



14 View Street
North Perth, Western Australia, 6006
PO Box 317
North Perth, Western Australia 6906
Telephone + 61 (08) 9328 8400
Facsimile + 61 (08) 9328 8733
Email admin@grandbridge.com.au
Internet www.grandbridge.com.au

ACN 089 311 026

30 September 2019

Company Announcements Office
ASX Limited
Exchange Centre
Level 4, 20 Bridge Street
Sydney NSW 2000

CHANGES TO PRELIMINARY FINANCIAL REPORT APPENDIX 4E

As a result of the finalisation of the 30 June 2019 audited financial statements, and subsequent lodgement of our Annual Financial Report, the Company advises that a negative change in the amount of \$0.34 million was required to be made to the profit for the year to 30 June 2019 presented in the Preliminary Final Report (Appendix 4E) lodged with the ASX on 2 September 2019.

A reconciliation of the adjustment is as follows:

	Note	Result for the year (\$)
Appendix 4E profit		61,062
Receivables provision	1	(340,180)
Annual Financial Report loss		<u>(279,118)</u>

Note 1

A further assessment was made of loan receivables in accordance with accounting standard AASB 9 *Financial Instruments* which applied to the Company for the first time in this financial year. AASB 9 replaces AASB 139 *Financial Instruments: Recognition and Measurement* and makes changes to a number of areas including classification of financial instruments, measurement, and impairment of financial assets.

The hurdles that need to be overcome to recognize a loan receivable are perceived to be greater under AASB 9 than AASB 139, and after ongoing discussions with the Company's auditors the directors made a final determination on 30 September 2019 that an additional \$340,180 credit loss provision in respect of receivables from Cortical Dynamics Limited ("Cortical") should be recognised at 30 June 2019 compared to that shown in the Appendix 4E. It is anticipated that Cortical shareholders will be asked for approval to convert to equity at its upcoming 2019 Annual General Meeting and consequently the corresponding loan provision would be reversed.

David Breeze
Managing Director