

# **FATFISH GROUP LIMITED AND CONTROLLED ENTITIES**

**ABN: 88 004 080 460**

**Financial Report For The Year Ended  
31 December 2021**

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## Financial Report For The Year Ended 31 December 2021

<b>CONTENTS</b>	<b>Page</b>
Corporate Governance Statement	1
Directors' Report	12
Remuneration Report	16
Auditor's Independence Declaration	18
Consolidated Statement of Profit or Loss and Other Comprehensive Income	19
Consolidated Statement of Financial Position	20
Consolidated Statement of Changes in Equity	21
Consolidated Statement of Cash Flows	22
Notes to the Financial Statements	23
Directors' Declaration	58
Independent Auditor's Report	59
Additional Information for Listed Public Companies	61

**FATFISH GROUP LIMITED AND CONTROLLED ENTITIES**  
**ABN: 88 004 080 460**  
**CORPORATE GOVERNANCE STATEMENT**



Fatfish Group Limited is listed on the Australian Securities Exchange (ASX). Accordingly, unless stated otherwise in this document, the Board's corporate governance arrangements comply with the recommendations of the ASX Corporate Governance Council (fourth edition) as well as current standards of best practice for the entire financial year ended 31 December 2021. The corporate governance statement is current as at 31 December 2021 and has been approved by the Board.

**1. Our approach to corporate governance**

**(a) Framework and approach to corporate governance and responsibility**

The Board of Fatfish Group Limited ("the Company") is committed to maintaining the highest standards of corporate governance.

Corporate governance is about having a set of values that underpin the company's everyday activities - values that ensure fair dealing, transparency of actions, and protect the interest of stakeholders. The Board considers that corporate governance forms part of a broader framework of corporate responsibility and regulatory oversight.

In pursuing its commitment to best practice governance standards, the Board will continue to:

- review and improve its governance practices; and
- monitor global developments in best practice corporate governance.

**(b) Compliance with ASX Corporate Governance Principles and Recommendations**

The ASX Listing Rules require listed companies to include in their Annual Report a statement disclosing the extent to which they have followed the ASX Corporate Governance Principles and Recommendations in the reporting period.

Listed companies must identify the recommendations that have not been followed and provide reasons for the Company's decision.

This Governance Statement describes Fatfish Group Limited's governance practices and notes where they do not comply with the ASX Corporate Governance Principles and Recommendations and the reasons for non-compliance.

**2. Date of this statement**

This statement reflects our corporate governance policies and procedures as at 31 December 2021.

**3. The Board of Directors**

**(a) Membership and expertise of the Board**

The Board has a broad range of relevant financial experience and expertise to meet its objectives. The current Board composition, with details of individual Director's backgrounds, is set out in the Director's Report which is included in this Annual Report.

**(b) Framework and approach to corporate governance and responsibility**

The Board is accountable to shareholders for Fatfish Group Limited's performance. In summary, the Board's responsibilities include:

- providing strategic direction and approving corporate strategic initiatives;
- planning for Board and executive succession;
- selecting and evaluating future Directors and the Chief Executive Officer ("CEO");
- setting the CEO and Director remuneration within shareholder approved limits;
- approving budget and monitoring management and financial performance;
- considering and approving the Annual Financial Report (including the Directors' Declaration) and the interim and final financial statements;
- approving Fatfish Group Limited's risk management strategy, monitoring its effectiveness and maintaining a direct and ongoing dialogue with Fatfish Group Limited's auditors and regulators; and
- considering and reviewing the social and ethical impact of Fatfish Group Limited's activities, setting standards for social and ethical practices and monitoring compliance with Fatfish Group Limited's social responsibility policies and practices.

The Board would normally delegate to management the responsibility for:

- developing and implementing corporate strategies and making recommendations on significant corporate strategic initiatives;
- maintaining an effective risk management framework and keeping the Board and market fully informed about material risks;
- developing Fatfish Group Limited's annual budget, recommending it to the Board for approval and managing day-to-day operations within budget;
- managing day-to-day operations in accordance with standards for social and ethical practices which have been set by the Board.

The current circumstances, however, require all these functions to be exercised by Board members or the Company Secretary. The Company does not currently have a performance evaluation method due to the current size and limited nature of operations.

**(c) Board role and responsibility**

The Board determines its size and composition, subject to the limits imposed by Fatfish Group Limited's Constitution. The Constitution requires a minimum of three and a maximum of ten Directors. In addition, at least two of the Directors shall ordinarily reside within Australia. Currently, the Board consists of four directors. The Board supports the principles of diversity. However, due to the size and scale of the Company's operations, it has no female representative on the Board at the present moment.

**(d) The selection and role of the Chairman**

The Chairman is selected by the Board from the non-executive Directors. The Chairman's role includes:

- providing effective leadership on formulating the Board's strategy;
- representing the views of the Board to the public;
- ensuring that, when all Board members take office, they are fully briefed on the terms of their appointment, their duties and responsibilities;
- managing day-to-day operations in accordance with standards for social and ethical practices which have been set by the Board, ensuring that the Board meets at regular intervals throughout the year, and that minutes of meetings accurately record decisions taken and, where appropriate, the view of individual Directors;
- guiding the agenda and conduct of all Board meetings; and
- reviewing the performance of the Board of Directors.

The Company complies with the requirement that the Chairman be an independent director.

**(e) Directors' Independence**

The Board assesses each of the Directors against specific criteria to decide whether they are in a position to exercise independent judgement. Directors are considered to be independent if they are independent of management and free from any business or other relationship that could materially interfere with, or could reasonably be perceived to materially interfere with, the exercise of their unfettered and independent judgement. Materiality is assessed on a case-by-case basis by reference to each Director's individual circumstances rather than general materiality thresholds. In assessing independence, the Board considers whether the Director has a business or other relationship with Fatfish Group Limited, either directly, or as a partner, a shareholder or officer of a company or other company that has an interest, or a business or other relationship, with Fatfish Group Limited or another Fatfish Group Limited group member. Presently, the Board has two non-executive directors (out of a total of four) which meets this independence criteria.

**(f) Avoidance of conflicts of interest by a Director**

In accordance with the Corporations Act 2001, any Director with a material personal interest in a matter being considered by the Board must not be present when the matter is being considered and may not vote on the matter.

**(g) Meetings of the Board and their conduct**

Meetings of the Board happen when and as appropriate. Details of Board meetings held and attended are tabled in the Directors' Report, which forms part of this Annual Report.

**(h) Succession planning**

The Board plans succession of its own members taking into account the skills, experience and expertise required and currently represented, and Fatfish Group Limited's future direction. The Board is also responsible for CEO succession planning.

**(i) Review of Board performance**

The Board does not formally review its overall performance or the performance of individual Directors. The performance of non-executive Directors (including the Chairman) is not subject to any formal review process due to the current size of the Board. Fatfish Group Limited does not comply with ASX recommendations on this issue.

**(j) Nomination and appointment of new Directors**

Recommendations for nominations of new Directors are made by the Nomination Committee. Those nominated are assessed by the Board as a whole against a range of criteria including background, experience, professional skills, personal qualities, whether their skills and experience will augment the existing Board and their availability to commit themselves to the Board's activities. If the Board appoints a new Director during the year, that person will stand for election by shareholders at the next annual general meeting. Shareholders are provided with relevant information on the candidates for election.

**(k) Retirement and re-election of Directors**

Fatfish Group Limited's Constitution states that one-third of our Directors must retire each year. The maximum time that each Director can serve in any single term is three years. Any Director who has been appointed during the year must retire at the next annual general meeting. Eligible Directors who retire each year may offer themselves for re-election by shareholders at the next annual general meeting.

**(l) Compulsory retirement of Directors**

The Board has no limit on the number of terms of office which any Director may serve.

**(m) Board access to information and advise**

All Directors have unrestricted access to company records and information and receive regular detailed financial and operational reports. The Company Secretary provides Directors with ongoing guidance on issues such as corporate governance, Fatfish Group Limited's Constitution and the law. The Board collectively, and each Director individually, has the right to seek independent professional advice at Fatfish Group Limited's expense to help them carry out their responsibilities. While the Chairman's prior approval is needed, it may not be unreasonably withheld and, in its absence, Board approval may be sought.

**(n) Securities trading policy**

Directors and employees are subject to the Corporations Act restrictions on trading securities in the Company if they are in possession of inside information. This is regarded as any information that is non-public and, if it were public that a reasonable person would expect to have a material effect on the price of the Company's securities.

In addition, the Company has established a policy on the trading in Fatfish Group Limited's securities, which applies to all Directors and employees. Key aspects of this policy as follows:

- Directors and employees are encouraged to be long-term holders of the Company's securities and are discouraged from any short-term trading;
- Directors and employees may trade for 4 weeks following announcement of the annual results, half-year results and the annual general meeting, provided the market has been fully informed. However, a trading embargo of 2 days applies immediately after any significant announcement;
- Directors and employees need to ensure that the market is fully informed before they can trade and to protect themselves should discuss the intended share trading with the Chairman or Company Secretary; and
- Trading outside the four-week period is required to be approved by the Chairman, prior to any transaction occurring. Generally, if the market is fully informed, the approval will be granted.

Directors are required to notify the Company Secretary within 2 days of a change in their beneficial interest in the company's shares.

Directors' interest in the company's securities have not changed materially in the last 12 months.

**4. Board committees**

**Board committees and membership**

The Company does not currently have separate committees due to the current size and limited nature of operations. Fatfish Group Limited does not comply with ASX recommendations on Board Committees.

Directors have been paid a fixed remuneration in the past, however currently Australian resident director's fees are capped at \$2,000 per month. Directors would in past years have been paid a directors fee for attending Board Meetings, as well as being able to claim for out-of-pocket expenses and any time spent on special issues.

Fatfish Group Limited's remuneration principle is that payments to non-executive Directors (as detailed in the Financial Statements) are fixed remuneration, reimbursement of expenses and time spent on specific issues. The executive Directors are paid for their executive duties at a negotiated rate in line with their qualifications and experience. Full details regarding remuneration are contained in the audited Remuneration Report in the Director's Report of the Annual Report.

## **5. Audit governance and independence**

### **(a) Approach to audit governance**

The Board is committed to these basic principles:

- Fatfish Group Limited must produce true and fair financial reports; and
- Its accounting methods are comprehensive and relevant and comply with applicable accounting rules and policies.

