



iCandy Interactive Limited  
(ACN 604 871712)  
Level 4, 91 William Street  
Melbourne,  
VIC 3000 Australia

28 February 2022

## ASX and Media Announcement

# iCandy Reports Revenue of A\$1.9m - Traditional Games Business Revenue Down as the Company Positions for Metaverse Gaming and Web3.0

### Highlights:

- iCandy report a lower revenue of A\$1.9 million in FY2021, a year in which the Company focused significant resources towards positioning for new growth areas
- iCandy has significantly strengthened its balance sheet during the year, Total Assets and Net Assets grew 104% and 121% to A\$36.3 million and A\$34.1 million respectively
- During the year, iCandy acquired Lemon Sky Studios and raised A\$40 million in an oversubscribed funding round cornered by Animoca Brands
- iCandy also acquired Nextgamer and expects to leverage its hyper-casual gaming capabilities
- Post-date, iCandy has also acquired Storms, a game publishing and distribution company with partnerships with large Asian telecommunication companies
- Post-date, iCandy has also acquired Gameconomy, a game company that provides backend tech capabilities
- iCandy's recent acquisitions are expected to significantly enhance its FY2022 financial results

iCandy Interactive Ltd (ASX:ICI) ("iCandy" or the "Company") is pleased to provide its Appendix 4E Preliminary Results for the financial year ended 31 December 2021.

For the financial year ended 31 December 2021, iCandy reported revenue of A\$1.9 million, a 46% decrease compared to A\$3.6 million FY2020. Meanwhile, iCandy has significantly strengthened its balance sheet during the year, with **total assets and net assets** increasing by **104%** and **121%** to **A\$36.3 million** and **A\$34.1 million respectively**.

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This is a period in which iCandy has focussed a significant part of its resources into developing skills and positioning to take on the new growth areas of metaverse gaming and Web3.0. This broad, sector wide shift towards new and evolving models of gaming has seen revenue from the traditional mobile phone video games business weaken.

During the year, iCandy acquired Lemon Sky Animation Sdn. Bhd. ("**Lemon Sky Studios**"), a game and animation studio with an extensive portfolio and track-records of developing AAA global game titles, for a consideration of A\$44.5 million.

Alongside the transformative acquisition of Lemon Sky Studios, the Company raised A\$40 million in an oversubscribed funding round cornered by Animoca Brands, as well as several other high-quality institutional investors.

Another significant acquisition in the year was Nextgamer, which is a platform for hyper-casual games. The Company expects to integrate hyper-casual gaming with its newly enhanced in-house design and development capabilities.

Internally, iCandy completed its restructuring exercise by divesting iCandy Digital Pte Ltd ("**IDPL**") to Rightbridge Ventures Ltd ("**RightBridge**"), in exchange for 17,296,000 shares in RightBridge worth A\$4.8 million, and the option to purchase an additional 2,178,682 shares in RightBridge at nominal value. iCandy's shareholding and options in RightBridge give it a stake of approximately 25% in RightBridge prior to its proposed IPO on a Swedish Stock Exchange.

In addition, during the year, the Company had also acquired a significant shareholding of 7.78% in ASX-listed game development company, Mighty Kingdom Ltd ("**MKL**").

In FY 2021 iCandy started a share buy-back program of up to 36 million ordinary fully paid shares of iCandy, on the basis that the Company believes that current share prices do not accurately reflect the underlying value of the Company.

### **Positioning For Growth In Next Financial Year**

For the financial year ending 31 December 2022, the Company expects a major revenue contribution from its recently completed acquisition of Lemon Sky Studios and Storms, which reported unaudited revenue of approximately A\$15.5 million and A\$4.3 million revenue respectively for the financial year ended 31 December 2021.

Moving forward, iCandy plans to deploy its resources of over 500 highly skilled game artists, designers and developers to undertake more ambitious endeavours, creating AAA-quality games and content for the metaverse and Web 3.0 - which the Company sees as the future of gaming.

