



**G L O B A L**

**R3D GLOBAL LIMITED**

**ABN 53 111 398 040**

**INTERIM FINANCIAL REPORT  
FOR THE HALF-YEAR ENDED  
31 DECEMBER 2017**

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# R3D GLOBAL LIMITED

## DIRECTORS' REPORT

Your directors submit the financial report of R3D Global Ltd for the half-year ended 31 December 2017.

### DIRECTORS

The names of the Company's directors in office during the half-year and until the date of this report are as follows. Directors were in office for this entire period unless otherwise stated.

### CURRENT DIRECTORS

**Mr Daniel Yeo Chin Tuan** (Non-Executive Director, Chair of the Remuneration and Nomination Committee) appointed 28 March 2017. Appointed Chairman 31 August 2017

**Ms Florence Fang** (Executive Director) appointed 31 August 2017

**Mr Yuen Loke Chin** (Non-Executive Director, member of the Remuneration and Nomination Committee) appointed 22 March 2013

**Mr Kasudjono Harianto** (Non-Executive Director, Chair of the Audit Committee) appointed 22 March 2013

**Mr Michael Thirnbeck** (Non-Executive Director, member of the Audit Committee) appointed 23 December 2013

**Dr Tiffany Tsao** (Non-Executive Director, member of the Remuneration and Nomination Committee) appointed 28 March 2017

**Mr Alberto Migliucci** (Former Chairman & Non-Executive Director, former member of the Audit Committee) appointed 13 October 2014; resigned 31 August 2017

### Company Secretary

**Mr Henry Kinstlinger** appointed 20 October 2016

### REVIEW OF OPERATIONS

The Company's net loss from continuing operations was \$227,899 (2017: \$941,925).

During the half-year to 31 December 2017, the Company:

- Announced the appointment of Ms Florence Fang to the position of Chief Executive Officer on 1 September 2017
- Announced the appointment of Mr Daniel Yeo Chin Tuan to the position of Chairman of the Company on 1 September 2017. He replaced the former Chairman, Mr Alberto Migliucci.

### SIGNIFICANT EVENTS AFTER REPORTING DATE

There were no significant events after the balance date.

### AUDITOR'S INDEPENDENCE DECLARATION

The lead auditor's Independence Declaration under Section 307C of the *Corporations Act 2001* for the half-year ended 31 December 2017 is set out on page 4.

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

  
**Florence Fang**  
**CEO**  
**27 February 2018**

### AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of R3D Global Limited for the half-year ended 31 December 2017, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (a) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (b) any applicable code of professional conduct in relation to the review.



Andrew J Newhouse  
**Registered Company Auditor**  
27 February 2018

## R3D GLOBAL LIMITED

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

	Note	Half-year 31 Dec 2017	Half-year 31 Dec 2016
		\$	\$
<b>Revenue</b>			
Business income		60,919	120,672
Other income		3,129	17,100
<b>Expense</b>			
Professional fees		(73,116)	(162,969)
ASX listing fees		(15,070)	(15,697)
Employment expenses		(70,354)	(120,344)
Support Services Agreement		-	(283,333)
Amortisation expense		-	(300,000)
Other expenses		(133,407)	(197,354)
<b>Loss before income tax</b>	2	(227,899)	(941,925)
Income tax expense		-	-
<b>Loss for the period</b>		(227,899)	(941,925)
<b>Other comprehensive income</b>			
Other comprehensive income		-	-
<b>Total comprehensive loss for the period</b>		(227,899)	(941,925)
<b>Loss attributable to:</b>			
- owners of the parent		(227,899)	(941,925)
<b>Total comprehensive loss attributable to:</b>			
- owners of the parent		(227,899)	(941,925)
<b>Loss per share</b>			
<b>From continuing operations:</b>			
		<b>Cents</b>	<b>Cents</b>
Basic loss per share (cents per share)		(0.55)	(1.32)
Diluted loss per share (cents per share)		(0.55)	(1.32)