### **(b) Engagement and total of external auditor**

Fatfish Group Limited's independent external auditors are Hall Chadwick.

### **(c) Discussions with external auditor or independence**

The Board requires the external auditor to confirm that they have maintained their independence.

### **(d) Relationship with auditor**

Fatfish Group Limited's current policies on employment and other relationships with our external auditor are:

- the audit partners and any audit firm employee on the Fatfish Group Limited's audit are prohibited from being an officer of Fatfish Group Limited;
- an immediate family member of an audit partner or any audit firm employee on the Fatfish Group Limited's audit is prohibited from being a Director or an officer in a significant position at Fatfish Group Limited;
- a former audit firm partner or employee on the Fatfish Group Limited' audit is prohibited from becoming a Director or officer in a significant position at Fatfish Group Limited for at least five years and after the five years, can have no continuing financial relationship with the audit firm;
- members of the audit team and firm are prohibited from having a business relationship with Fatfish Group Limited or any officer of Fatfish Group Limited unless the relationship is clearly insignificant to other parties;
- the audit firm, its partners, its employees of the Fatfish Group Limited's audit and their immediate family members are prohibited from having a direct or material indirect investment in Fatfish Group Limited;
- officers of Fatfish Group Limited are prohibited from receiving any remuneration from the audit firm;
- the audit firm is prohibited from having a financial interest in any Company with a controlling interest in Fatfish Group Limited; and
- the audit firm engagement team in any given year cannot include a person who had been an officer of Fatfish Group Limited during that year.

### **(e) Restrictions on non-audit services by external auditor**

The external auditor is not restricted in the provision of non-audit services to Fatfish Group Limited except as required by the Corporations Act or the ASX Listing Rules.

### **(f) Attendance at Annual General Meeting**

Fatfish Group Limited's external auditor attends the annual general meeting and is available to answer shareholder questions.

## **6. Controlling and managing risk**

### **(a) Approach to risk management**

Taking and managing risk are central to business and to building shareholder value. Fatfish Group Limited' approach is to identify, assess and control the risks which affect its business. The intention is to enable risks to be balanced against appropriate rewards. The risk management approach links Fatfish Group Limited's vision and values, objectives and strategies, procedures and training.

### **(b) Risk management roles and responsibilities**

The Board is responsible for approving and reviewing Fatfish Group Limited's risk management strategy and policy. The Risk Oversight Committee is responsible for implementing the Board-approved risk management strategy and developing policies, controls, processes and procedures to identify and manage risks in all of Fatfish Group Limited's activities.

Fatfish Group Limited does not comply with ASX recommendations on these issues as it does not have a formal verifiable system of risk management or any employees to implement such a system as it does not view this to be appropriate at the current time. It relies on the oversight of the Directors and the various committees, together with the periodic verification of the external auditor.



**(c) Company Secretarial assurance**

The Board receives periodic reports about the financial condition and operational results of Fatfish Group Limited. The CEO periodically provide formal statements to the Board that in all material respects:

- the Company's periodic financial statements present a true and fair view of Fatfish Group Limited's financial condition and operational results for those reporting periods; and
- that risk management and internal compliance and control systems are sound, appropriate and operating efficiently and effectively.

**7. Remuneration framework**

**(a) Overview**

Director's remuneration is approved and fixed by shareholders. Fatfish Group Limited currently pays its Australian resident Directors and Company Secretary a fixed remuneration. These officers can claim reimbursement of out-of-pocket expenses incurred on behalf of Fatfish Group Limited and time spent on specific issues.

**(b) Employee Share Options scheme**

There are no Employee Share Options Schemes (ESOS) granted over un-issued shares to directors or executives as part of their remuneration. The issue of any options would require approval by shareholders.

**8. Corporate responsibility and sustainability**

**(a) Approach to corporate responsibility and sustainability**

Fatfish Group Limited's approach to corporate responsibility and sustainability is to manage its business in a way that produces positive outcomes for all stakeholders and maximises economic, social and environmental value simultaneously. In doing so, Fatfish Group Limited accepts that the responsibilities flowing from this go beyond both strict legal obligations and not just the financial bottom line. Transparency, the desire for fair dealing, and positive links into the community underpin our everyday activities and corporate responsibility practices.

**(b) Code of conduct**

Fatfish Group Limited' Board and management are committed to their Code of Conduct (Code) which is based on their core values and on the expectations of their clients, of shareholders and of the broader community.

The Code aims to promote a high level of professionalism and proved a benchmark for ethical and professional behaviour throughout the Company. It also promotes a healthy, respectful workplace and environment for all their employees.

At the same time, the Code aims to support their business reputation and corporate image within the wider community and make employees aware of the consequence they face if they breach the Code.

The ASX recommendations require that the Code of Conduct is reviewed periodically, specifically to reflect the ASX Corporate Governance Principles and Recommendations.

**(c) Insider trading policy and trading in Fatfish Group Limited shares**

The Company Secretary has responsibility for ensuring compliance with the continuous disclosure requirements of ASX Listing Rules, as well as overseeing and coordinating information disclosure to the ASX, analysts, brokers, shareholders, the media and the public.

Fatfish Group Limited is committed to giving all shareholders comprehensive and equal access to information about its activities, and to fulfil continuous disclosure obligations to the broader market. Fatfish Group Limited's policy is designed to ensure compliance with ASX Listing Rules continuous disclosure requirements. It ensures an information that a reasonable person would expect to have a material effect on the price of Fatfish Group Limited's securities is disclosed.

Fatfish Group Limited currently maintains its own website and relies on communication in this medium on the ASX Company Announcements platform carrying all the relevant information.



### Compliance with ASX Corporation Governance Good Practice Recommendations

The table below outlines each of the ASX Best Practice Recommendations and the Company's compliance with those recommendations. The Company has adopted and substantially complies with ASX Corporate Governance Principles and Recommendations (Fourth Edition) to the extent appropriate to the size and nature of the Group's Operations.

Principles and Recommendations	Comply (Yes/No)	Note
<b>Principle 1: Lay solid foundations for management and oversight</b>		
<b>Recommendation 1.1</b> A listed entity should have and disclose a board charter setting out: (a) the respective roles and responsibilities of its board and management; and (b) those matters expressly reserved to the board and those delegated to management.	Yes	
<b>Recommendation 1.2</b> A listed entity should: (a) undertake appropriate checks before appointing a director or senior executive or putting someone forward for election as a director; and (b) provide security holders with all material information in its possession relevant to a decision on whether or not to elect or re-elect a director.	Yes	
<b>Recommendation 1.3</b> A listed entity should have a written agreement with each director and senior executive setting out the terms of their appointment.	Yes	
<b>Recommendation 1.4</b> The company secretary of a listed entity should be accountable directly to the board, through the chair, on all matters to do with the proper functioning of the board.	Yes	
<b>Recommendation 1.5</b> A listed entity should: (a) have and disclose a diversity policy; (b) through its board or a committee of the board set measurable objectives for achieving gender diversity in the composition of its board, senior executives and workforce generally; and (c) disclose in relation to each reporting period: (i) the measurable objectives set for that period to achieve gender diversity; (ii) the entity's progress towards achieving those objectives; and (iii) either: (A) the respective proportions of men and women on the board, in senior executive positions and across the whole workforce (including how the entity has defined "senior executive" for these purposes); or (B) if the entity is a "relevant employer" under the Workplace Gender Equality Act, the entity's most recent "Gender Equality Indicators", as defined in and published under that Act. If the entity was in the S&P / ASX 300 Index at the commencement of the reporting period, the measurable objective for achieving gender diversity in the composition of its board should be to have not less than 30% of its directors of each gender within a specified period.	Yes	
<b>Recommendation 1.6</b> A listed entity should: (a) have and disclose a process for periodically evaluating the performance of the board, its committees and individual directors; and (b) disclose for each reporting period whether a performance evaluation has been undertaken in accordance with that process during or in respect of that period.	No	1



<b>Recommendation 1.7</b> A listed entity should: (a) have and disclose a process for evaluating the performance of its senior executives at least once every reporting period; and (b) disclose for each reporting period whether a performance evaluation has been undertaken in accordance with that process during or in respect of that period.	No	2
<b>Principle 2: Structure the Board to be effective and add value</b>		
<b>Recommendation 2.1</b> The board of a listed entity should: (a) have a nomination committee which: (i) has at least three members, a majority of whom are independent directors; and (ii) is chaired by an independent director, and disclose: (iii) the charter of the committee; (v) the members of the committee; and (vi) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or (b) if it does not have a nomination committee, disclose that fact and the processes it employs to address board succession issues and to ensure that the board has the appropriate balance of skills, knowledge, experience, independence and diversity to enable it to discharge its duties and responsibilities effectively.	No	3
<b>Recommendation 2.2</b> A listed entity should have and disclose a board skills matrix setting out the mix of skills that the board currently has or is looking to achieve in its membership.	Yes	
<b>Recommendation 2.3</b> A listed entity should disclose: (a) the names of the directors considered by the board to be independent directors; (b) if a director has an interest, position, affiliation or relationship of the type described in Box 2.3 but the board is of the opinion that it does not compromise the independence of the director, the nature of the interest, position or relationship in question and an explanation of why the board is of that opinion; and (c) the length of service of each director.	Yes	
<b>Recommendation 2.4</b> A majority of the board of a listed entity should be independent directors.	Yes	
<b>Recommendation 2.5</b> The chair of the board of a listed entity should be an independent director and, in particular, should not be the same person as the CEO of the entity.	No	4
<b>Recommendation 2.6</b> A listed entity should have a program for inducting new directors and for periodically reviewing whether there is a need for existing directors to undertake professional development to maintain the skills and knowledge needed to perform their role as directors effectively.	Yes	
<b>Principle 3: Instil a culture of acting lawfully, ethically and responsibly</b>		
<b>Recommendation 3.1</b> A listed entity should articulate and disclose its values.	Yes	
<b>Recommendation 3.2</b> A listed entity should: (a) have and disclose a code of conduct for its directors, senior executives and employees; and (b) ensure that the board or a committee of the board is informed of any material breaches of that code by a director or senior executive; and (c) any other material breaches of that code that call into question the culture of the organisation.	Yes	