This announcement has been authorised by the Board of Directors of iCandy.

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FINANCIAL REVIEW  
**FAST100 2020**  
IN COOPERATION WITH **statista**  
*iCandy – Proudly Ranked 25<sup>th</sup>  
of Australia's Fastest Growing*

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### **About iCandy Interactive**

iCandy Interactive Limited (**ASX: ICI**) is an Australian publicly traded company that has its core business in the development and publishing of mobile games and digital entertainment for a global audience.

iCandy Interactive runs a portfolio of mobile games that have been played by over 360 million mobile gamers worldwide and has won multiple awards in various coveted international events.

### **For more details, please contact:**

[ir@icandy.io](mailto:ir@icandy.io) or visit [www.icandy.io](http://www.icandy.io)

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**APPENDIX 4D  
PRELIMINARY FINAL REPORT  
FOR THE YEAR ENDED 31 DECEMBER 2021**

**Lodged with the ASX under Listing Rule 4.3A**

**Contents**

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Net tangible assets  
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Preliminary financial statements  
Compliance statement

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## Company Details

Name of reporting entity: iCandy Interactive Limited  
ABN: 87 604 871 712  
Reporting period: 1 January 2021 - 31 December 2021  
Prior corresponding reporting period: 1 January 2020 - 31 December 2020



## Results for announcement to the market

Revenue from ordinary activities	Down	46%	from	3,592,855	to	1,943,631
Loss from ordinary activities	Up	2026%	from	(179,737)	to	(3,821,431)
Net loss for the period attributable to members	Up	764%	from	(435,779)	to	(3,764,055)

No dividend was paid during the financial year. No dividend has been proposed or declared since the end of the financial year.

Revenue from ordinary activities decreased by 46% to \$1,943,631 from last year's revenue of \$3,592,855

Net loss attributable to members \$2,899,921 compared to last year's loss of \$435,779.

Loss per share of (0.49 cent) compared with last year's loss of (0.08 cents).

Diluted loss per share of (0.49 cent) compared with last year's loss of (0.08 cents).

## Review of Operations

During the financial year ended 31 December 2021, the Company reported lower revenue of A\$1.9 million, a 46% decrease compared to A\$3.6 million a year ago, as the Company focussed a significant part of its resources into developing skills and positioning to take on the new growth areas of metaverse gaming and Web3.0.

Nevertheless, iCandy has significantly strengthened its balance sheet during the year, with total assets and net assets increasing by 104% and 121% to A\$36.3 million and A\$34.1 million respectively.

For the financial year ending 31 December 2022, the Company expects a major revenue contribution from its recently completed acquisition of Lemon Sky Studios and Storms, which reported unaudited revenue of approximately A\$15.5 million and A\$4.3 million revenue respectively for the financial year ended 31 December 2021.

## Net tangible assets

Net tangible asset backing per ordinary share at 31 December 2021 4.11 cents, and at previous corresponding period, 2.49 cents.

## Control over other entities

Name of entity: iCandy Media Limited  
Date of control gained: 1 May 2021  
Contribution to reporting entity's profit: Loss of \$7,047

