

1. Company details

Name of entity:	AdvanceTC Limited
ACN:	600 238 444
Reporting period:	For the half-year ended 30 June 2022
Previous period:	For the half-year ended 30 June 2021

2. Results For Announcement To the Market

	Half-Year To 30 th June 2022 MYR		Half-Year To 30 th June 2021 MYR
Revenues from ordinary activities	-	No change	-
Net Loss from Ordinary Operating Activities after Tax Attributable to Members	\$2,232,598	Down 37% from	\$3,534,194
Net Loss Attributable to Members of the Parent	\$2,141,764	Down 32% from	\$3,134,073
Loss per share from profit attributable to members	(0.01)	No change	(0.01)
Net Tangible Assets per Ordinary Share (NTA Backing - MYR)	(91.72)	Down 41% from	(156.38)

3. Brief Explanation of Results

The period was focused on raising adequate equity to finance the development and commercialisation of the Group's new products. Further detail on operating performance and outlook is held in the Directors' Report.

4. Dividends

There were no dividends paid, recommended, or declared during the current financial period nor were there any in the previous financial period.

5. Dividend Reinvestment Plans

Not applicable.

6. Details of Subsidiaries

During the period from 1 January 2022 to 30th June 2022, AdvanceTC Limited has not gained or lost control over any entities.

7. Details of Associates and Joint Venture Entities

During the period from 1 January 2022 to 30th June 2022, AdvanceTC Limited had no interest in any Associates or Joint Venture Entities.

8. Details of Foreign Entities

During the period ended 30th June 2022, foreign entities that have been included in the consolidated group of AdvanceTC Limited have continued to be accounted for in accordance with International Financial Reporting Standards.

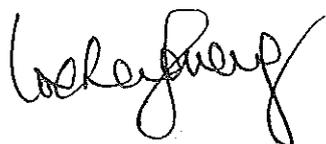
9. Auditors' review

The financial statements were subject to a review by the auditors and the review report is attached as part of the Interim Report. The audit conclusion was disclaimed.

10. Attachments

The Interim Report of AdvanceTC Limited for the half-year ended 30 June 2022 is attached.

11. Signed

A handwritten signature in black ink, appearing to read 'Cheng Pheng Loi', written in a cursive style.

Cheng Pheng Loi
Chief Executive Officer

13 September 2022

AdvanceTC Limited and Controlled Entities

ACN 600 238 444

Interim Financial Report for the Half Year Ended 30 June 2022

AdvanceTC Limited and controlled entities

ACN 600 238 444

Table of Contents

For The Half Year Ended 30 June 2022

Corporate information	1
Directors' report	2
Auditor's Independence Declaration	4
Consolidated condensed statement of profit or loss and other comprehensive income	5
Consolidated condensed statement of financial position	6
Consolidated condensed statement of changes in equity	7
Consolidated condensed statement of cash flows	8
Notes to the condensed consolidated financial statements	9
Directors' declaration	13
Independent auditor's review report	14

AdvanceTC Limited and controlled entities

ACN 600 238 444

Corporate Information For The Half Year Ended 30 June 2022

Directors

Hooi Beng Lim (Chair) (resigned 6 September 2022)
Cheng Pheng Loi (appointed as Chair 6 September 2022)
Gim Keong Lee
Jonathan Yeow Koon Loi
Chee Tuck Cho
Chee Seng Cho
Jeffrey William King
Zi Xin Kang (resigned 6 September 2022)

Company Secretary

Chee Seng Cho

Registered Office

Level 12, Grosvenor Place
225 George Street
SYDNEY NSW 2000
Australia

Principal Place of Business

B-02-08, Sunway Nexis,
Jalan PJU 5/1,
Kota Damansara,
47810 Petaling Jaya, Selangor D.E.
Malaysia

Share Registry

Boardroom Pty Ltd
Level 12, Grosvenor Place
225 George Street
SYDNEY NSW 2000
Australia

Solicitors

Messrs Hall & Wilcox
Rialto South Tower
Melbourne VIC 3000
Australia

Bankers

HSBC Malaysia Berhad
8th Floor, South Tower
No 2, Leboh Ampang,
50100 Kuala Lumpur, Malaysia