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

## R3D GLOBAL LIMITED

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2017

	Note	31 Dec 2017	30 Jun 2017
		\$	\$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents		885,335	1,057,920
Trade and other receivables		2,766	22,000
Prepayments		14,410	9,900
<b>TOTAL CURRENT ASSETS</b>		<b>902,511</b>	<b>1,089,820</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant & equipment		3,788	5,021
Investments		13,828	20,435
<b>TOTAL NON-CURRENT ASSETS</b>		<b>17,616</b>	<b>25,456</b>
<b>TOTAL ASSETS</b>		<b>920,127</b>	<b>1,115,276</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables		89,747	56,997
<b>TOTAL CURRENT LIABILITIES</b>		<b>89,747</b>	<b>56,997</b>
<b>TOTAL LIABILITIES</b>		<b>89,747</b>	<b>56,997</b>
<b>NET ASSETS</b>		<b>830,380</b>	<b>1,058,279</b>
<b>EQUITY</b>			
Issued capital		61,770,159	61,770,159
Accumulated losses		(60,939,779)	(60,711,880)
<b>TOTAL EQUITY</b>		<b>830,380</b>	<b>1,058,279</b>

The above statement of financial position should be read in conjunction with the accompanying notes to the financial statements

## R3D GLOBAL LIMITED

### STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

	Issued capital	Accumulated losses	Total
	\$	\$	\$
<b>Balance at 1 July 2016</b>	61,770,160	(53,880,065)	7,890,095
Total Comprehensive Income	-	(941,925)	(941,925)
<b>Balance at 31 December 2016</b>	61,770,160	(54,821,990)	6,948,170
<b>Balance at 1 July 2017</b>	61,770,159	(60,711,880)	1,058,279
Total Comprehensive Income	-	(227,899)	(227,899)
<b>Balance at 31 December 2017</b>	61,770,159	(60,939,779)	830,380

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

## R3D GLOBAL LIMITED

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

	Half-year 31 Dec 2017	Half-year 31 Dec 2016
	\$	\$
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Receipts from customers	58,103	92,855
Payments to suppliers and employees	(232,618)	(569,659)
Interest received	2,701	5,850
<b>Net cash used in operating activities</b>	<u>(171,814)</u>	<u>(470,954)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Payments for office equipment	(771)	(2,928)
<b>Net cash used in investing activities</b>	<u>(771)</u>	<u>(2,928)</u>
Net decrease in cash and cash equivalents held	(172,585)	(473,882)
Cash and cash equivalents at beginning of period	1,057,920	1,896,886
Cash and cash equivalents at end of period	<u>885,335</u>	<u>1,423,004</u>

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



# R3D GLOBAL LIMITED

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

### Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial report of R3D Global Limited (“the Company”) for the half-year ended 31 December 2017 was authorised for issue in accordance with a resolution of directors on 27 February 2018.

R3D Global Limited is a company limited by shares, incorporated in Australia, whose shares are listed on the Australian Securities Exchange (“ASX”).

The principal activity of the Company during the half-year was the provision of investor relations, financial media and research for small-mid cap stocks.

#### (a) Basis of Preparation

These general purpose financial statements for the interim half-year reporting period ended 31 December 2017 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standard 134 ensures that the financial statements and notes also comply with International Financial Reporting Standard IAS 134 Interim Financial Reporting.

The half-year financial report should be read in conjunction with the annual financial report of the Company for the year ended 30 June 2017, together with any public announcements made during the half-year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the financial statements for the year ended 30 June 2017.

#### (b) Going Concern

The financial report has been prepared on the going concern basis, which assumes that the Company will be able to realise its assets and discharge its liabilities in the normal course of business.

As at 31 December 2017, the Company had net assets of \$830,380 and, net current assets of \$812,764 and in the half-year then ended incurred a loss of \$227,899 and net operating cash outflows of \$171,814. These conditions give rise to a material uncertainty that may cast significant doubt on the Company’s ability to continue as a going concern.

The ability of the Company to continue as a going concern and to pay its debts as and when they become due and payable is dependent upon the Company earning sufficient revenue and reducing its costs. Given the funds available at 31 December 2017, and the approved budget for the 2018 year, the Directors are of the opinion that the Company has sufficient cash to be able to continue as a going concern.

The directors are satisfied that the going concern basis is appropriate in the preparation of the financial report.