**PRELIMINARY STATEMENT OF CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

**For the year ended 31 December 2021**

		Group	
		2021 (unaudited)	2020
	Note	\$	\$
<b>Continuing operations</b>			
<b>Revenue</b>	2	1,943,631	3,592,855
Cost of Sales		<u>(1,199,011)</u>	<u>(1,476,277)</u>
		744,620	2,116,578
Other income	2	101,434	510,681
Gain on disposal of subsidiary		(466,865)	-
Marketing expenses		(79,729)	(32,019)
Audit fees		(42,620)	(50,084)
Legal and professional fees		(462,636)	(270,140)
Share based payments		(388,271)	-
Occupancy expenses		-	(17,685)
Employee benefits expense		(752,314)	(609,741)
Depreciation and amortisation expense		(1,302,252)	(1,067,993)
Impairment expense		(381,296)	(353,026)
Interest expense		(6,736)	-
Computer expenses		(68,263)	(25,395)
Other expenses		(492,641)	(279,268)
Travel expenses		(5,022)	(4,228)
Unrealised foreign currency gain/(losses)		(173,774)	(72,577)
Share of profits of associates and joint ventures		<u>(45,066)</u>	<u>(22,616)</u>
<b>Loss before income tax</b>		(3,821,431)	(177,513)
Tax expense		-	(2,224)
<b>Net loss for the year</b>		<u><u>(3,821,431)</u></u>	<u><u>(179,737)</u></u>
<b>Other comprehensive income:</b>			
<b>Items that may be reclassified subsequently to profit or loss when specific conditions are met:</b>			
Exchange differences on translating foreign operations, net of tax		462,576	(340,764)
Fair value increase/(decrease) in investment holdings		472,323	-
Fair value increase/(decrease) in digital asset holdings		<u>527,483</u>	<u>133,467</u>
<b>Total other comprehensive income/(loss) for the year</b>		<u>1,462,382</u>	<u>(207,297)</u>
<b>Total comprehensive income for the year</b>		<u><u>(2,359,049)</u></u>	<u><u>(387,034)</u></u>
Net Profit attributable to:			
Owners of the Parent Entity		(3,764,055)	(435,779)
Non-controlling interest		<u>(57,376)</u>	<u>256,042</u>
		<u><u>(3,821,431)</u></u>	<u><u>(179,737)</u></u>
Total comprehensive income attributable to:			
Owners of the Parent Entity		(2,303,857)	(649,613)
Non-controlling interest		<u>(55,192)</u>	<u>262,579</u>
		<u><u>(2,359,049)</u></u>	<u><u>(387,034)</u></u>
<b>Earnings per share</b>			
From continuing and discontinued operations			
Basic earnings per share (cents)		(0.63)	(0.08)
Diluted earnings per share (cents)		(0.63)	(0.08)

The above statement should be read in conjunction with the accompanying notes.



**PRELIMINARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

**As at 31 December 2021**

	Note	Group	
		2021 (unaudited) \$	2020 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents		18,504,142	11,826,228
Trade and other receivables	3	1,364,023	1,454,978
Other financial assets	4	2,339,298	1,248,758
Other assets		2,926,481	228,424
<b>Total Current Assets</b>		<b>25,133,944</b>	<b>14,758,388</b>
<b>Non-Current Assets</b>			
Financial Assets - Fair value OCI	5	6,804,467	-
Property, plant and equipment		106,822	112,518
Investments accounted for using the equity method		35,934	-
Intangible assets	6	4,076,119	2,677,469
Right-of-use assets		111,781	200,979
<b>Total Non-Current Assets</b>		<b>11,135,123</b>	<b>2,990,966</b>
<b>Total Assets</b>		<b>36,269,067</b>	<b>17,749,354</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	7	1,502,679	1,609,160
Lease liabilities		75,228	88,173
Other financial liabilities		495,700	480,790
<b>Total Current Liabilities</b>		<b>2,073,607</b>	<b>2,178,123</b>
<b>Non-Current Liabilities</b>			
Lease liabilities		58,426	3,342
Deferred tax liabilities		-	113,792
<b>Total Non-Current Liabilities</b>		<b>58,426</b>	<b>117,134</b>
<b>Total Liabilities</b>		<b>2,132,033</b>	<b>2,295,257</b>
<b>Net Assets</b>		<b>34,137,034</b>	<b>15,454,097</b>
<b>Equity</b>			
Issued capital	8	58,168,466	42,700,446
Reserves		(11,579,692)	(18,531,180)
Retained earnings		(12,533,790)	(8,852,411)
Equity attributable to owners of the parent entity		34,054,984	15,316,855
Non-controlling interest		82,050	137,242
<b>Total Equity</b>		<b>34,137,034</b>	<b>15,454,097</b>

The above statement should be read in conjunction with the accompanying notes.



