

Appendix 4E

Preliminary Final Report

Rule 4.3A
Introduced 1/1/2003

Name Of entity : **R3D Global Limited**
ABN : **53 111 398 040**

1. Details of the Reporting Period

Reporting Period ("current period") : Year ended 30 June 2018
Previous corresponding period : Year ended 30 June 2017

2. Result for announcement to the market

	Amount AUD		Amount Change AUD	Change %
Revenue from ordinary activities	124,119	Down	(68,613)	(35.60)
Profit/(Loss) from ordinary activities after tax attributable to members	(617,256)	Up	5,931,226	90.57
Net Profit/(Loss) for the period attributable to members	(617,256)	Up	5,931,226	90.57

Explanation of the result

Since January 2018, R3D's team is focusing on developing an innovative media intelligence software solution that allows communication professional and investor relations clients to gain market and media insights and develop better customer relationships. The beta version of the product is ready in August and will be launched in November this year.

Revenue for the year ended 30 June 2018 are from new clients in Asia. As part of the new positioning to be a bridge between Australia and rest of Asia, R3D's revenue is coming from new clients including top MNCs brands and FMCG products. Significant savings were made to operating expenses including moving the corporate office to reduce rent, as well as reduced professional fees, travel and operations expenses.

The loss from ordinary activities in 2018 decreased by 90.57% due to no impairment expense having to be accounted for this year following the full impairment of the licence purchased from RedChip Companies Inc in the previous year.

Dividend	Amount Per Share Cents	Franked amount Per Share Cents
Final	-	-
Interim	-	-

Record date for determining entitlements to dividends: N/A

3. Statement of Profit or Loss and Other Comprehensive Income

	Note	2018 \$	2017 \$
Continuing operations			
Revenue			
Business income		124,119	192,732
Other income		5,001	20,798
Professional fees		(265,645)	(345,458)
ASX listing fee		(28,788)	(15,753)
Employment expenses		(251,526)	(232,721)
Support Services Agreement		-	27,264
Amortisation expense		-	(601,663)
Impairment expense		(22,000)	(5,237,705)
Other expenses		(178,417)	(355,976)
Profit/(Loss) before income tax		(617,256)	(6,548,482)
Income tax expense	3a	-	-
Profit/(Loss) for the year		(617,256)	(6,548,482)
Other comprehensive income/(loss):			
Total comprehensive income/(loss) for the year		(617,256)	(6,548,482)
Net loss attributable to:-			
Owners of the Company		(617,256)	(6,548,482)
Total comprehensive income/(loss) attributable to:-			
Owners of the Parent		(617,256)	(6,548,482)
Loss per share			
From continuing operations:			
Basic earnings/(loss) per share (cents)		(1.50)	(10.47)
Diluted earnings/(loss) per share (cents)		(1.50)	(10.47)

3a. Income Tax

	2018	2017
	\$	\$
a. The components of tax expense/(benefit) comprise:		
Current tax	-	-
Deferred tax	-	-
	-	-
b. The prima facie tax on profit/(loss) from ordinary activities before income tax is reconciled to the income tax as follows:		
Prima facie tax (benefit)/expense on (loss)/profit from ordinary activities before income tax at 27.5% (2017: 27.5%)	(169,745)	(1,800,833)
Non-deductible amounts	-	44,664
Tax losses not recognised	169,745	1,756,169
	-	-

4. Statement of Financial Position

	2018	2017
	\$	\$
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	646,881	1,057,920
Trade and other receivables	17,640	22,000
Prepayments	10,323	9,900
TOTAL CURRENT ASSETS	674,844	1,089,820
NON-CURRENT ASSETS		
Intangible assets	6,296	-
Property, plant & equipment	3,788	5,021
Investments	17,178	20,435
TOTAL NON-CURRENT ASSETS	27,262	25,456
TOTAL ASSETS	702,106	1,115,276
LIABILITIES		
CURRENT LIABILITIES		
Trade and other payables	250,032	56,997
Provisions	11,051	-
TOTAL CURRENT LIABILITIES	261,083	56,997
TOTAL LIABILITIES	261,083	56,997
NET ASSETS	441,023	1,058,279
EQUITY		
Issued capital	61,770,159	61,770,159
Accumulated losses	(61,329,136)	(60,711,880)
TOTAL EQUITY	441,023	1,058,279

5. Statement of Cash Flows

	2018	2017
	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from clients	106,977	175,265
Payments to suppliers and employees	(515,521)	(1,020,820)
Interest received	4,572	9,517
Net cash provided by (used in) operating activities	(403,972)	(836,038)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for office equipment	(771)	(2,928)
Payments for intangible assets	(6,296)	-
Net cash provided by (used in) investing activities	(7,067)	(2,928)
CASH FLOWS FROM FINANCING ACTIVITIES		
Share buy-back	-	(1)
Net cash provided by (used in) financing activities	-	(1)
Net increase/(decrease) in cash and cash equivalents held	(411,039)	(838,966)
Cash and cash equivalents at beginning of financial year	1,057,920	1,896,886
Cash and cash equivalents at end of financial year	646,881	1,057,920

6. Statement of changes in equity

	Issued capital	Accumulated Losses	Total
	\$	\$	\$
Balance at 1 July 2016	61,770,160	(54,163,398)	7,606,762
Total Comprehensive Loss	-	(6,548,482)	(6,548,482)
Share buy-back	(1)	-	(1)
Balance at 30 June 2017	61,770,159	(60,711,880)	1,058,279
Balance at 1 July 2017	61,770,159	(60,711,880)	1,058,279
Total Comprehensive Loss	-	(617,256)	(617,256)
Balance at 30 June 2018	61,770,159	(61,329,136)	441,023

7. Dividends

There is no dividend paid during the year ended 30 June 2018.

8. Dividend reinvestment plans

There is no dividend paid during the year ended 30 June 2018.

9. Net Tangible assets per security

2018 cents	2017 cents
1.06	2.57

10. Details of entities over which control has been gained or lost

N/A

11. Details of associates and joint venture entities

N/A

12. Any Other significant information

N/A

13. Accounting Standard – for foreign entities

N/A

14. Results for the period

See above.

14.1 Earnings per security

	2018 \$	2017 \$
Profit/(Loss) for the year attributable to members	(617,256)	(6,548,482)
	No.	No.
Weighted average number of ordinary shares for basic earnings per share	41,147,058	62,516,921
Effect of dilution	-	-
Weighted average number of ordinary shares adjusted for the effect of dilution	<u>41,147,058</u>	<u>62,516,921</u>

14.2 Returns to shareholders

N/A

14.3 Significant features of operating performances

See commentary above.

14.4 Trends in performance

R3D's team is focusing on developing an innovative media intelligence software solution that allows communication professional and investor relations clients to gain market and media insights, targeted to be launched in November 2018.

Revenue for the year ended 30 June 2018 are generated from services in IR and PR media relations. As part of the new positioning to be a bridge between Australia and rest of Asia, R3D's revenue is coming from new clients including top MNCs brands and FMCG products. Significant savings were made to operating expenses including rent, professional fees and travel.

14.5 Any other factors which have affected the results in the period or which are likely to affect results in the future including those where the effect could not be quantified

N/A

15. Compliance Statement

This report is based on accounts that are in the process of being audited by Andrew Newhouse.

16. If the accounts have been audited and contain an independent audit report 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.

N/A

On behalf of the board of Directors



Florence Fang
CEO

31 August 2018