#### (c) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for the half-year reporting period. The Company’s assessment of the impact of these new standards and interpretations is that they will result in no significant changes to the amounts recognised for matters disclosed in the half-year report, other than for AASB 15 *Revenue from Contracts with Customers*, which will first apply to the Company for the year ending 30 June 2019. The potential impact of this standard has not yet been determined.

### Note 2: OPERATING SEGMENTS

The Company operates in one segment, being a provider of investor relations, financial media and research for small-mid cap stocks.

### Note 3: EVENTS AFTER BALANCE DATE

No matter or circumstance has arisen since the end of the half-year that has significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company.

## R3D GLOBAL LIMITED

### DIRECTORS' DECLARATION

In the opinion of the directors:

- (a) the financial statements and notes are in accordance with the *Corporations Act 2001*, including:
  - i. 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
  - ii. complying with Accounting Standards (Including AASB 134 *Interim Financial Reporting*) and the *Corporations Regulations 2001*; and
- (b) 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 made pursuant to s.303(5) of the *Corporations Act 2001*.

On behalf of the Directors



Florence Fang  
CEO

27 February 2018

**INDEPENDENT AUDITOR'S REVIEW REPORT****To the Members of R3D Global Limited****Report on the Half-Year Financial Report**

I have reviewed the accompanying half-year financial report of R3D Global Limited ("the company"), which comprises the statement of financial position as at 31 December 2017, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, 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**

My responsibility is to express a conclusion on the half-year financial report based on my review. I conducted my 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, I have become aware of any matter that makes me 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 the company, ASRE 2410 requires that I 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 me to obtain assurance that I would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

**Independence**

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

**INDEPENDENT AUDITOR'S REVIEW REPORT (CONTINUED)****Conclusion**

Based on my review, which is not an audit, I have not become aware of any matter that makes me believe that the half-year financial report of R3D Global Limited 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 the *Corporations Regulations 2001*.

**Material Uncertainty Related to Going Concern**

I draw attention to Note 1(b) in the financial report, which indicates that the Company incurred a net loss of \$227,899 and had net operating cash outflows of \$171,814 during the half -year ended 31 December 2017 and, as of that date, the Company's net assets of \$830,380. As stated in Note 1(b), these events or conditions, along with other matters as set forth in Note 1(b), indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. My opinion is not modified in respect of this matter.



Andrew J Newhouse  
**Registered Company Auditor**  
27 February 2018

## Appendix 4D

Half year report  
**R3D Global Limited**  
ABN 53 111 398 040

### Financial reporting for the half year ended 31 December 2017

	31 December 2017	31 December 2016	Percentage Change
Revenue from ordinary activities	64,048	137,772	53.51%
Profit (loss) from ordinary activities after tax attributable to members	(227,899)	(941,925)	75.80%
Net profit (loss) for the period attributable to members	(227,899)	(941,925)	75.80%
Net tangible asset per security	2.02	2.17	N/A

**There is no dividend paid during the half year ended 31 December 2017.**

#### **Explanation of Revenue from ordinary activities**

Revenue to December 2017 is income from business activities.

#### **Explanation of Profit/(loss) from ordinary activities after tax**

Loss from ordinary activities and net loss for the period decreased by 75.80%. This was due to the Company no longer incurring expenses associated with the termination of the Support Services Agreement and no Amortisation expense as the intangible asset was written off as at 30 June 2017.

#### **Control has been gained or lost during the period**

N/A

#### **Details of individual and total dividends or distributions and dividend or distribution payments**

N/A

#### **Details of any dividend or distribution reinvestment plans in operation and the last date for the receipt of an election notice for participation in any dividend or distribution reinvestment plan**

N/A

#### **Details of associates and joint venture**

N/A

**For foreign entities, which set of accounting standards is used in compiling the report**

N/A

**For all entities, if the +accounts contain an independent audit report or review that is subject to a modified opinion, emphasis of matter or other matter paragraph, a description of the modified opinion, emphasis of matter or other matter paragraph.**

Refer to auditor's report for details of an emphasis of matter in relation to the ability of the company to continue as a going concern.