Commonwealth Bank of Australia
48, Martin Place Branch
Sydney NSW 2000

Auditors

LNP Audit and Assurance Pty Ltd
Level 8, 309 Kent Street,
Sydney NSW 2000
AUSTRALIA

AdvanceTC Limited shares are listed on the National Stock Exchange of Australia (NSX code A88)

AdvanceTC Limited and controlled entities

ACN 600 238 444

Directors' Report

For The Half Year Ended 30 June 2022

The Directors present their report, together with the interim consolidated financial statements of the Group, being AdvanceTC Limited (the Company) and its controlled entities, (the Group), as at the end of and during the six months ended 30 June 2022.

Directors

The following persons were directors of AdvanceTC Limited during the whole of the financial six months and up to the date of this report, unless otherwise stated:

Hooi Beng Lim (resigned 6 September 2022)

Cheng Pheng Loi

Gim Keong Lee

Jonathan Yeow Koon Loi

Chee Tuck Cho

Chee Seng Cho

Jeffrey William King

Zi Xing Kang (resigned 6 September 2022)

Principal Activity

The principal activity of the Group during the financial period was the design, development and commercialisation of high tech mobile wireless computing and telecommunication devices including its proprietary software and mobile application services primarily based in Malaysia. There were no significant changes in the nature of the principal activity during the period.

Review of operations

Financial performance - The consolidated comprehensive loss after income tax for the six-month period ended 30 June 2022 was MYR 2,232,598 (six months to June 2021: MYR 3,534,194).

Financial position and going concern - The Group incurred a net loss of MYR 2,232,598 during the six months ended 30 June 2022 and as of that date, the Group had cash and cash equivalents of MYR 280,457, net liabilities of MYR 4,891,588, net current liabilities of MYR 1,953,313, total liabilities of MYR 5,261,441, of which MYR 2,315,730 were repayable within one year. These conditions together with the ones below, give rise to a material uncertainty which may cast significant doubt over the consolidated entity's ability to continue as a going concern.

The ability of the Group to continue as a going concern is dependent upon being able to manage its liquidity requirements to meet the levels of expenditure required by to continue to develop and bring to market the next generation of integrated mobile communication devices and to meet the groups other operational working capital requirements until such a time that the Group can achieve sustainable revenue and profitability, by taking some or all the following actions:

- Raising additional equity as and when necessary. During the period, the Group raised MYR 210,000 of new capital and has further capital raisings planned on an ongoing basis to fund its requirements; and
- Making agreements with creditors to defer payment of liabilities. At 30 June 2022, the Group has obtained written agreements of moratoriums on repayments of creditors totalling MYR 2,945,711 to defer settlement to after December 2023. The Directors expect that this and potential ongoing support will continue.

While the financial condition of the Group gives rise to a material uncertainty in relation to the Group's ability to realise its assets and settle its liabilities at the amounts stated in the financial information, on the basis of the above actions, the Directors consider the Group will be able to meet its obligations as and when they fall due. Accordingly, these financial statements have been prepared on a going concern basis.

Should the Group be unable to continue as a going concern, it may be required to realise its assets and liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to the amount and classification of liabilities that might be required should the Group not be able to achieve the matters set out above and thus be able to continue as a going concern.

Significant changes in the state of affairs

In the Directors' opinion, there have been no significant changes in the state of affairs of the Group during the financial year other than those noted in this condensed financial report.

Directors' Report
For The Half Year Ended 30 June 2022

Operations outlook

The Directors do not believe it is possible or appropriate to make a prediction on the future course of markets or the performance of future plans and strategies. Accordingly, the Directors do not provide a forecast of the likely results of the Group's activities.

However, the Directors remain confident that as the COVID-19 pandemic normalises and combined with the successful execution of the Group's production and commercialisation plans, the Group performance will correspondingly improve and strengthen.

The Directors continue to pursue plans to list the Company on the NASDAQ stock exchange in order to raise working capital to meet its commercialisation and sales and distribution plans. In the meantime, the Company is working on its marketing strategy to promote global sales and management plans to set up global marketing centres in Malaysia, France, Dubai, Australia and USA that will also provide logistics and technical support.

Developments on the Group's progress in capital raising will be announced to the market as they occur.