<b>Recommendation 3.3</b> A listed entity should: (a) have and disclose a whistle-blower policy; and (b) ensure that the board or a committee of the board is informed of any material incidents reported under that policy.	Yes	
<b>Recommendation 3.4</b> A listed entity should: (a) have and disclose an anti-bribery and corruption policy; and (b) ensure that the board or committee of the board is informed of any material breaches of that policy.	No	5
<b>Principle 4: Safeguard the integrity of corporate reports</b>		
<b>Recommendation 4.1</b> The board of a listed entity should: (a) have an audit committee which: (i) has at least three members, all of whom are non-executive directors and a majority of whom are independent directors; and (ii) is chaired by an independent director, who is not the chair of the board, and disclose: (iii) the charter of the committee; (v) the relevant qualifications and experience of the members of the committee; and (vi) in relation to each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or (b) if it does not have an audit committee, disclose that fact and the processes it employs that independently verify and safeguard the integrity of its corporate reporting, including the processes for the appointment and removal of the external auditor and the rotation of the audit engagement partner.	No	6
<b>Recommendation 4.2</b> The board of a listed entity should, before it approves the entity's financial statements for a financial period, receive from its CEO and CFO a declaration that, in their opinion, the financial records of the entity have been properly maintained and that the financial statements comply with the appropriate accounting standards and give a true and fair view of the financial position and performance of the entity and that the opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.	Yes	
<b>Recommendation 4.3</b> A listed entity should disclose its process to verify the integrity of any periodic corporate report it releases to the market that is not audited or reviewed by an external auditor.	Yes	
<b>Principle 5: Make timely and balanced disclosure</b>		
<b>Recommendation 5.1</b> A listed entity should have and disclose a written policy for complying with its continuous disclosure obligations under listing rule 3.1.	Yes	
<b>Recommendation 5.2</b> A listed entity should ensure that its board receives copies of all material market announcements promptly after they have been made.	Yes	
<b>Recommendation 5.3</b> A listed entity that gives a new and substantive investor or analyst presentation should release a copy of the presentation materials on the ASX Market Announcements Platform ahead of the presentation.	Yes	

<b>Principle 6 - Respect the rights of security holders</b>		
<b>Recommendation 6.1</b> A listed entity should provide information about itself and its governance to investors via its website.	Yes	
<b>Recommendation 6.2</b> A listed entity should have an investor relations program that facilitates effective two-way communication with investors.	Yes	
<b>Recommendation 6.3</b> A listed entity should disclose how it facilitates and encourages participation at meetings of security holders.	Yes	
<b>Recommendation 6.4</b> A listed entity should ensure that all substantive resolutions at a meeting of security holders are decided by a poll rather than by a show of hands.	Yes	
<b>Recommendation 6.5</b> A listed entity should give security holders the option to receive communications from, and send	Yes	
<b>Principle 7 - Recognise and manage risk</b>		
<b>Recommendation 7.1</b> The board of a listed entity should: (a) have a committee or committees to oversee risk, each of which: (i) has at least three members, a majority of whom are independent directors; and (ii) is chaired by an independent director, and disclose: (iii) the charter of the committee; (v) the members of the committee; and (vi) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or (b) if it does not have a risk committee or committees that satisfy (a) above, disclose that fact and the processes it employs for overseeing the entity's risk management framework.	No	7
<b>Recommendation 7.2</b> The board or a committee of the board should: (a) review the entity's risk management framework at least annually to satisfy itself that it continues to be sound and that the entity is operating with due regard to the risk appetite set by the board; and (b) disclose, in relation to each reporting period, whether such a review has taken place	Yes	
<b>Recommendation 7.3</b> A listed entity should disclose: (a) if it has an internal audit function, how the function is structured and what role it performs; or (b) if it does not have an internal audit function, that fact and the processes it employs for evaluating and continually improving the effectiveness of its governance, risk management and internal control processes.	Yes	
<b>Recommendation 7.4</b> A listed entity should disclose whether it has any material exposure to environmental or social risks and, if it does, how it manages or intends to manage those risks.	Yes	

<b>Principle 8 - Remunerate fairly and responsibly</b>		
<b>Recommendation 8.1</b> The board of a listed entity should: (a) have a remuneration committee which: (i) has at least three members, a majority of whom are independent directors; and (ii) is chaired by an independent director, and disclose: (iii) the charter of the committee; (v) the members of the committee; and (vi) as at the end of each reporting period, the number of times the committee met throughout the period and the individual attendances of the members at those meetings; or (b) if it does not have a remuneration committee, disclose that fact and the processes it employs for setting the level and composition of remuneration for directors and senior executives and ensuring that such remuneration is appropriate and not excessive.	No	8
<b>Recommendation 8.2</b> A listed entity should separately disclose its policies and practices regarding the remuneration of non-executive directors and the remuneration of executive directors and other senior executives.	Yes	
<b>Recommendation 8.3</b> A listed entity which has an equity-based remuneration scheme should: (a) have a policy on whether participants are permitted to enter into transactions (whether through the use of derivatives or otherwise) which limit the economic risk of participating in the scheme; and (b) disclose that policy or a summary of it.	No	9

**Note 1**

The Board is responsible for evaluating the performance of the Board and individual Directors will be evaluated on an annual basis, with the aid of an independent advisor, if deemed required. The Company's Corporate Governance Plan requires the Board to disclose whether or not performance evaluations were conducted during the relevant reporting period with details of the performance evaluations conducted will be provided in the Company's Annual Report. No evaluation has taken place to the date of this report.

**Note 2**

The Company has not undertaken a performance evaluation of its senior executives noting that the Company currently does not employ any executives. Performance reviews will take place once senior executive roles are occupied.

**Note 3**

Due to the size and nature of the existing Board, the Company does not currently have a Nomination Committee. The full Board carries out the duties that would ordinarily be assigned to the Nomination Committee and the Board devotes time on an annual basis to discuss Board succession issues. All members of the Board are involved in the Company's nomination process, to the maximum extent permitted under the Corporations Act and ASX Listing Rules.

**Note 4**

The current Chairman of the Company, Mr Ki Wai Lau, is not deemed an independent director due to his indirect shareholdings in the Company via Fatfish Group Limited, of which he is an Executive Director.

**Note 5**

The Company does not currently operate under a documented Anti-bribery and corruption policy given the size, nature and geographical location of its operations.

**Note 6**

Due to the size and nature of the existing Board, the Company does not currently have a Audit Committee. The full Board carries out the duties that would ordinarily be assigned to the Audit Committee under the written terms of reference for that committee and annually to fulfilling the roles and responsibilities associated with maintaining the Company's internal audit function and arrangements with external auditors. All members of the Board are involved in the Company's audit function to ensure the proper maintenance of the entity and the integrity of all financial report.



**Note 7**

Due to the size and nature of the existing Board, the Company does not currently have a Risk Management Committee. The full Board carries out the duties that would ordinarily be assigned to the Risk Management Committee and devotes time annually to fulfilling the rules and responsibilities associated with overseeing risk and maintaining the entity's risk management framework and associated internal compliance and control procedures.

**Note 8**

Due to the size and nature of the existing Board, the Company does not currently have a Remuneration Committee. The full Board carries out the duties that would ordinarily be assigned to the Remuneration Committee and devotes time annually to fulfilling the rules and responsibilities associated with setting the level and composition of remuneration for Directors, ensuring that such remuneration is appropriate and not excessive.

**Note 9**

The Company does not currently have any equity based remuneration schemes in place.

**FATFISH GROUP LIMITED AND CONTROLLED ENTITIES**  
**ABN: 88 004 080 460**  
**DIRECTORS' REPORT**



The Directors of Fatfish Group Limited ("the Company") present their report on the consolidated entity ("the Group"), consisting of Fatfish Group Limited and the entities it controlled at the end of and during the financial year ended 31 December 2021.

**General Information**

**Directors**

The names and details of the Group's Directors in office during the financial year and until the date of this report are as follows:

**Dato' Larry Nyap Liou Gan**

Chairman

Non-Executive Director

Appointed 1 September 2014

Larry Gan has been active in commerce and community work over a span of four decades.

He had a long association with **Accenture** with several global leadership roles, his last position as Managing Partner Asia and Managing Partner for the firm's multibillion dollar Venture Fund for Australasia. Over a career span of 26 years, he led the firm's growth in Asia; consulted for many large organisations around the world including the internal transformation of the Accenture business, and was regional lead for the firm's Strategy and eCommerce offerings.

Since his retirement in 2004, he has dedicated his time to **Corporate Governance** serving on the Minority Shareholders Watchdog Committee and as independent Chairman/Director on several public listed companies internationally. He was an independent director of Ambank Group, Maybank Investment Bank, Tanjong Limited, Hong Leong Assurance and Lotus Cars International. He is also very much involved in sports development and not for profit organisations.

Larry is presently a strategic investor in digital enterprises, and operates an extensive business network of entrepreneurs, consulting professionals and investment funds. He mentors start-ups and advocates disruptive business models. Alongside his investments, he assumes board roles in several publicly listed internet and technology companies. He served on the boards of Redtone International Berhad (Chairman), Diversified Gateway Solutions Berhad (Chairman), Omesti Berhad (CEO/MD), Prestariang Berhad and iProperty Limited. Today, he continues on the Boards of Cuscap Berhad (Chairman), Rev Asia Berhad (Chairman), Fatfish Group Limited (Chairman), Graphene Nanochem Limited, 8Common Limited and Flexiroam Limited.

Larry is a Certified Chartered Accountant (UK).

**Other current directorships of listed companies**

8Common Limited (listed on ASX)

Flexiroam Limited (listed on ASX)

Tropicana Corporation Berhad (listed on Bursa Malaysia)

Cloudaron Berhad (listed on Bursa Malaysia)

Rev Asia Berhad - formerly known as Catcha Media Berhad (listed on Bursa Malaysia) - Chairman

Graphene Nanochem PLC (listed on AIM)

**Former directorships of listed companies in last three years**

N/A



**Kin Wai Lau**  
**Chief Executive Officer**  
 Executive Director  
 Appointed 21 July 2014

Kin Wai is a well-recognised technology entrepreneur in Southeast Asia who founded his first technology company when he was 23 and has since taken three technology companies public.

