

Appendix 4D

Half Year Report

1. Company Details

Name of entity: Axxis Technology Group Limited
ABN: 98 009 805 298
Reporting Period: For the half year ended 31 December 2017
Previous Period: For the half year ended 31 December 2016

2. Results for announcement to the market

Comparison to previous corresponding period	Increase/Decrease	Change %	\$'000
Revenue from ordinary activities	down	100%	-
Loss after tax from ordinary activities attributable to members	down	11.05%	(125,608)
Loss attributable to members	down	11.0%	(125,608)

	31 Dec 2017	31 Dec 2016
Basic earnings per share	(0.32)	(0.006)
Diluted earnings per share	(0.32)	(0.006)

Dividends

There were no dividends paid, recommended or declared during the current financial period.

Comments

The loss for the Company after providing for income tax amounted to \$125,608 (31 December 2016 \$141,218)

3. Net Tangible Assets

	Reporting Period Cents	Reporting Period Cents
Net tangible asset per ordinary security	0.01	0.01

4. Control Gained Over Entities

Not Applicable.

5. Control Lost Over Entities

Appendix 4D

Half year Report

Not Applicable.

6. Dividends

Current Period

There we no dividends paid, recommended or declared during the current financial period.

Previous period

There we no dividends paid, recommended or declared during the previous financial period.

7. Dividend Reinvestment Plans

Not Applicable.

8. Details of Associate and Joint Venture Entities

Not Applicable.

9. Foreign Entities

Details of origin of accounting standards used in compiling the report:

Not Applicable.

10. Audit Qualification Review

Details of audit/review dispute or qualification (if any):

The financial statements were subject to ta review by the auditors and the review report I attached as part of the Half-Year report.

11. Attachments

Details of attachments (if any):

The Half Year Report for the half year ended 31 December 2017 of Axxis Technology Group Limited is attached.

12. Signed

Signed



Date: 27 February 2018

Justyn Stedwell
Director

AXXIS TECHNOLOGY COMPANY LTD

ABN 98 009 805 298

FINANCIAL REPORT

FOR THE HALF-YEAR ENDED

31 DECEMBER 2017

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DIRECTORS' REPORT

The Directors of Axxis Technology Company Limited ("AYG" or "the Company") present their report, together with the financial statements, on the Company for the half-year ended 31 December 2017.

It is recommended that the Directors' Report be read in conjunction with the annual financial statements for the year ended 30 June 2017 and considered together with any public announcement made by the Company during the Period and up to the date of this report.

1. DIRECTORS

The names of the Company's Directors who held office during the Period and until the date of this report are set out below. The Directors were in office for this entire Period unless otherwise stated.

Director	Position	Duration of Appointment
Mr Justyn Stedwell	Non-Executive Director	
Mr Jeremy King	Non-Executive Director	Appointed 11 January 2017
Mr Eddie King	Non-Executive Director	Appointed 11 January 2017

2. REVIEW OF OPERATIONS AND ACTIVITIES

During the financial half-year the Company continued with its search for a suitable company for acquisition opportunities, in which to merge its operating business and re-commence active trading in a profitable business sector.

To date, the Company has not been able to identify a suitable company that meets the targeted criteria.

Current operating costs consist of administration and consultant costs in relation to compliance and advisory activities in support of the Company's objective to acquire suitable business assets that would add significant value to the Axxis shareholders.

AXXIS TECHNOLOGY GROUP LIMITED

DIRECTORS' REPORT

3. FINANCIAL RESULTS

The financial results of the Company for the half year ended 31 December 2017 are:

	31-Dec-17	30-Jun-17
Cash and cash equivalents (\$)	289,396	422,088
Net assets (\$)	281,588	407,196

	31-Dec-17	31-Dec-16
Net loss after tax (\$)	(125,608)	(141,218)
Loss per share (cents)	(0.32)	(0.006)

4. EVENTS OCCURRING AFTER REPORTING DATE

There are no matters or circumstances which have arisen since the end of the half-year which significantly affected or may significantly affect the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity in subsequent financial periods.

5. AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's independence declaration under s 307C of the Corporations Act 2001 is set out on page 6 for the half-year ended 31 December 2017.

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



Justyn Stedwell
Non-Executive Director
27 February 2018

27 February 2018

The Board of Directors
Axxis Technology Group Ltd
Suite 4, Level 1
11 Ventnor Avenue,
WEST PERTH, WA 6005

Dear Board Members

Axxis Technology Group Ltd

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the Directors of Axxis Technology Group Ltd.