**PRELIMINARY CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the year ended 31 December 2021

	Issued Capital	Accumulated Losses	Foreign Currency Translation Reserve	Option Reserve	Reserves			Subtotal	Non-controlling interests	Total
					Financial Assets Revaluation Reserve	Digital Assets Revaluation Reserve	Other Components of Equity			
	\$	\$	\$	\$	\$	\$	\$	\$	\$	
<b>Consolidated Group</b>										
<b>Balance at 1 January 2020</b>	30,306,207	(8,572,973)	64,383	999,590	-	-	(20,289,999)	2,507,208	(125,337)	2,381,871
<b>Comprehensive income</b>										
Loss for the year	-	(435,779)	-	-	-	-	-	(435,779)	256,042	(179,737)
Other comprehensive income for the year	-	-	(347,301)	-	-	133,467	-	(213,834)	6,537	(207,297)
<b>Total comprehensive income for the year</b>	-	(435,779)	(347,301)	-	-	133,467	-	(649,613)	262,579	(387,034)
<b>Transactions with owners, in their capacity as owners, and other transfers</b>										
Shares issued during the year	14,932,254	-	-	(694,489)	-	-	-	14,237,765	-	14,237,765
Transaction costs	(2,538,015)	-	-	-	-	-	-	(2,538,015)	-	(2,538,015)
Options expired during the year	-	22,874	-	(22,874)	-	-	-	-	-	-
Options issued during the year	-	-	-	1,759,510	-	-	-	1,759,510	-	1,759,510
<b>Total transactions with owners and other transfers</b>	12,394,239	22,874	-	1,042,147	-	-	-	13,459,260	-	13,459,260
<b>Balance at 31 December 2020</b>	42,700,446	(8,985,878)	(282,918)	2,041,737	-	133,467	(20,289,999)	15,316,855	137,242	15,454,097
<b>Balance at 1 January 2021</b>	42,700,446	(8,985,878)	(282,918)	2,041,737	-	133,467	(20,289,999)	15,316,855	137,242	15,454,097
<b>Comprehensive income</b>										
Profit for the year	-	(3,764,055)	-	-	-	-	-	(3,764,055)	(57,376)	(3,821,431)
Other comprehensive income for the year	-	-	460,392	-	472,323	527,483	-	1,460,198	2,184	1,462,382
<b>Total comprehensive income for the year</b>	-	(3,764,055)	460,392	-	472,323	527,483	-	(2,303,857)	(55,192)	(2,359,049)
<b>Transactions with owners, in their capacity as owners, and other transfers</b>										
Shares issued during the year	18,412,779	-	-	(56,876)	-	-	-	18,355,903	-	18,355,903
Transaction costs net of tax	(1,835,182)	-	-	-	-	-	-	(1,835,182)	-	(1,835,182)
Shares bought back during the year	(1,109,577)	-	-	-	-	-	-	(1,109,577)	-	(1,109,577)
Options expired during the year	-	216,143	-	(216,143)	-	-	-	-	-	-
Options and rights issued during the year	-	-	-	388,271	-	-	-	388,271	-	388,271
Deconsolidation of subsidiary	-	-	-	-	-	-	5,242,571	5,242,571	-	5,242,571
<b>Total transactions with owners and other transfers</b>	15,468,020	216,143	-	115,252	-	-	5,242,571	21,041,986	-	21,041,986
<b>Balance at 31 December 2021</b>	58,168,466	(12,533,790)	177,474	2,156,989	472,323	660,950	(15,047,428)	34,054,984	82,050	34,137,034

The above statement should be read in conjunction with the accompanying notes.