Mr Lau began his career as the co-founder and Managing Director of Viztel Solutions Berhad ("Viztel"), a telecom and mobile Internet software start-up. By the age of 28, Mr Lau had led Viztel to IPO and was one of the youngest Managing Directors of a public company in Southeast Asia.

In 2007, Mr Lau co-founded Cellsafe Biotech Group, a regional biotechnology business group focussing on non-controversial technologies for harvesting and cryogenic preservation of stem cells. Cellsafe is now a leading stem cell bank network in Southeast Asia, with operations across four countries.

In 2008, Mr Lau led a takeover of the Oriented Media Group Berhad (Omedia), a publicly traded digital media company in Malaysia, of which he was later appointed its Executive Chairman.

Mr Lau was a scholar of a Malaysian government-controlled corporation and graduated with first class honours in engineering from the University of Manchester in the United Kingdom. He was also a faculty research staff and a PhD candidate at the Imperial College, London.

Mr Lau frequently supports entrepreneurial campaigns in colleges and universities and is a regular judge at innovation and start-up competitions in Singapore.

**Other current directorships of listed companies**

iCandy Interactive Limited (listed on ASX)

**Former directorships of listed companies in last three years**

N/A

**Donald Han Low**  
 Non-Executive Director  
 Appointed 8 April 2008

Donald has worked in the corporate advisory and corporate finance sector with experience covering the whole business cycle, ranging from start-ups, business creation and exits via Initial Public Offerings (IPOs), Reverse Take Overs (RTO), Trade Sales and Mergers and Acquisitions (M&A). As part of all corporate restructurings, especially in distressed assets and business models, Donald takes a hands-on approach in the senior management of the companies post transactions.

He has served as a Chief Executive Officer (CEO) and as director on boards of private and publicly listed companies in Asia, Australia and Europe with interests ranging from traditional business such as agriculture (oil palm plantations, etc.), logistics, finance, mining, manufacturing, food and service (A&W) to new economy businesses in TMT (Telecommunication, Media & Technology) space and the fast growing internet environment.

**Other current directorships of listed companies**

N/A

**Former directorships of listed companies in last three years**

N/A

**Jeffrey Hua Yuen Tan**  
 Non-Executive Director  
 Appointed 12 October 2011

Mr Tan has 16 years' experience in equities and derivatives markets and client portfolio advisory roles and has also facilitated resource and property projects in China and Vietnam. Mr Tan is a director of Fraden Projects Australia Pty Ltd, a company of foreign project management consultants that facilitated the development of the USD 300 million Yen SO Project with the local government and Gamuda Berhad.

As a Director, Mr Tan has also facilitated the acquisitions and development of private ventures in China's Heilongjiang and Jilin Provinces.

**Other current directorships of listed companies**

N/A

**Former directorships of listed companies in last three years**

N/A



**FATFISH GROUP LIMITED AND CONTROLLED ENTITIES**  
**ABN: 88 004 080 460**  
**DIRECTORS' REPORT**



**Company Secretary**

Mr Andrew Draffin and Ms Jiahui Lan was appointed as Joint Company Secretary on 1 April 2018.

Andrew is a director of the accounting firm DW Accounting & Advisory Pty Ltd. He holds a Bachelor of Commerce and is a member of the Chartered Accountants Australia and New Zealand. Andrew is a Director, Chief Financial Officer and Company Secretary of listed, unlisted and private companies across a broad range of industries. His focus is on financial reporting, treasury management, management accounting and corporate services, areas where he has gained over 20 years experience.

Jiahui is a director of the accounting firm DW Accounting & Advisory Pty Ltd. She holds a Bachelor of Business (Accounting). Jiahui is a Director and Company Secretary of listed, unlisted and private companies across a range of industries. Her focus is on financial reporting, management accounting and corporate services, areas where she has gained over 12 years experience.

**Shareholdings of directors and other key management personnel**

The interest of each Director and other key management personnel, directly and indirectly, in the shares and options of the Company at the date of this report are as follows:

	31 December 2021		At date of this report	
	Ordinary Shares	Share Options	Ordinary Shares	Share Options
Dato' Larry Nyap Liou Gan*	143,876,934	472,932.00	143,876,934	472,932.00
Kin Wai Lau	54,909,609	-	54,909,609	-
Donald Han Low	-	-	-	-
Jeffrey Hua Tan	-	-	-	-

\* Dato' Larry Nya Liou Gan holds 41,059,207 ordinary shares via Planetbiz Investments Limited.

**Interest in Contracts**

None of the above directors have any personal interest in the contracts entered by Fatfish Group Limited or its controlled entities other than those mentioned above and in Note 25 - Related Party Transactions.

**Meetings of Directors**

During the financial year, 11 meetings of directors (including circular resolutions) were held.

Attendances by each directors during the year were as follows:

Dato' Larry Nyap Liou Gan  
 Kin Wai Lau  
 Donald Han Low  
 Jeffrey Hua Tan

Directors' Meetings	
Number eligible to attend	Number attended
11	11
11	11
11	11
11	11

**CORPORATE INFORMATION**

**Corporate Structure**

Fatfish Group Limited is a company limited by shares that is incorporated and domiciled in Australia. Fatfish Group Limited has prepared a consolidated financial report incorporating Fatfish Group Limited and its subsidiaries, which it controlled during the financial year and are included in the financial statements.

**Principle Activities and Significant Changes in Nature of Activities**

The principal activity of the consolidated entity during the year was the investment in tech and internet companies.

Fatfish Group Limited is an Internet venture investment firm - a first of its kinds to list on the ASX. Operating dual headquarters in Singapore and Melbourne, Fatfish Group Limited focuses on growth Internet markets, building Internet ventures with the potential to scale globally through its "Seed-to-Exit" approach.

Fatfish Group Limited enhances value of investee companies through its capital, network and resources, offering unique opportunities to investors to invest in diversified portfolio of early-stage and growth-stage internet businesses.

Fatfish Group Limited focuses on emerging global technology trends, specifically, the Company has been investing strategically across various sectors of Group, fintech and consumer internet technologies.

## Review of Operations

The consolidated loss for the twelve month period ended 31 December 2021 was \$8,900,213. (2020 loss: \$200,401).

The net assets of the Group as at 31 December 2021 was \$19,042,687. (31 December 2020: \$18,093,908).

Against the challenges the world faced due to the unprecedented Covid-19 pandemic, the Group has maintained its focus in executing its business strategy to improve shareholders' return.

With changing consumer habits due to the Covid-19 pandemic, the Group believes that the fintech sector which it is heavily invested in will outperform. Currently, the Group has 19.9% direct stake and 58.8% indirect stake via 42.92% subsidiary, Abelco Investment Group AB in Singapore-based BNPL provider Smartfunding Pte Ltd and 53.4% indirect stake in Malaysian based insurtech company, Fatberry Sdn Bhd via 42.92% subsidiary, Abelco Investment Group AB.

## Dividend Paid or Recommended

No dividends in respect to the current financial year have been paid, declared or recommended for payment.

## Financial Position

The net assets of the Group have increased \$948,779 from \$18,093,908 as at 31 December 2020 to \$19,042,687 as at 31 December 2021.

## Capital Raising and Capital Structure

As at 31 December 2021, the Company has 1,036,129,877 fully paid ordinary shares. During the year, a total of 107,486,323 fully paid ordinary shares were issued. Please refer to Note 20 - Issued capital for further details.

## Summary of Options on Issue

Issuing entity	Issue Date	Number of shares under option	Class of shares	Exercise Price	Expiry Date
Fatfish Group Limited	3 May 2021	41,238,334	Listed options	\$0.030	31 December 2022

Option holders do not have any rights to participate in any issues or other interest in the company or any other entity.

For details of options issued to directors and executives as remuneration, refer to Remuneration Report.

There have been no shares issued since the end of the financial year from the exercise of options.

## Events after the Reporting Period

On 23 March 2022, the Company announced it was commencing an on-market share buy-back over a period of 12 months.

At the date of this report, the fair value of iCandy Interactive Limited and Abelco Investment Group AB is \$600,000 and \$9,156,133 respectively.

## Future Developments, Prospects and Business Strategies

Disclosure of information regarding likely developments in the operations of the Group in future financial years and the expected results of those operations are likely to result in unreasonable prejudice to the Group. Accordingly, this information has not been disclosed in this report.

## Environmental Issues

The Group's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a State or Territory.

## Indemnifying Officers or Auditor

An indemnity have been given by the company in favour of the directors to the extent that the Corporations Act 2001 allows. No payment or agreement have been given in relation to a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings.

The company was not a party to any such proceedings during the year.

## Non-Audit services

There were no non-audit services provided by auditor during the period.

## Auditor's Independence Declaration

The lead auditor's independence declaration for the year ended 31 December 2021 has been received and can be found on page 18 of the Financial Report.

## REMUNERATION REPORT - AUDITED

This remuneration report, which forms part of the Director's report, sets out information about the remuneration of the Group's Directors and other key management personnel for the year ended 31 December 2021. The prescribed details for each person covered by this report are detailed below.

### Details of directors and other key management personnel

Directors and other key management personnel of the Group during and since the end of the financial year were as follows:

<b>Name (current directors)</b>	<b>Position held</b>
Dato' Larry Nyap Liou Gan	Non-Executive Chairman
Kin Wai Lau	Chief Executive Officer and Executive Officer
Donald Han Low	Non-Executive Director
Jeffrey Hua Tan	Non-Executive Director

### Remuneration policy

Remuneration levels are competitively set to attract the most qualified and experienced Directors and Senior Executives. The Board may obtain independent advice on the appropriateness of remuneration packages.

There are no schemes for retirement benefits.

The Directors are reimbursed for expenses incurred by them in the course of their duties as directors of the Company. There is no link between the provision of any non-monetary benefits and performance of the company.

The Group's earnings and movement in shareholder's wealth for five years to 31 December 2021 are detailed in the following table.