As lead audit partner for the review of the financial report of Axxis Technology Group Ltd for the half-year ended 31 December 2017, I declare that to the best of my knowledge and belief, that there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the audit.

Yours sincerely

**CROWE HORWATH SYDNEY**

JOHN HAYDON
Senior Partner

AXXIS TECHNOLOGY GROUP LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Note	31-Dec-17 \$	31-Dec-16 \$
Other Income	3	21,035	-
Occupancy expenses		-	(5,000)
Administration	4	(136,572)	(95,084)
Other expenses	5	(10,057)	(40,950)
Finance costs		(14)	(184)
Loss before income tax for the period		(125,608)	(141,218)
Income tax expense		-	-
Loss after income tax for the period		(125,608)	(141,218)
Total comprehensive loss for the year attributable to members of Axxis Technology Company Limited		(125,608)	(141,218)
Loss per share for the year attributable to the members of Axxis Technology Company Limited:			
Basic and diluted loss per share (cents)	10	(0.32)	(0.006)

The Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the notes to the financial statements.

AXXIS TECHNOLOGY GROUP LIMITED

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017

	Note	31-Dec-17 \$	30-Jun-17 \$
ASSETS			
Current Assets			
Cash and cash equivalents	6	289,396	422,008
Trade and other receivables		10,863	2,269
Total Current Assets		300,259	424,277
		300,259	424,277
TOTAL ASSETS		300,259	424,277
LIABILITIES			
Current Liabilities			
Trade and other payables	7	18,671	17,081
Total Current Liabilities		18,671	17,081
TOTAL LIABILITIES		18,671	17,081
NET ASSETS		281,588	407,196
EQUITY			
Issued capital	8	51,548,154	51,548,154
Accumulated losses		(51,266,566)	(51,140,958)
TOTAL EQUITY		281,588	407,196

The Statement of Financial Position should be read in conjunction with the notes to the financial statements.

AXXIS TECHNOLOGY GROUP LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Issued Capital	Accumulated Losses	Total Equity
	\$	\$	\$
At 1 July 2017	51,548,154	(51,140,958)	407,196
Loss for the period	-	(125,608)	(125,608)
Total comprehensive income/(loss) for the year after tax	-	(125,608)	(125,608)
Balance at 31 December 2017	51,548,154	(51,266,566)	281,588
 At 1 July 2016	 51,197,154	 (50,877,410)	 319,744
Loss for the period	-	(141,218)	(141,218)
Total comprehensive income/(loss) for the year after tax	-	(141,218)	(141,218)
 Balance at 31 December 2016	 51,197,154	 (51,018,628)	 (178,526)

The Statement of Changes in Equity should be read
in conjunction with the notes to the financial statements.

AXXIS TECHNOLOGY GROUP LIMITED

STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED 31 DECEMBER 2017

	31-Dec-17	31-Dec-16
	\$	\$
Cash flows used in operating activities		
Receipts from customers	-	17,193
Payment to suppliers and employees	(153,647)	(199,270)
Interest and other finance costs paid	-	(184)
Interest received	21,035	-
Net cash flows used in operating activities	(132,612)	(182,261)
 Cash flows from investing activities		
Payment of Loan to WindTurbine Pty Ltd	(200,000)	-
Payment of Loan from WindTurbine Pty Ltd to AYG	200,000	-
Net cash flows provided by investing activities	-	-
 Net increase/(decrease) in cash and cash equivalents	(132,612)	(182,261)
Cash and cash equivalents at the beginning of the year	422,008	354,854
Cash and cash equivalents at the end of the year	289,396	172,593

The Statement of Cash Flows should be read in conjunction with the notes to the financial statements.

AXXIS TECHNOLOGY GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

These general purpose interim financial statements for half-year reporting period ended 31 December 2017 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim Financial Reporting. The Company is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Axxis Technology Company Limited ("the Company"). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2017, together with any public announcements made during the following half-year.

Significant accounting judgments and key estimates

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

In preparing this half-year financial report, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report for the year ended 30 June 2017.

(a) Accounting Policies

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

(b) Adoption of new and revised accounting standards

In the half year ended 31 December 2017, the Company has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 July 2017. It has been determined by the Company that, there is no impact, material or otherwise, of the new and revised standards and interpretations on its business and therefore no change is necessary to the Company accounting policies.

Any new, revised or amending Accounting Standards or Interpretations that are not yet mandatory have not been early adopted by the consolidated entity.