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**PRELIMINARY CONSOLIDATED STATEMENT OF CASH FLOWS**

**For the year ended 31 December 2021**

	Group	
	2021 (unaudited)	2020
Note	\$	\$
<b>Cash flows from Operating Activities</b>		
Receipts from customers	1,852,654	2,797,374
Payments to suppliers and employees	(6,189,779)	(2,751,666)
Grants received	-	428,978
Net cash (used in) operating activities	<u>(4,337,125)</u>	<u>474,686</u>
<b>Cash flows from Investing Activities</b>		
Interest received	948	56,054
Purchase of property, plant and equipment	(35,620)	(39,790)
Purchase of intangible assets	(695,712)	(1,641,887)
Payments made for Joint Ventures	(81,000)	-
Purchase of investments	(1,814,088)	-
Purchase of subsidiary	(1,249,335)	-
Deconsolidation of subsidiary	(4,703)	-
Net loan to related parties	(474,746)	(201,426)
Net cash (used in) investing activities	<u>(4,354,256)</u>	<u>(1,827,049)</u>
<b>Cash flows from Financing Activities</b>		
Proceeds from issue of shares	17,839,027	13,586,096
Payments for capital raising costs	(1,272,308)	(778,506)
Payments for share buy-backs	(1,109,577)	(75,085)
Payments of lease liability	(77,085)	-
Net cash provided by financing activities	<u>15,380,057</u>	<u>12,732,505</u>
Net increase in cash held	6,688,676	11,380,142
Cash and cash equivalents at beginning of financial year	11,826,228	414,229
Effect of exchange rates on cash holdings in foreign currencies	(10,762)	31,857
Cash and cash equivalents at end of financial year	<u><u>18,504,142</u></u>	<u><u>11,826,228</u></u>

The above statement should be read in conjunction with the accompanying notes.

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## NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2021

### Note 1: Summary of Significant Accounting Policies

Other than the following, there have been no material change in the Company's application of its significant accounting policies as presented in the Company's financial statements for the year ended 31 December 2020. Readers of this report should refer to Note 1: Summary of Significant Accounting Policies in the afore-mentioned financial statements for details of those accounting policies.

### Note 2: Revenue and Other Income

	Group	
	2021 (unaudited)	2020
	\$	\$
Sales revenue		
- sale of in-app applications	1,203,340	1,970,126
- ads and sponsorships	482,565	506,109
- publishing income	239,766	710,231
- services	17,960	406,389
	<u>1,943,631</u>	<u>3,592,855</u>
Other revenue		
- interest received	52,819	56,054
- other income	48,615	454,627
	<u>101,434</u>	<u>510,681</u>

### Note 3: Trade and Other Receivables

	Group	
	2021 (unaudited)	2020
	\$	\$
<i>Current</i>		
Trade receivables	1,090,729	1,290,045
Provision for impairment	(327,481)	(4,193)
	<u>763,248</u>	<u>1,285,852</u>
Other receivables	342,386	72,720
GST receivables	258,389	96,406
Total current trade and other receivables	<u>1,364,023</u>	<u>1,454,978</u>

### Note 4: Other Financial Assets

	Group	
	2021 (unaudited)	2020
	\$	\$
<i>Current</i>		
Amount receivable from:		
- other related parties	2,070,962	1,182,832
- others	1,012	1,008
	<u>2,071,974</u>	<u>1,183,840</u>
Other short-term investments	267,324	-
Convertible notes	-	64,918
	<u>2,339,298</u>	<u>1,248,758</u>



**NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS**

**For the year ended 31 December 2021**

**Note 5: Financial Assets - Fair value OCI**

	Group	
	2021	2020
	(unaudited)	
	\$	\$
<i>Non-Current</i>		
Fair assets - Fair value OCI	6,804,467	-
	<u>6,804,467</u>	<u>-</u>
<b>(a) Financial assets - Fair value OCI</b>		
<i>Non-Current</i>		
Listed and unlisted investments at fair value		
- shares in listed corporations	1,885,018	-
- shares in unlisted corporations	4,919,449	-
	<u>6,804,467</u>	<u>-</u>
<b>Listed Corporations</b>		
- Financial Assets - Fair value OCI's listed corporations have been valued using quoted prices in active markets.		
Opening Balance	-	-
Additions	1,596,846	-
Movement in fair value of financial assets - fair value OCI	288,172	-
	<u>1,885,018</u>	<u>-</u>
<b>Unlisted Corporations</b>		
- Financial Assets - Fair value OCI's unlisted corporations have been valued using the market approach. The valuation techniques uses prices and other relevant information generated by market transactions for identical or similar assets or liabilities		
Opening Balance	-	-
Additions	4,884,736	-
Movement in fair value of financial assets - fair value OCI	184,151	-
Movement in foreign currency	(149,438)	-
	<u>4,919,449</u>	<u>-</u>

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## NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2021

### Note 6: Intangible Assets

	Group	
	2021 (unaudited)	2020
	\$	\$
<i>Goodwill</i>		
Cost	-	283,862
Accumulated impairment losses	-	(283,862)
Net carrying amounts	-	-
<i>Games Portfolio</i>		
Cost	2,600,000	2,600,000
Accumulated amortisation and impairment losses	(2,600,000)	(2,370,000)
Net carrying amounts	-	230,000
<i>Computer software</i>		
Cost	1,021,798	2,817,518
Accumulated amortisation and impairment losses	(207,769)	(1,585,003)
Net carrying amounts	814,029	1,232,515
<i>Research and Development</i>		
Cost	1,655,638	1,380,989
Accumulated amortisation and impairment losses	(305,783)	(294,078)
Net carrying amounts	1,349,855	1,086,911
<i>Gaming Platform</i>		
Cost	1,257,390	-
Accumulated amortisation and impairment losses	(83,826)	-
Net carrying amounts	1,173,564	-
<i>Digital Assets</i>		
Cost	738,671	128,043
Accumulated amortisation and impairment losses	-	-
Net carrying amounts	738,671	128,043
Total intangible assets	4,076,119	2,677,469

### Reconciliation

	Games Portfolio	Computer Software	Research and Development	Gaming Platform	Digital Assets	Total
Opening net book value	230,000	1,232,515	1,086,911	-	128,043	2,677,469
Additions	-	-	709,778	1,257,390	86,760	2,053,928
Amortisation charge	(230,000)	(378,567)	(475,691)	(80,942)	-	(1,165,200)
Deconsolidation	-	(77,506)	-	-	-	(77,506)
Movement in fair value	-	-	-	-	443,404	443,404
Movement in foreign currency	-	37,587	28,857	(2,884)	80,464	144,024
	-	814,029	1,349,855	1,173,564	738,671	4,076,119

### Note 7: Trade and Other Payables

	Group	
	2021 (unaudited)	2020
	\$	\$
<i>Current</i>		
<i>Unsecured liabilities</i>		
Trade payables	52,654	266,979
Sundry payables and accrued expenses	1,450,025	1,342,181
	1,502,679	1,609,160

## NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

### For the year ended 31 December 2021

#### Note 8: Issued Capital

##### (a) Share Capital

The share capital of iCandy Interactive Limited (the Company) consists of 739,562,380 fully paid ordinary shares as at 31 December 2021.