	<b>31 December 2021</b>	<b>31 December 2020</b>	<b>31 December 2019</b>	<b>31 December 2018</b>	<b>31 December 2017</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Revenue	488,805	659,120	2,745,601	3,837,100	1,386,554
Net (loss)/profit before tax	(8,900,213)	(200,401)	(14,132,460)	(21,940,839)	1,848,819
Net (loss)/profit after tax	(8,900,213)	(200,401)	(14,132,460)	(21,940,839)	1,840,484
Share price at start of year	\$0.036	\$0.010	\$0.016	\$0.079	\$0.040
Share price at end of year	\$0.036	\$0.036	\$0.010	\$0.016	\$0.079
Dividends paid	\$0.049	-	-	-	-
Basic (loss)/earnings per share	(0.91)	0.23	(1.73)	(3.58)	0.66

### Key management personnel remuneration policy

The key management personnel of the company are represented by the directors and company secretary. The key management personnel remuneration is therefore the same as the directors' remuneration policy.

	<b>Position Held as at 31 December 2021 and any change</b>		<b>Contract details (duration &amp; terms)</b>	
Dato' Larry Nyap Liou Gan	Non-Executive Chairman		No fixed term	
Kin Wai Lau	Chief Executive Officer and Executive Director		No fixed term	
Donald Han Low	Non-Executive Director		No fixed term	
Jeffrey Hua Tan	Non-Executive Director		No fixed term	

	<b>Salaries, fees and leave</b>	<b>Shares, Options/Incentive Rights</b>	<b>Superannuation</b>	<b>Total</b>
<b>2021</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Dato' Larry Nyap Liou Gan	45,520	3,300,000	-	3,345,520
Kin Wai Lau	112,990	3,300,000	-	3,412,990
Donald Han Low	24,000	-	-	24,000
Jeffrey Hua Tan	12,000	-	-	12,000
	<b>194,510</b>	<b>6,600,000</b>	<b>-</b>	<b>6,794,510</b>

	<b>Salaries, fees and leave</b>	<b>Shares, Options/Incentive Rights</b>	<b>Superannuation</b>	<b>Total</b>
<b>2020</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Dato' Larry Nyap Liou Gan	31,522	-	-	31,522
Kin Wai Lau	88,263	-	-	88,263
Donald Han Low	24,000	-	-	24,000
Jeffrey Hua Tan	12,000	-	-	12,000
	<b>155,785</b>	<b>-</b>	<b>-</b>	<b>155,785</b>

**FATFISH GROUP LIMITED AND CONTROLLED ENTITIES**  
**ABN: 88 004 080 460**  
**DIRECTORS' REPORT**



Vesting conditions for the Performance Rights are as follows:

*Class A performance rights (24,000,000)*

The Company achieving a market capitalisation of AUD \$50 million (based on 20-day VWAP)

This class of performance rights vested and shares were issued on 11 June 2021. The 20 day VWAP was calculated based on the trading data for the period 10 May 2021 to 4 June 2021, give the Company a market capitalisation of \$91,870,605.

*Class B performance rights (24,000,000)*

The Company achieving a market capitalisation of AUD \$75 million (based on 20-day VWAP)

This class of performance rights vested and shares were issued on 11 June 2021. The 20 day VWAP was calculated based on the trading data for the period 10 May 2021 to 4 June 2021, give the Company a market capitalisation of \$91,870,605.

*Class C performance rights (24,000,000)*

The value of the consolidated gross assets of the Company being AUD \$40 million or more based on annual audited accounts.

Where "annual audited accounts" means any assets reporting under "Financial Assets - Fair value OCI" or "Investments at fair value through profit or loss" as reported in the consolidated audited financial reports of the Company for any financial year.

No post-employment benefits were paid to the directors. The directors do not participate in any incentive programs.

**KMP Shareholdings**

The number of ordinary shares in Fatfish Group Limited held by each KMP of the Group during the financial year are as follows:

	Balance at beginning of year	Granted as Remuneration during the year	Issued on Exercise of Options During the year	Other Changes during the year	Balance at year end
Dato' Larry Nyap Liou Gan	117,458,557	-	-	26,418,377	143,876,934
Kin Wai Lau	30,709,609	-	-	24,200,000	54,909,609
Donald Han Low	-	-	-	-	-
Jeffrey Hua Tan	-	-	-	-	-

The number of listed options in Fatfish Group Limited held by each KMP of the Group during the financial year are as follows:

	Balance at beginning of year	Granted as Remuneration during the year	Issued on Exercise of Options During the year	Other Changes during the year	Balance at year end
Dato' Larry Nyap Liou Gan	-	-	-	472,932	472,932
Kin Wai Lau	-	-	-	-	-
Donald Han Low	-	-	-	-	-
Jeffrey Hua Tan	-	-	-	-	-

The number of performance rights in Fatfish Group Limited held by each KMP of the Group during the financial year are as follows:

	Balance at beginning of year	Granted during the year	Vested during the year	Balance at year end
Dato' Larry Nyap Liou Gan	-	36,000,000	(24,000,000)	12,000,000
Kin Wai Lau	-	36,000,000	(24,000,000)	12,000,000
Donald Han Low	-	-	-	-
Jeffrey Hua Tan	-	-	-	-

**Share options granted to directors and executives**

No shares or options were granted to Directors or Executives during the year.

**Other transactions and balances with Key Management Personnel:**

There were no transactions with Key Management Personnel during the year.

**This concludes the remuneration report, which has been audited.**

The Directors' Report, incorporating the Remuneration Report, is signed in accordance with a resolution of the Board of Directors made pursuant to s.298(2) of the Corporations Act 2001.

Mr Kin Wai Lau  
 Director  
 Dated 31 March 2022

To the Board of Directors,

## AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001

As lead audit Director for the audit of the financial statements of Fatfish Group Limited for the financial year ended 31 December 2021, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- any applicable code of professional conduct in relation to the audit.

Yours Faithfully

*Hall Chadwick*  
HALL CHADWICK WA AUDIT PTY LTD

*Mark Delaurentis*  
MARK DELAURENTIS CA  
Director

Dated this 31<sup>st</sup> day of March 2022  
Perth, Western Australia

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**FATFISH GROUP LIMITED AND CONTROLLED ENTITIES**  
**ABN: 88 004 080 460**  
**CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
**AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**



		Group	
		2021	2020
			(Restated)*
	Note	\$	\$
<b>Continuing operations</b>			
<b>Revenue</b>	3	488,805	659,120
Cost of Sales		(106,893)	(510,905)
<b>Gross profit</b>		381,912	148,215
Other income/(expenses)	4	(248,318)	(12,676)
Loss on deemed disposal of subsidiaries		-	(193,335)
Unrealised gain/(loss) on investments at fair value		1,113,068	1,944,985
Employee benefits expense		(558,456)	(142,101)
Depreciation and amortisation expense		(427,031)	(330,998)
Impairment expense		(274,773)	(1,012,050)
Administration expenses	4	(1,480,234)	(374,265)
Marketing expenses		(58,234)	(18,019)
Listing and filing fees		(264,364)	(76,465)
Occupancy expenses		(74,264)	(132,023)
Share based payments		(6,667,739)	-
Finance costs		(341,780)	(1,669)
<b>(Loss)/Profit before income tax</b>		(8,900,213)	(200,401)
Tax expense	5	-	-
<b>Net (loss)/profit from continuing operations</b>		(8,900,213)	(200,401)
<b>Other comprehensive income:</b>			
<b>Items that may be reclassified subsequently to profit or loss when specific conditions are met:</b>			
Foreign currency translation reserve recycled on deemed disposal of subsidiaries		-	(2,511,497)
Fair value increase/(decrease) in digital asset holdings		309,212	244,892
Exchange differences on translating foreign operations, net of tax		(560,124)	77,593
<b>Total other comprehensive income/(loss) for the year</b>		(250,912)	(2,189,012)
<b>Total comprehensive income for the year</b>		(9,151,125)	(2,389,413)
Net Profit attributable to:			
Owners of the Parent Entity		(9,020,172)	1,918,651
Non-controlling interest		119,959	(2,119,052)
		(8,900,213)	(200,401)
Total comprehensive income attributable to:			
Owners of the Parent Entity		(9,215,068)	(303,780)
Non-controlling interest		63,943	(2,085,633)
		(9,151,125)	(2,389,413)
<b>Earnings per share</b>			
From continuing and discontinued operations			
Basic earnings per share (cents)	8	(0.91)	0.23
Diluted earnings per share (cents)	8	(0.91)	0.22

\*Refer to Note 1(k) for details of prior period restatement

The accompanying notes form part of these financial statements.

**FATFISH GROUP LIMITED AND CONTROLLED ENTITIES**  
**ABN: 88 004 080 460**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2021**



		<b>Group</b>	
		<b>2021</b>	<b>2020</b>
			<b>(Restated)*</b>
	<b>Note</b>	<b>\$</b>	<b>\$</b>
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	9	4,077,586	1,064,740
Trade and other receivables	10	994,492	265,853
Other financial assets	11	1,438,974	999,158
Other assets	16	41,616	24,416
<b>Total Current Assets</b>		<b>6,552,668</b>	<b>2,354,167</b>
<b>Non-Current Assets</b>			
Other financial assets	11	3,304,265	3,536,472
Investments at fair value through profit or loss	12	14,805,156	12,406,696
Property, plant and equipment	13	392,031	582,367
Financial Assets - Fair Value OCI	14	41,796	-
Intangible assets	15	2,962,010	156,337
Other non-current assets	16	139,952	8,441
Right-of-use assets	17	191,239	92,503
<b>Total Non-Current Assets</b>		<b>21,836,449</b>	<b>16,782,816</b>
<b>Total Assets</b>		<b>28,389,117</b>	<b>19,136,983</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Lease liabilities	17	114,678	58,233
Trade and other payables	18	1,714,162	281,900
Other financial liabilities	19	7,439,299	668,304
<b>Total Current Liabilities</b>		<b>9,268,139</b>	<b>1,008,437</b>
<b>Non-Current Liabilities</b>			
Lease liabilities	17	78,291	34,638
<b>Total Non-Current Liabilities</b>		<b>78,291</b>	<b>34,638</b>
<b>Total Liabilities</b>		<b>9,346,430</b>	<b>1,043,075</b>
<b>Net Assets</b>		<b>19,042,687</b>	<b>18,093,908</b>
<b>Equity</b>			
Issued capital	20	48,047,084	40,995,300
Reserves	28	2,281,767	(590,525)
Retained earnings		(30,846,018)	(21,859,686)
Equity attributable to owners of the parent entity		19,482,833	18,545,089
Non-controlling interest		(440,146)	(451,181)
<b>Total Equity</b>		<b>19,042,687</b>	<b>18,093,908</b>

\*Refer to Note 1(k) for details of prior period restatement

The accompanying notes form part of these financial statements.