Matters subsequent to the end of the financial year

Since the year ended 30 June 2022, the Group has collected a further MYR 3,665,494 on the balance of MYR 11,388,707 (Note 8) due from the escrowed parcel of 35 million shares worth MYR 21,000,000 that were subscribed to on 9 June 2020 at a price of MYR 0.60 per share.

On 6 September 2022, Cheng Pheng Loi assumed the role of Group Chair and Jeffrey William King assumed the role of the Audit and Risk Committee Chair.

The interim financial report for the six months ended 30 June 2022 was authorised for issue in accordance with a resolution of the Directors on 13 September 2022.

Except for the matters stated above, no other matters or circumstances have arisen since the end of the financial period which significantly affected or could significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out on the following page.

This report is made in accordance with a resolution of Directors, pursuant to section 306(3) (a) of the *Corporations Act 2001*.

On behalf of the Directors:



Cheng Pheng Loi

Director

Dated this 13th Day of September 2022

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

As lead auditor of AdvanceTC Limited and controlled entities for the half year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been:

1. no contraventions of the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
2. no contraventions of any applicable code of professional conduct in relation to the review.

LNP Audit and Assurance Pty Ltd



Anthony Rose
Director

Sydney, 13 September 2022

AdvanceTC Limited and controlled entities

ACN 600 238 444

**Consolidated Condensed Statement of Profit or Loss and Other Comprehensive Income
For the Half Year Ended 30 June 2022**

	Note	30 Jun 2022 MYR	30 Jun 2021 MYR
Revenue and other income		-	-
Administration expenses		(119,576)	(98,211)
Employee benefits expense		(707,967)	(1,270,035)
Impairment expense		-	(159,865)
IT expenses		(75,596)	(57,699)
Marketing expenses		(809,768)	-
Professional fees		(402,733)	(865,267)
R&D expenses		(116,958)	(1,083,117)
Loss before income tax		(2,232,598)	(3,534,194)
Income tax		-	-
Loss for the period		(2,232,598)	(3,534,194)
Other comprehensive income for the period, net of tax		-	-
Total comprehensive loss for the period		(2,232,598)	(3,534,194)
Loss attributable to:			
Members of the parent entity		(2,141,764)	(3,134,073)
Non-controlling interests		(90,834)	(400,121)
		(2,232,598)	(3,534,194)
Total comprehensive loss attributable to:			
Members of the parent entity		(2,141,764)	(3,134,073)
Non-controlling interests		(90,834)	(400,121)
		(2,232,598)	(3,534,194)
Earnings per share attributable to members of the parent entity			
Basic and Diluted loss per share (MYR per share)	4	(0.01)	(0.01)

The accompanying notes form part of these financial statements

AdvanceTC Limited and controlled entities

ACN 600 238 444

**Consolidated Condensed Statement of Financial Position
As At 30 June 2022**

	Note	30 Jun 2022 MYR	31 Dec 2021 MYR
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		280,457	140,191
Loan advances and other receivables	6	81,960	931,044
TOTAL CURRENT ASSETS		362,417	1,071,235
NON-CURRENT ASSETS			
Property, plant and equipment		7,436	8,045
TOTAL NON-CURRENT ASSETS		7,436	8,045
TOTAL ASSETS		369,853	1,079,280
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	2,315,730	1,389,613
TOTAL CURRENT LIABILITIES		2,315,730	1,389,613
NON-CURRENT LIABILITIES			
Other payables	7	2,945,711	2,558,657
TOTAL NON-CURRENT LIABILITIES		2,945,711	2,558,657
TOTAL LIABILITIES		5,261,441	3,948,270
NET LIABILITIES		(4,891,588)	(2,868,990)
EQUITY			
Issued capital	8	47,835,615	47,625,615
Accumulated losses		(49,952,793)	(47,811,029)
Total equity attributable to equity holders of the Company		(2,117,178)	(185,414)
Non-controlling interest		(2,774,410)	(2,683,576)
TOTAL EQUITY		(4,891,588)	(2,868,990)