##### (b) Movements in ordinary share capital

Movements in the ordinary share capital of the Company during the past two years were as follows:

	No. of Shares	Amount \$
Opening balance at 1 January 2020	337,190,644	30,306,207
Shares issued during the year	210,123,205	14,932,254
Less: transaction costs	-	(2,538,015)
Closing balance at 31 December 2020	<u>547,313,849</u>	<u>42,700,446</u>
Opening balance at 1 January 2021	547,313,849	42,700,446
Shares issued during the year	192,248,531	18,412,779
Less: transaction costs	-	(1,835,182)
Less: share buy-backs	-	(1,109,577)
Closing balance at 31 December 2020	<u>739,562,380</u>	<u>58,168,466</u>

#### Note 9: Earnings per share

Losses used to calculate basic and dilutive EPS	(3,764,055)	(435,779)
	Number	
	2021	2020
Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS	594,601,415	385,754,017
Weighted average number of ordinary shares outstanding during the year used in calculating dilutive EPS	594,601,415	385,754,017
Basic loss per share (cents)	(0.63)	(0.08)
Diluted loss per share (cents)	(0.63)	(0.08)

#### Note 10: Segment Information

The Group operates in four geographical segments, Australia, Singapore, Malaysia and Indonesia.

#### Note 11: Events Subsequent to Reporting Date

In the month of January 2022, a total of 7,130,501 fully paid ordinary shares were bought back on the market by the Company. The total share buy-back amount paid was \$939,434.

On 14 January 2022, the Company announced it had signed a binding term sheet to acquire a 60% shareholding in gaming backend technology tools provider, Gameconomy for a cash and share equivalent consideration of MYR 1.5 million (AUD \$497,264).

On 14 January 2022, the Company issued 522,667 fully paid ordinary shares at an issue price of \$0.025 per share. These were as a result of ICIOBs being exercised. A total of \$13,067 was raised.

On 14 January 2022, 6,000,000 unlisted options with an exercise price of \$0.115 and expiry date of 14 June 2023 was issued. These were issued as consideration for services provided by the lead manager in relation for the placement conducted in November 2021.

On 19 January 2022, 202,019,178 fully paid ordinary shares were issued at an issue price of \$0.115 per share. A total of \$23,232,205 was raised.

On 11 February 2022, the Company announced it had completed the 100% acquisition of Lemon Sky Studios, a game and animation studio. 250,344,610 fully paid ordinary shares were issued at \$0.11 per share as part consideration for the completion of the acquisition.

On 11 February 2022, the Company issued 1,020,000 fully paid ordinary shares at an issue price of \$0.025 per share. These were as a result of ICIOBs being exercised. A total of \$25,500 was raised.

On 24 February 2022, the Company issued 63,511,122 fully paid ordinary shares at an issue price of \$0.12596 per share. These shares were issued as settlement for the acquisition of 51% of Digital Games International Pte Ltd.

## NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2021

### Note 12: Interest in Subsidiaries

(a) Information about Principal Subsidiaries

Name of subsidiary	Country of Incorporation	Ownership interest held by the Group		Proportion of non-controlling interest	
		2021	2020	2021	2020
Appxplore (iCandy) Limited	British Virgin Island	100%	100%	-	-
Appxplore (iCandy) Sdn Bhd	Malaysia	100%	100%	-	-
Inzen (iCandy) Pte Ltd	Singapore	100%	100%	-	-
PT Joyseed Berhagi Sukses	Indonesia	67%	67%	33%	33%
Beetleroar Sdn Bhd	Malaysia	100%	100%	-	-
iCandy Games Limited	British Virgin Island	100%	100%	-	-
iCandy Media Limited	British Virgin Island	100%	-	-	-
iCandy Digital Pte Ltd	Singapore	-	100%	-	-
iCandy Play Limited	British Virgin Island	-	100%	-	-

(b) Significant Restrictions

There are no significant restrictions over the Group's ability to access or use assets, and settle liabilities, of the Group.

### COMPLIANCE STATEMENT

The financial information provided in Appendix 4E is based on the annual financial report which is being prepared in accordance with Australian Accounting Standards or standards acceptable to ASX.

The report and the account upon which the report is based use the same accounting policies.

In the Directors' Opinion, this report does not give a true and fair view of the matters disclosed.

This report is based on accounts which are in the process of being audited.

The financial report is not likely to be the subject of dispute or qualification.



Kin Wai Lau  
Director

Dated: 28 February 2022