FATFISH GROUP LIMITED AND CONTROLLED ENTITIES  
ABN: 88 004 080 460  
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2021



	Ordinary Share Capital	Retained Earnings	Foreign Currency Translation Reserve	Option Reserve	Reserves Financial Assets Reserve	Convertible Note Reserve	Digital Asset Reserve	Subtotal	Non-controlling interests	Total
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Consolidated Group</b>										
<b>Balance at 1 January 2020</b>	39,159,136	(24,127,887)	1,945,640	398,593	(7,456,906)	-	-	9,918,576	1,634,452	11,553,028
<b>Comprehensive income</b>										
Profit for the year	-	1,918,651	-	-	-	-	-	1,918,651	(2,119,052)	(200,401)
Other comprehensive income for the year (Restated)*	-	-	(2,467,323)	-	-	-	244,892	(2,222,431)	33,419	(2,189,012)
<b>Total comprehensive income for the year</b>	-	1,918,651	(2,467,323)	-	-	-	244,892	(303,780)	(2,085,633)	(2,389,413)
<b>Transactions with owners, in their capacity as owners, and other transfers</b>										
Shares issued during the year	2,082,668	-	-	-	-	-	-	2,082,668	-	2,082,668
Transaction costs net of tax	(95,281)	-	-	-	-	-	-	(95,281)	-	(95,281)
Shares bought back during the year	(151,223)	-	-	-	-	-	-	(151,223)	-	(151,223)
Expiry of options	-	349,550	-	(349,550)	-	-	-	-	-	-
Derecognition of subsidiaries upon deemed disposal of subsidiaries	-	-	-	-	7,094,129	-	-	7,094,129	-	7,094,129
<b>Total transactions with owners and other transfers</b>	1,836,164	349,550	-	(349,550)	7,094,129	-	-	8,930,293	-	8,930,293
<b>Balance at 31 December 2020 (Restated)</b>	40,995,300	(21,859,686)	(521,683)	49,043	(362,777)	-	244,892	18,545,089	(451,181)	18,093,908
<b>Balance at 1 January 2021</b>	40,995,300	(21,859,686)	(521,683)	49,043	(362,777)	-	244,892	18,545,089	(451,181)	18,093,908
<b>Comprehensive income</b>										
Profit for the year	-	(9,020,172)	-	-	-	-	-	(9,020,172)	119,959	(8,900,213)
Other comprehensive income for the year	-	-	(504,108)	-	-	-	309,212	(194,896)	(56,016)	(250,912)
<b>Total comprehensive income for the year</b>	-	(9,020,172)	(504,108)	-	-	-	309,212	(9,215,068)	63,943	(9,151,125)
<b>Transactions with owners, in their capacity as owners, and other transfers</b>										
Shares issued during the year	2,778,651	-	-	-	-	-	-	2,778,651	-	2,778,651
Transaction costs net of tax	(1,022,070)	-	-	-	-	-	-	(1,022,070)	-	(1,022,070)
Exercise of options during the period	5,295,203	-	-	(5,295,203)	-	-	-	-	-	-
Issue of Options during the period	-	-	-	7,486,914	-	-	-	7,486,914	-	7,486,914
Expiry of Options during the period	-	33,840	-	(33,840)	-	-	-	-	-	-
Issue of convertible notes	-	-	-	-	-	909,317	-	909,317	-	909,317
Share buy-back of non-controlling interest in Minerium Technology Limited	-	-	-	-	-	-	-	-	(405,147)	(405,147)
Recognition of non-controlling interests in Pay Direct	-	-	-	-	-	-	-	-	224,743	224,743
Recognition of non-controlling interest in Forever Pay Sdn Bhd	-	-	-	-	-	-	-	-	127,496	127,496
<b>Total transactions with owners and other transfers</b>	7,051,784	33,840	-	2,157,871	-	909,317	-	10,152,812	(52,908)	10,099,904
<b>Balance at 31 December 2021</b>	48,047,084	(30,846,018)	(1,025,791)	2,206,914	(362,777)	909,317	554,104	19,482,833	(440,146)	19,042,687

\*Refer to Note 1(k) for details of prior period restatement

The accompanying notes form part of these financial statements.

**FATFISH GROUP LIMITED AND CONTROLLED ENTITIES**  
**ABN: 88 004 080 460**  
**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**



Note	Consolidated Group	
	2021 \$	2020 \$
<b>Cash Flows from Operating Activities</b>		
Receipts from customers	197,598	703,781
Interest received	-	1,045
Payments to suppliers and employees	(3,626,031)	(1,027,450)
Net cash generated by operating activities	22a (3,428,433)	(322,624)
<b>Cash Flows from Investing Activities</b>		
Purchase of subsidiary less cash acquired	(691,699)	-
Loans to related parties	-	(297,682)
Net cash deconsolidated on deemed disposal of subsidiary	-	36,856
Purchase of property, plant and equipment	(98,893)	(159,603)
Purchase of financial assets	(1,423,698)	-
Net cash (used in)/generated by investing activities	(2,214,290)	(420,429)
<b>Cash Flows from Financing Activities</b>		
Proceeds from issue of shares	-	1,525,000
Proceeds from exercise of options	1,473,900	-
Payments to capital raising costs	(163,665)	(95,281)
Payments for share buy-back	-	(151,223)
Receipt of convertible note	8,000,000	-
Payments for share buy-backs for minority holders in Minerium Technology Limited	(405,147)	-
Repayment of lease liabilities	(74,619)	(72,205)
Repayment of borrowings - other	(180,006)	-
Net cash provided by (used in) financing activities	8,650,463	1,206,291
Net increase in cash held	3,007,740	463,238
Cash and cash equivalents at beginning of financial year	1,064,740	596,472
Effect of exchange rates on cash holdings in foreign currencies	5,106	5,030
Cash and cash equivalents at end of financial year	9 4,077,586	1,064,740

The accompanying notes form part of these financial statements.

These consolidated financial statements and notes represent those of Fatfish Group Limited and Controlled Entities ("Group").

The financial statements were authorised for issue on 31 March 2022 by the directors of the company.

**Note 1 Summary of Significant Accounting Policies**

**Basis of Preparation**

These general purpose consolidated financial statements have been prepared in accordance with the Corporations Act 2001, Australian Accounting Standards and Interpretations of the Australian Accounting Standards Board and in compliance with International Financial Reporting Standards as issued by the International Accounting Standards Board. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless stated otherwise.

Except for cash flow information, the financial statements have been prepared on an accrual basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

**(a) Principles of Consolidation**

The consolidated financial statements incorporate all of the assets, liabilities and results of Fatfish Group Limited and all of the subsidiaries (including any structured entities). Subsidiaries are entities the Parent controls. The Parent controls the entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. A list of subsidiaries is provided in Note 12.

The assets, liabilities and results of all subsidiaries are fully consolidated into the financial statements of the Group from the date on which control is obtained by the Group. The consolidation of a subsidiary is discontinued from the date that control ceases. Inter-company transactions, balances and unrealised gains or losses on transactions between Group entities are fully eliminated on consolidation. Accounting policies of subsidiaries have been changed and adjustments made where necessary to ensure uniformity of the accounting policies adopted by the Group.

Equity interests in a subsidiary not attributable, directly or indirectly, to the Group are presented as "non-controlling Interests". The Group initially recognises non-controlling interests that are present ownership interests in subsidiaries and are entitled to a proportionate share of the subsidiary's net assets on liquidation at either fair value or the non-controlling interests' proportionate share of the subsidiary's net assets. Subsequent to initial recognition, non-controlling interests are attributed their share of profit or loss and each component of other comprehensive income. Non-controlling interests are shown separately within the equity section of the statement of financial position and statement of comprehensive income.

**Business Combinations**

Business combinations occur where an acquirer obtains control over one or more businesses.

A business combination is accounted for by applying the acquisition method, unless it is a combination involving entities or businesses under common control. The business combination will be accounted for from the date that control is obtained, whereby the fair value of the identifiable assets acquired and liabilities (including contingent liabilities) assumed is recognised (subject to certain limited exemptions).

When measuring the consideration transferred in the business combination, any asset or liability resulting from a contingent consideration arrangement is also included. Subsequent to initial recognition, contingent consideration classified as equity is not remeasured and its subsequent settlement is accounted for within equity. Contingent consideration classified as an asset or liability is remeasured each reporting period to fair value, recognising any change to fair value in profit or loss, unless the change in value can be identified as existing at acquisition date.

All transaction costs incurred in relation to business combinations, other than those associated with the issue of a financial instrument, are recognised as expenses in profit or loss when incurred.

The acquisition of a business may result in the recognition of goodwill or a gain from a bargain purchase.

**Goodwill**

Goodwill is carried at cost less any accumulated impairment losses. Goodwill is calculated as the excess of the sum of: over the acquisition date fair value of any identifiable assets acquired and liabilities assumed.

The acquisition date fair value of the consideration transferred for a business combination plus the acquisition date fair value of any previously held equity interest shall form the cost of the investment in the separate financial statements.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the Group.

When the Group loses control of a subsidiary, a gain or loss is recognised in profit or loss and is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary and any non-controlling interests. All amounts previously recognised in other comprehensive income in relation to that subsidiary are accounted for as if the Group had directly disposed of the related assets or liabilities of the subsidiary (i.e. reclassified to profit or loss or transferred to another category of equity as specified/permitted by applicable AASB Accounting Standards). The fair value of any investment retained in the former subsidiary at the date when control is lost is regarded as the fair value on initial recognition for subsequent accounting under AASB 9: Financial Instruments, when applicable, the cost on initial recognition of an investment in an associate or a joint venture.

**Note 1: Summary of Significant Accounting Policies (continued)**

The amount of goodwill recognised on acquisition of each subsidiary in which the Group holds less than 100% interest will depend on the method adopted in measuring the non-controlling interest. The Group can elect in most circumstances to measure the non-controlling interest in the acquiree either at fair value (full goodwill method) or at the non-controlling interest's proportionate share of the subsidiary's identifiable net assets (proportionate interest method). In such circumstances, the Group determines which method to adopt for each acquisition and this is stated in the respective note to the financial statements disclosing the business combination.