The accompanying notes form part of these financial statements

AdvanceTC Limited and controlled entities

ACN 600 238 444

**Consolidated Condensed Statement of Changes in Equity
For the Half Year Ended 30 June 2022****30 June 2022**

	Ordinary Shares MYR	Accumulated losses MYR	Non- Controlling Interests MYR	Total Equity MYR
Balance at 1 January 2022	47,625,615	(47,811,029)	(2,683,576)	(2,868,990)
Total comprehensive loss for the period	-	(2,141,764)	(90,834)	(2,232,598)
Share Issued during the period	210,000	-	-	210,000
Balance at 30 June 2022	<u>47,835,615</u>	<u>(49,952,793)</u>	<u>(2,774,410)</u>	<u>(4,891,588)</u>

30 June 2021

Balance at 1 January 2021	42,635,819	(42,399,561)	(1,736,379)	(1,500,121)
Total comprehensive loss for the period	-	(3,134,073)	(400,121)	(3,534,194)
Shares issued during the period	2,221,500	-	-	2,221,500
Balance at 30 June 2021	<u>44,857,319</u>	<u>(45,533,634)</u>	<u>(2,136,500)</u>	<u>(2,812,815)</u>

The accompanying notes form part of these financial statements

AdvanceTC Limited and controlled entities

ACN 600 238 444

**Consolidated Condensed Statement of Cash Flows
For the Half Year Ended 30 June 2022**

	30Jun2022	30Jun2021
Note	MYR	MYR
Payments to suppliers and employees	(67,234)	(2,975,552)
Net cash used in operating activities	(67,234)	(2,975,552)
Payments for purchases of property, plant and equipment	(2,500)	(1,250)
Net cash used in investing activities	(2,500)	(1,250)
Issue of shares	210,000	2,221,501
Net cash provided by financing activities	210,000	2,221,501
Net increase / (decrease) in cash held	140,266	(755,301)
Cash and cash equivalents at beginning of period	140,191	1,345,917
Cash and cash equivalents at end of period	280,457	590,616

The accompanying notes form part of these financial statements

Notes to the Condensed Financial Statements For the Half Year Ended 30 June 2022

1. Basis of Preparation

The consolidated interim financial statements (the 'interim financial report') are those of AdvanceTC Limited (the 'Company') and its controlled entities (together the 'Group') for the six months period ended 30 June 2022. AdvanceTC Limited is a for profit company limited by shares incorporated in Australia whose shares are publicly traded on the National Stock Exchange of Australia.

This interim financial report for the reporting period ending 30 June 2022 has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*. The interim financial report is intended to provide users with an update on the latest annual financial statements of the Group. As such it does not contain information that represents relatively insignificant changes occurring during the year within the Group. This financial report does not include all the notes normally included in an annual financial report. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 31 December 2021, together with any public announcements made during the period.

2. Summary of Significant Accounting Policies

The accounting policies adopted in the preparation of the financial statements for the half-year ended 30 June 2022 are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the period ended 31 December 2021. The new accounting standards and amendments issued, but not yet effective, which have been early adopted by the Group in this Financial Report are; Amendments to AASB 101: Classification of Liabilities as Current or Non-Current. The new standards and amendments, when applied in future periods, are not expected to have a material impact on the financial position of the Group.

3. Critical Accounting Estimates and Judgments

The Directors make estimates and judgements during the preparation of these financial statements regarding assumptions about current and future events affecting transactions and balances. These estimates and judgements are based on the best information available at the time of preparing the financial statements, however as additional information is known then the actual results may differ from the estimates. The significant estimates and judgements made are as follows.

(a) Classification of payables as current / non-current

At 30 June 2022, the Group has obtained written agreements of moratoriums on repayments to creditors totalling MYR 2,945,711 to defer settlement to after December 2023. The accounting effect of the moratoriums is that MYR 2,945,711 is now due after 12 months from the date of the financial report and have been classified as non-current liabilities on the consolidated balance sheet at 30 June 2022.

(b) Going concern

The Group incurred a net loss of MYR 2,232,598 during the six months ended 30 June 2022 and as of that date, the Group had cash and cash equivalents of MYR 280,457, net liabilities of MYR 4,891,588, net current liabilities of MYR 1,953,313, total liabilities of MYR 5,261,441, of which MYR 2,315,730 were repayable within one year. These conditions together with the ones below, give rise to a material uncertainty which may cast significant doubt over the consolidated entity's ability to continue as a going concern.