(c) Going Concern

As at 31 December 2017, the Company had cash and cash equivalents of \$289,396 (30 June 2017 \$422,008) and has a net current asset position of \$281,508 (30 June 2017: \$407,196). The loss for the period was \$125,608 (2016: \$141,218).

The Company's operating costs primarily consist of administration costs and advisory costs in support of the Company's objective to acquire suitable business assets that would add significant value to the Company's shareholders.

AXXIS TECHNOLOGY GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Considering matters outlined above, the Directors of the Company are of the view the entity will continue as a going concern as there is sufficient cash available to the entity to cover minimal operating expenses associated with maintaining the current level of activity for at least 12 months from approval of these financial statements.

NOTE 2: OPERATING SEGMENTS

The Company has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. The information presented in the financial report is the same information that is viewed by the Directors.

The Company is currently operating in one business segment being an administrative entity in the technology sector and one geographic segment being Australia.

NOTE 3: OTHER INCOME

The following other income items are relevant in explaining the financial performance for the interim period:

	31-Dec-17 \$	31-Dec-16 \$
(a) Other Income		
Interest received	535	-
Interest received in relation to the WindTurbine Pty Ltd Loan ⁽ⁱ⁾	20,500	-
	21,035	-

- (i) During the period, the company received full repayment of the working capital loan of the \$200,000 loan paid to WindTurbine Pty Ltd, which included interest at a rate of 10% per annum.

AXXIS TECHNOLOGY GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

NOTE 4: ADMINISTRATION EXPENSES

The following administration expense items are relevant in explaining the financial performance for the interim period:

	31-Dec-17 \$	31-Dec-16 \$
(a) Administration expenses		
Compliance Fees	79,481	23,468
Insurance	8,396	6,459
Director Fees	36,000	52,499
General expenses	12,695	12,659
	136,572	95,085

NOTE 5: OTHER EXPENSES

The following other expense items are relevant in explaining the financial performance for the interim period:

	31-Dec-17 \$	31-Dec-16 \$
(a) Other Expenses		
Legal Fees	-	25,000
Consulting & Accounting Fees	10,057	15,950
	10,057	40,950

NOTE 6: CURRENT ASSETS – CASH AND CASH EQUIVALENTS

	31-Dec-17 \$	30 Jun-17 \$
Cash at Bank	289,396	422,008
	289,396	422,008

AXXIS TECHNOLOGY GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

NOTE 7: CURRENT LIABILITIES – TRADE AND OTHER PAYABLES

	31-Dec-17 \$	30 Jun-17 \$
Accrued Expenses	16,000	17,081
Other payables	2,671	-
	18,671	2,269

NOTE 8: EQUITY DIVIDENDS

There were no dividends paid, recommended or declared during the current or previous financial half year.

NOTE 9: CONTINGENCIES

There are no known contingent liabilities or contingent assets at reporting date.

AXXIS TECHNOLOGY GROUP LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

NOTE 10: EARNINGS PER SHARE

	31-Dec-17	31-Dec-16
	\$	\$
Loss after income tax attributable to owners of Axxis Technology Company Ltd	(125,608)	(141,218)
Weighted average number of ordinary shares used in calculated basic earnings per share	38,937,402	2,560,406,871
Basic earnings per share (cents)	(0.32)	(0.006)

NOTE 11: EVENTS AFTER THE END OF THE INTERIM PERIOD

There has not been any matter, or circumstance, that has arisen since the half-year ended 31 December 2017, that has significantly affected, or may significantly affect, the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity.

AXXIS TECHNOLOGY GROUP LIMITED

DIRECTORS' DECLARATION FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

In accordance with a resolution of the directors of Axxis Technology Limited, the directors of the company declare that:

1. The financial statements and notes, as set out on pages 7 to 15 are in accordance with the *Corporations Act 2001*, including:
 - a. complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - b. giving a true and fair view of the Company's financial position as at 31 December 2017 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 company will be able to pay its debts as and when they become due and payable.



Justyn Stedwell
Non-Executive Director
27 February 2018

Independent Auditor's Review Report to the Members of Axxis Technology Group Ltd

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Axxis Technology Group Ltd (the Company), which comprises the statement of financial position as at 31 December 2017, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

Directors' Responsibility 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 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 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 31 December 2017 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of Axxis Technology Group Ltd, 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.

Independence

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

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 Axxis Technology Group Ltd is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the Company's financial position as at 31 December 2017 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Crowe Horwath Sydney

CROWE HORWATH SYDNEY

John Haydon

JOHN HAYDON
Senior Partner

Dated this 27 day of February 2018