Under the full goodwill method, the fair value of the non-controlling interest is determined using valuation techniques which make the maximum use of market information where available.

Refer to Note 12 for information on the goodwill policy adopted by the Group for acquisitions.

Goodwill on acquisitions of subsidiaries is included in intangible assets. Goodwill on acquisition of associates is included in investments in associates.

Goodwill is tested for impairment annually and is allocated to the Group's cash-generating units or groups of cash-generating units, representing the lowest level at which goodwill is monitored and not larger than an operating segment. Gains and losses on the disposal of an entity include the carrying amount of goodwill related to the entity disposed of.

**(b) Income Tax**

The income tax expense (income) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to profit or loss is the tax payable on taxable income for the current period. Current tax liabilities (assets) are measured at the amounts expected to be paid to (recovered from) the relevant taxation authority using tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited outside profit or loss when the tax relates to items that are recognised outside profit or loss or arising from a business combination.

Except for business combinations, no deferred income tax is recognised from the initial recognition of an asset or liability, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled and their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability. With respect to non-depreciable items of property, plant and equipment measured at fair value and items of investment property measured at fair value, the related deferred tax liability or deferred tax asset is measured on the basis that the carrying amount of the asset will be recovered entirely through sale. When an investment property that is depreciable is held by the entity in a business model whose objective is to consume substantially all of the economic benefits embodied in the property through use over time (rather than through sale), the related deferred tax liability or deferred tax asset is measured on the basis that the carrying amount of such property will be recovered entirely through use.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Where temporary differences exist in relation to investments in subsidiaries, branches, associates, and joint ventures, deferred tax assets and liabilities are not recognised where the timing of the reversal of the temporary difference can be controlled and it is not probable that the reversal will occur in the foreseeable future.

**(c) Fair Value of Assets and Liabilities**

The Group measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable accounting standard.

Fair value is the price the Group would receive to sell an asset or would have to pay to transfer a liability in an orderly (i.e. unforced) transaction between independent, knowledgeable and willing market participants at the measurement date.

As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (i.e. the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the entity at the end of the reporting period (i.e. the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs).

For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and the entity's own equity instruments (excluding those related to share-based payment arrangements) may be valued, where there is no observable market price in relation to the transfer of such financial instruments, by reference to observable market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective note to the financial statements.

**Note 1: Summary of Significant Accounting Policies (continued)**

**(d) Inventories**

Inventories are measured at the lower of cost and net realisable value. The cost of manufactured products includes direct materials, direct labour and an appropriate proportion of variable and fixed overheads. Overheads are applied on the basis of normal operating capacity. Costs are assigned on the basis of weighted average costs.

**(e) Property, Plant and Equipment**

Each class of property, plant and equipment is carried at cost or fair value as indicated less, where applicable, any accumulated depreciation and impairment losses.

**Property**

Freehold land and buildings are carried at their fair value (being the amount for which an asset could be exchanged between knowledgeable willing parties in an arm's length transaction), based on periodic, but at least triennial, valuations by external independent valuers, less accumulated impairment losses and accumulated depreciation for buildings.

Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation surplus in equity. Decreases that offset previous increases of the same asset are recognised against revaluation surplus directly in equity; all other decreases are recognised in profit or loss.

Any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset and the net amount is restated to the revalued amount of the asset.

**Plant and equipment**

Plant and equipment are measured on the cost basis and therefore carried at cost less accumulated depreciation and any accumulated impairment. In the event the carrying amount of plant and equipment is greater than the estimated recoverable amount, the carrying amount is written down immediately to the estimated recoverable amount and impairment losses are recognised either in profit or loss. A formal assessment of recoverable amount is made when impairment indicators are present (refer to Note 1(k) for details of impairment).

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

The cost of fixed assets constructed within the consolidated group includes the cost of materials, direct labour, borrowing costs and an appropriate proportion of fixed and variable overheads.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance are recognised as expenses in profit or loss during the financial period in which they are incurred.

**Depreciation**

The depreciable amount of all fixed assets including buildings and capitalised leased assets, but excluding freehold land, is depreciated on a straight-line basis over the asset's useful life to the Group commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

<b>Class of Fixed Asset</b>	<b>Depreciation Rate</b>
Leasehold improvements	20-33%
Plant and equipment	20%
Furniture and fittings	20%
Computer equipment	20%
Motor Vehicle	20%

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are recognised in profit or loss in the period in which they arise. Gains shall not be classified as revenue. When revalued assets are sold, amounts included in the revaluation surplus relating to that asset are transferred to retained earnings.

**Note 1: Summary of Significant Accounting Policies (continued)**

**(f) Leases (the Group as lessee)**

**The Group as lessee**

At inception of a contract, the Group assesses if the contract contains or is a lease. If there is a lease present, a right-of-use asset and a corresponding lease liability is recognised by the Group where the Group is a lessee. However, all contracts that are classified as short-term leases (ie a lease with a remaining lease term of 12 months or less) and leases of low-value assets are recognised as an operating expense on a straight-line basis over the term of the lease.

Initially, the lease liability is measured at the present value of the lease payments still to be paid at commencement date. The lease payments are discounted at the interest rate implicit in the lease. If this rate cannot be readily determined, the Group uses the incremental borrowing rate.

Lease payments included in the measurement of the lease liability are as follows:

- fixed lease payments less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;
- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options;
- lease payments under extension options, if lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The right-of-use assets comprise the initial measurement of the corresponding lease liability as mentioned above, any lease payments made at or before the commencement date, as well as any initial direct costs. The subsequent measurement of the right-of-use assets is at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated over the lease term or useful life of the underlying asset, whichever is the shortest. Where a lease transfers ownership of the underlying asset, or the cost of the right-of-use asset reflects that the Group anticipates to exercise a purchase option, the specific asset is depreciated over the useful life of the underlying asset.

**(g) Financial Instruments**

The Group classifies its financial assets into the following measurement categories:

- these to be measured at fair value (either through other comprehensive income, or through profit or loss); and
- those to be measured at amortised cost.

The classification depends on the Group's business model for managing financial assets and the contractual terms of the financial assets' cash flows.

**(i) Financial assets measured at amortised cost**

**Debt instruments**

Investments in debt instruments are measured at amortised cost where they have:

- contractual terms that give rise to cash flows on specified dates, that represent solely payments of principal and interest on the principal amount outstanding; and
- are held within a business model whose objective is achieved by holding to collect contractual cash flows.

These debt instruments are initially recognised at fair value plus directly attributable transaction costs and subsequently measured at amortised cost. The measurement of credit impairment is based on the three-stage expected credit loss model described below in note (iii) *Impairment of financial assets*.

Financial assets measured at amortised cost are included in cash and cash equivalents.

**(i) Financial assets measured at fair value through other comprehensive income**

**Equity Instruments**

Investment in equity instruments that are neither held for trading nor contingent consideration recognised by the Group in a business combination to which AASB 3 "Business Combination" applies, are measured at fair value through other comprehensive income, where an irrevocable election has been made by management.

Amounts presented in other comprehensive income are not subsequently transferred to profit or loss. Dividends on such investments are recognised in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment.

**(ii) Items at fair value through profit or loss items at fair value through profit or loss comprise:**

- items held for trading;
- items specifically designated as fair value through profit or loss on initial recognition; and
- debt instruments with contractual terms that do not represent solely payments of principal and interest.

Financial instruments held at fair value through profit or loss are initially recognised at fair value, with transaction costs recognised in the income statement as incurred. Subsequently, they are measured at fair value and any gains or losses are recognised in the income statement as they arise.



**Note 1: Summary of Significant Accounting Policies (continued)**

Where a financial asset is measured at fair value, a credit valuation adjustment is included to reflect the credit worthiness of the counterparty, representing the movement in fair value attributable to changes in credit risk.

*Financial instruments held for trading*

A financial instrument is classified as held for trading if it is acquired or incurred principally for the purpose of selling or repurchasing in the near term, or forms part of a portfolio of financial instruments that are managed together and for which there is evidence of short-term profit taking, or it is a derivative not in a qualifying hedge relationship.

*Financial instruments designated as measured at fair value through profit or loss*

Upon initial recognition, financial instruments may be designated as measured at fair value through profit or loss. A financial asset may only be designated at fair value through profit or loss if doing so eliminates or significantly reduces measurement or recognition inconsistencies (i.e. eliminates an accounting mismatch) that would otherwise arise from measuring financial assets or liabilities on a different basis.

A financial liability may be designated at fair value through profit or loss if it eliminates or significantly reduces an accounting mismatch or:

- if a host contract contains one or more embedded derivatives; or
- If financial assets and liabilities are both managed and their performance evaluated on a fair value basis in accordance with a documented risk management or investment strategy.

Where a financial liability is designated at fair value through profit or loss, the movement in fair value attributable to changes in the Group's own credit quality is calculated by determining the changes in credit spreads above observable market interest rates and is presented separately in other comprehensive income.

*(iii) Impairment of financial assets*

The Group applies a three-stage approach to measuring expected credit losses (ECLs) for the following categories of financial assets that are not measured at fair value through profit or loss:

- debt instruments measured at amortised cost and fair value through other comprehensive income;
- loan commitments; and
- financial guarantee contracts

No ECL is recognised on equity investments

*Determining the stage for impairment*

At each reporting date, the Group assesses whether there has been a significant increase in credit risk for exposures since initial recognition by comparing the risk of default occurring over the remaining expected life from the reporting date and the date of initial recognition. The Group considers reasonable and supportable information that is relevant and available without undue cost or effort for this purpose. This includes quantitative and qualitative information and also, forward-looking analysis.

An exposure will migrate through the ECL stages as asset quality deteriorates. If, in a subsequent period, asset quality improves and also reverses any previously assessed significant increase in credit risk since origination, then the provision for doubtful debts reverses from lifetime ECL to 12-months ECL. Exposures that have not deteriorated significantly since origination are considered to have a low credit risk. The provision for doubtful debts for these financial assets is based on a 12-months ECL. When an asset is uncollectible, it is written off against the related provision. Such assets are written off after all the necessary procedures have been completed and the amount of loss has been determined. Subsequent recoveries of amounts previously written off reduce the amount of the expense in the income statement.