The ability of the Group to continue as a going concern is dependent upon being able to manage its liquidity requirements to meet the levels of expenditure required by to continue to develop and bring to market the next generation of integrated mobile communication devices and to meet the groups other operational working capital requirements until such a time that the Group can achieve sustainable revenue and profitability, by taking some or all the following actions:

- Raising additional equity as and when necessary. During the period, the Group raised MYR 210,000 of new capital and has further capital raisings planned on an ongoing basis to fund its requirements; and
- Making agreements with creditors to defer payment of liabilities. At 30 June 2022, the Group has obtained written agreements of moratoriums on repayments of creditors totalling MYR 2,945,711 to defer settlement to after December 2023. The Directors expect that this and potential ongoing support will continue.

While the financial condition of the Group gives rise to a material uncertainty in relation to the Group's ability to realise its assets and settle its liabilities at the amounts stated in the financial information, on the basis of the above actions, the Directors consider the Group will be able to meet its obligations as and when they fall due. Accordingly, these financial statements have been prepared on a going concern basis.

Should the Group be unable to continue as a going concern, it may be required to realise its assets and liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts, or to the amount and classification of liabilities that might be required should the Group not be able to achieve the matters set out above and thus be able to continue as a going concern.

AdvanceTC Limited and controlled entities

ACN 600 238 444

**Notes to the Condensed Financial Statements
For the Half Year Ended 30 June 2022****4. Loss per Share**

	30 Jun 2022 MYR	30 Jun 2021 MYR
Loss used to calculate basic and diluted loss per share	<u>(2,232,598)</u>	<u>(3,534,194)</u>
	30 Jun 2022 No.	30 Jun 2021 No.
Weighted average number ordinary shares outstanding during the period used in calculating basic and diluted loss per share	<u>429,713,784</u>	<u>424,799,962</u>

5. Dividends

There were no dividends paid or recommended during the six months period. There are no franking credits available to the shareholders of the Company.

6. Trade and other receivables

	30 Jun 2022 MYR	31 Dec 2021 MYR
CURRENT		
Other debtors	81,960	121,276
Advances	-	809,768
	<u>81,960</u>	<u>931,044</u>

The carrying value of receivables is considered a reasonable approximation of fair value due to the short-term nature of the balances. The maximum exposure to credit risk at the reporting date is the carrying value of each class of receivable in the financial statements.

7. Trade and other payables

	30 Jun 2022 MYR	31 Dec 2021 MYR
CURRENT		
Trade payables	277,740	249,793
Other payables	<u>2,037,990</u>	<u>1,139,820</u>
	<u>2,315,730</u>	<u>1,389,613</u>
NON-CURRENT		
Other payables	<u>2,945,711</u>	<u>2,558,657</u>
Total liabilities	<u>5,261,441</u>	<u>3,948,270</u>

Trade payables are non-interest bearing and the normal credit terms granted to the Group range from 30 to 90 days.

Other payables are unsecured and interest free. Refer note 3 (a).

AdvanceTC Limited and controlled entities

ACN 600 238 444

**Notes to the Condensed Financial Statements
For the Half Year Ended 30 June 2022****8. Issued Capital**

Paid-up Capital	30 Jun 2022	31 Dec 2021
	MYR	MYR
429,763,787 (31 December 2021: 429,413,787) Ordinary shares	<u>47,835,615</u>	<u>47,625,615</u>

Ordinary shares

	30-Jun-22 No.	31-Dec-21 No.	30-Jun-22 MYR	31-Dec-21 MYR
At the beginning of the period	429,413,787	421,097,462	47,625,615	42,635,819
Shares issued and paid during the period	350,000	8,316,325	210,000	4,989,796
Total paid up capital at the end of the reporting period	<u>429,763,787</u>	429,413,787	<u>47,835,615</u>	47,625,615
Shares issued and not paid – held in an escrow	18,897,845	19,247,845	-	-
At the end of the reporting period	<u>448,661,629</u>	448,661,629	<u>47,835,615</u>	47,625,615

In the year ended 31 December 2020, the Company issued 35,000,000 shares of which 16,102,155 were fully paid as of 30 June 2022. The remaining 18,897,845 shares are held in an escrow amounting to MYR 11,388,707 and are payable to the Company in monthly instalments for the escrow to be released.

