolidated	
	As at 30 Jun 17 Shares	As at 31 Dec 16 Shares	As at 30 Jun 17 \$	As at 31 Dec 16 \$
Share capital issued	6,583,380	28,000,186	9,489,692	9,641,897

(a) Movements in ordinary share capital during the period

Balance at beginning of one period	28,000,186	26,100,186	9,641,897	9,451,897
Share placement	600,000	1,900,000	120,000	190,000
Share Issued in lieu of services	5,100,000	-	204,000	-
Selective share buy back	(3,183,334)	-	(476,205)	-
Share consolidation 5 to 1	(23,933,472)	-	-	-
Share issuing costs	-	-	-	-
Balance at the end of period	6,583,380	28,000,186	9,489,692	9,641,897

(b) Options

No options issued or granted over unissued shares during the reporting period.

(c) Terms and Conditions

Each ordinary share participates equally in the voting rights of the Company. Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on the shares held.

6. COMMITMENTS

	Consolidated	
	As at 30 Jun 17 \$	As at 31 Dec 16 \$
Remuneration expenditure commitments		
Salary and other remuneration commitments under long-term employment contracts existing at reporting date not recognised as liabilities:		
Within one year	-	-
Later than one year but not later than 5 years	-	-
Later than 5 years	-	-
	-	-

There was one service agreements in place formalising the term of remuneration of directors. The agreements have no specific term and may be terminated by either party.

Corporate Services agreements

The Company has entered into a corporate management service agreement with Hudson Corporate Limited pursuant to which Hudson Corporate Limited has agreed to provide its management, registered office, administrative, accounting and secretarial services.

The term of the Corporate Services Agreement is two years and the fee payable is that amount agreed between the parties from time to time. The terms of the Service Agreement provide that Hudson Corporate Limited shall act in accordance with the directions of the Board.

There are no other material commitments as at the date of this report.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the six months ended 30 June 2017

7. CONTINGENCIES

Contingent assets and liabilities

The parent entity and Group had no material contingent assets and liabilities at the reporting date.

Guarantees

There was no cross guarantees by Raffles Capital Limited and its wholly owned controlled entities. No deficiency of assets exists in the consolidated entity as a whole.

No material losses are anticipated in respect of any of the above contingent liabilities.

8. SEGMENT INFORMATION

The consolidated entity operates predominately in one business and one geographical segment. The entity is identifying new business opportunities.

9. EVENTS SUBSEQUENT TO BALANCE DATE

On 7 August 2017 the Company announced that it had executed a formal share sale agreement with Gashub Group's security holders with the effect that, subject to the satisfaction of certain conditions precedent, the Company will acquire all the issued shares in the Gashub Group for consideration of 150 million shares in the Company to be issued to the Gashub Group shareholders.

Further on 9 August 2017 the Company announced its intention to hold a shareholders meeting in September 2017 to seek approval to acquire the Gashub Group, change the company name and scale and nature of the Company's activities as well as lodge a prospectus with ASIC to raise up to \$10 million by the issue of 50 million shares at 20 cents each.

At the date of this report there are no other matters or circumstances, other than noted above, which have arisen since 30 June 2017 that have significantly affected or may significantly affect:

- the operations, in financial half year subsequent to 30 June 2017, of the consolidated entity;
- the results of those operations; or
- the state of affairs, in financial half year subsequent to 30 June 2017, of the consolidated entity.

SUPPLEMENTARY APPENDIX 4D INFORMATION

NTA Backing

	30 Jun 2017	31 Dec 2016
Net tangible asset backing per ordinary share	(1.09) cents	(0.89) cents

Controlled Entities Acquired

No controlled entity was acquired during the reporting period.

Loss of Control of Entities During the Period

No controlled entity was disposed during the reporting period.

Subsequent Events

Refer Note 9 to the financial statements.

Accounting Standards

Australian Accounting Standards have been used in the preparation of this report.

Other Significant Information

All significant information in relation to the financial performance and position of Raffles Capital Limited has been disclosed in the attached report.

Returns to Shareholders

No distribution/dividend paid this year. The company does not have a dividend/distribution reinvestment plan.

Associated and Joint Venture Entities

None during the reporting period.

Audit Alert

The Auditor's Review Report is included in the financial statements.