The holders of ordinary shares are entitled to participate in dividends and the proceeds on winding up of the Company. On a show of hands at meetings of the Company, each holder of ordinary shares has one vote in person or by proxy, and upon a poll each share is entitled to one vote. Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held. At the shareholders meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

9. Related parties

The Group's main related parties are key management personnel including close family members of key management personnel and entities that are controlled or significantly influenced by those key management personnel or their close family members.

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated. The following transactions occurred with related parties:

	30 Jun 2022	31 December 2021
	MYR	MYR
Payable to or receivable from related parties at period end		
Directors' loans receivable/(payable) by the Group	15,892	(160,580)
Top ATC Industries Sdn Bhd (payable) by the Group	(2,929,819)	(3,472,834)
	30 June 2022	30 June 2021
	MYR	MYR
Transactions occurring during the period:		
Key management personnel remuneration	354,600	342,600

AdvanceTC Limited and controlled entities

ACN 600 238 444

Notes to the Condensed Financial Statements For the Half Year Ended 30 June 2022

10. Commitments and contingencies

The Group is committed to continue development of its technology and bring it to market. The Group intends to fund this by additional share issues as disclosed elsewhere in this report.

11. Events after reporting period

Refer to the Directors' report for other matters occurring after the period end. Except for the matters stated therein, no other matters or circumstances have arisen since the end of the financial period which significantly affected or could significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

12. Segment Reporting

An operating segment is a component of the Group that engages in business activities whose operating results are reviewed regularly by the Group's Board and for which discrete financial information is available.

The Group is currently involved in raising of capital to fund its development and production and thus has a single operating segment.

AdvanceTC Limited and controlled entities

ACN 600 238 444

**Directors' Declaration
Half Year Ended 30 June 2022**

The Directors of the Company declare that:

The half-year financial statements and notes, as set out on pages 5 to 12 are in accordance with the Corporations Act 2001 including:

- complying with Accounting Standards AASB134: Interim Financial Reporting and the Corporations regulation 2001; and
- giving a true and fair view of the Group's financial position as at 30 June 2022 and of its performance for the half-year ended on that date.

In the Directors' opinion there are reasonable grounds to believe that the Group will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.



Cheng Pheng Loi

Director

Dated this 13th Day of September 2022

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF ADVANCETC LIMITED

REPORT ON THE HALF-YEAR FINANCIAL REPORT

Conclusion

We have reviewed the half-year condensed financial report of AdvanceTC Limited, (the 'Company') and its controlled entities (the 'Group'), which comprises the consolidated condensed statement of financial position as at 30 June 2022, the consolidated condensed statement of profit or loss and other comprehensive income, the consolidated condensed statement of changes in equity and the consolidated condensed statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the Directors' Declaration of the Group.

We do not express a conclusion on the accompanying condensed financial report of the Group. Due to the significance of the matters described in the Basis of Disclaimer of Conclusion section of our report, we have not been able to perform the review procedures necessary to provide a conclusion on the review of the financial report.

Basis for Disclaimer of Conclusion

The financial statements include the following material items for which we have been unable to obtain sufficient appropriate review evidence. The significant item is:

- a) Note 3(c) of the half-year financial report discloses conditions that indicate the existence of the material uncertainties, relating to the matters surrounding the continuing use of the going concern assumption in preparation of these financial statements. We have been unable to obtain sufficient appropriate review evidence to support Management's assessment of the Group's ability to continue as a going concern on the Group's operations and cash flows.

We conducted our review in accordance with ASRE 2410 *Review of Financial Report Performance by the Independent Auditor of the Entity*. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Group in accordance with the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES110 Code of Ethics for Professional Accountants* (including Independence Standards) (the Code) that are relevant to our review of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporation Act 2001* which has been given to the directors of the Company, would be in the same terms if given to the directors as at the time of this auditor's review report.

Responsibility of the Directors 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 for the Review of the half year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether 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 30 June 2022 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*.

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.

LNP Audit and Assurance Pty Ltd



Anthony Rose
Director

Sydney, 13 September 2022