The Group assesses whether the credit risk on an exposure has increased significantly on an individual or collective basis. For the purposes of a collective evaluation of impairment, financial instruments are grouped on the basis of shared credit risk characteristics, taking into account instrument type, credit risk ratings, date of initial recognition, remaining term to maturity, industry, geographical location of the borrower and other relevant factors.

*(iv) Recognition of financial instruments*

A financial asset or financial liability is recognised in the balance sheet when the Group becomes a party to the contractual provisions of the instrument, which is generally on trade date. Loans and receivables are recognised when cash is advanced (or settled) to the borrowers.

Financial assets at fair value through profit or loss are recognised initially at fair value. All other financial assets are recognised initially at fair value plus directly attributable transaction costs.

The Group derecognises a financial asset when the contractual cash flows from the asset expire or it transfers its rights to receive contractual cash flows from the financial asset in a transaction in which substantially all the risks and rewards of ownership are transferred. Any interest in transferred financial assets that is created or retained by the Group is recognised as a separate asset or liability.

A financial liability is derecognised from the balance sheet when the Group has discharged its obligation or the contract is cancelled or expires.



**Note 1: Summary of Significant Accounting Policies (continued)**

(v) *Offsetting*

Financial assets and liabilities are offset and the net amount is presented in the balance sheet when the Group has a legal right to offset the amounts and intends to settle on a net basis or to realise the asset and settle the liability simultaneously.

**(h) Impairment of Assets**

At the end of each reporting period, the company assesses whether there is any indication that an asset may be impaired. The assessment will include the consideration of external and internal sources of information, including dividends received from subsidiaries, associates or joint ventures deemed to be out of pre-acquisition profits. If such an indication exists, an impairment test is carried out on the asset by comparing the recoverable amount of the asset, being the higher of the asset's fair value less costs of disposal and value in use, to the asset's carrying amount. Any excess of the asset's carrying amount over its recoverable amount is recognised immediately in profit or loss, unless the asset is carried at a revalued amount in accordance with another Standard (e.g. in accordance with the revaluation model in AASB 116: *Property, Plant and Equipment*). Any impairment loss of a revalued asset is treated as a revaluation decrease in accordance with that other Standard.

Where it is not possible to estimate the recoverable amount of an individual asset, the entity estimates the recoverable amount of the cash-generating unit to which the asset belongs.

Impairment testing is performed annually for goodwill, intangible assets with indefinite lives and intangible assets not yet available for use.

When an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

**(i) Investments in Associates**

An associate is an entity over which the company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the entity but is not control or joint control of those policies. Investments in associates are accounted for in the financial statements by applying the equity method of accounting, whereby the investment is initially recognised at cost (including transaction costs) and adjusted thereafter for the post-acquisition change in the company's share of net assets of the associate. In addition, the Company's share of the profit or loss and other comprehensive income is included in the financial statements.

The carrying amount of the investment includes, when applicable, goodwill relating to the associate. Any discount on acquisition, whereby the Company's share of the net fair value of the associate exceeds the cost of investment, is recognised in profit or loss in the period in which the investment is acquired.

Profits and losses resulting from transactions between the Company and the associate are eliminated to the extent of the Company's interest in the associate.

When the Company's share of losses in an associate equals or exceeds its interest in the associate, the Company discontinues recognising its share of further losses unless it has incurred legal or constructive obligations or made payments on behalf of the associate. When the associate subsequently makes profits, the Company will resume recognising its share of those profits once its share of the profits equals the share of the losses not recognised.

The requirements of AASB 128: Investments in Associates and Joint Ventures and AASB 9: Financial Instruments are applied to determine whether it is necessary to recognise any impairment loss with respect to the Group's investment in an associate or a joint venture. When necessary, the entire carrying amount of the investment (including goodwill) is tested for impairment in accordance with AASB 136: Impairment of Assets as a single asset by comparing its recoverable amount (higher of value in use and fair value less costs of disposal) with its carrying amount. Any impairment loss recognised forms part of the carrying amount of the investment. Any reversal of that impairment loss is recognised in accordance with AASB 136 to the extent that the recoverable amount of the investment subsequently increases.

**(j) Interests in Joint Arrangements**

Joint arrangements represent the contractual sharing of control between parties in a business venture where unanimous decisions about relevant activities are required.

Separate joint venture entities providing joint venturers with an interest to net assets are classified as a joint venture and accounted for using the equity method. Refer to Note 1(mn) for a description of the equity method of accounting.

Joint operations represent arrangements whereby joint operators maintain direct interests in each asset and exposure to each liability of the arrangement. The company's interests in the assets, liabilities, revenue and expenses of joint operations are included in the respective line items of the financial statements.

Gains and losses resulting from sales to a joint operation are recognised to the extent of the other parties' interests. When the Company makes purchases from a joint operation, it does not recognise its share of the gains and losses from the joint arrangement until it resells those goods/assets to a third party.

**Note 1: Summary of Significant Accounting Policies (continued)**

**(k) Intangible Assets Other than Goodwill**

**Digital Currencies**

**(i) Intangibles**

Digital assets that meet the criteria of Intangible Assets, the Group measures digital assets at its fair value less costs to sell in accordance with the revaluation model. Any increase in fair value is recognised in OCI and credited to a revaluation reserve, unless it reverses a revaluation deficit of the same asset previously recognised in profit or loss. The restated amount was \$244,892.

During the financial year, due to the review of recent peer analysis of the accounting treatment for Digital Currencies, Management has determined that the Group's digital assets fall in the intangible asset method. The comparative figures have been restated. As such, the Group has restated its comparatives and have reallocated the revaluation of the Digital Currencies against Other Comprehensive Income and not the profit and loss.

A revaluation deficit is recognised in profit or loss, except to the extent that it offsets an existing surplus on the same asset recognised in the revaluation reserve.

**(ii) Inventory**

Digital currencies inventory fair value measurement is at Level 1 fair value as it is based on a quoted (unadjusted) market price in active markets for identical assets.

Digital currencies inventory is derecognised when the Group disposes of the inventory through its trading activities or when the Group otherwise loses control and, therefore, access to the economic benefits associated with ownership of the Digital Currencies inventory.

**(l) Foreign Currency Transactions and Balances**

**Functional and presentation currency**

The functional currency of the Company is the currency of the primary economic environment in which that entity operates. The financial statements are presented in Australian dollars, which is the Company's functional currency.

**Transaction and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date of the transaction. Non-monetary items measured at fair value are reported at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised in profit or loss, except exchange differences that arise from net investment hedges.

Exchange differences arising on the translation of non-monetary items are recognised directly in other comprehensive income to the extent that the underlying gain or loss is recognised in other comprehensive income, otherwise the exchange difference is recognised in the profit or loss.

**The Company**

The financial results and position of foreign operations whose functional currency is different from the entity's presentation currency are translated as follows:

- assets and liabilities are translated at exchange rates prevailing at the end of the reporting period;
- income and expenses are translated at exchange rates on the date of transaction; and
- all resulting exchange differences are recognised in other comprehensive income.

Exchange differences arising on translation of foreign operations with functional currencies other than Australian dollars are recognised in other comprehensive income and included in the foreign currency translation reserve in the statement of financial position and allocated to non-controlling interest where relevant. The cumulative amount of these differences is reclassified into profit or loss in the period in which the operation is disposed of.

**(m) Employee Benefits**

**Short-term employee benefits**

Provision is made for the Company's obligation for short-term employee benefits. Short-term employee benefits are benefits (other than termination benefits) that are expected to be settled wholly before twelve months after the end of the annual reporting period in which the employees render the related service, including wages, salaries and sick leave. Short-term employee benefits are measured at the (undiscounted) amounts expected to be paid when the obligation is settled.

The company's obligations for short-term employee benefits such as wages, salaries and sick leave are recognised as part of current trade and other payables in the statement of financial position. The company's obligations for employees' annual leave and long service leave entitlements are recognised as provisions in the statement of financial position.

**Note 1: Summary of Significant Accounting Policies (continued)**

**Other long-term employee benefits**

Provision is made for employees' long service leave and annual leave entitlements not expected to be settled wholly within 12 months after the end of the annual reporting period in which the employees render the related service. Other long-term employee benefits are measured at the present value of the expected future payments to be made to employees.

Expected future payments incorporate anticipated future wage and salary levels, durations of service and employee departures and are discounted at rates determined by reference to market yields at the end of the reporting period on government bonds that have maturity dates that approximate the terms of the obligations. Any remeasurements for changes in assumptions of obligations for other long-term employee benefits are recognised in profit or loss in the periods in which the changes occur.

The company's obligations for long-term employee benefits are presented as non-current provisions in its statement of financial position, except where the company does not have an unconditional right to defer settlement for at least 12 months after the end of the reporting period, in which case the obligations are presented as current provisions.

**(n) Provisions**

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

**(o) Cash and Cash Equivalents**

Cash and cash equivalents include cash on hand and deposits available on demand with banks. Bank overdrafts are reporting within short-term borrowings in current liabilities in the statement of financial position.

**(p) Revenue and Other Income**

**Accounting policy for revenue recognition**

Revenue is recognised and measured at the fair value of the consideration received or receivable to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is recognised with reference to the completion by the Company of specific performance obligations of contracts with customers, as described below.

*Revenue from Insurtech services*

Revenue from insurtech services are recognised at the point of sale.

*Revenue from payment gateway services*

Revenue from payment gateway services are recognised at the point of sale.

*Revenue from BNPL services*

The Company's BNPL income is derived from the difference between the consumer's underlying order value processed and the amount paid to the merchant by the Company is referred to as Merchant fees. The Company pays merchants the net amount of the order value less the Merchant fees, which consists of fixed and variable rates, and the Company then assumes all non-repayment risk from the consumer. There are no interest or fees charged by the Company.

*Revenue from contracts with customers*

The Company elected to adopt the provisions of AASB 15: Revenue from Contracts with Customers with effect from 1 January 2018. Revenue is recognised from online sales, mining of cryptocurrency and services to customers in an amount that reflects the consideration to which the Company expects to be entitled in exchange for those goods or services.

All contracts with effect from 1 January 2018 (either written, verbal or implied) are identified, together with the separate performance obligations within the contract and the transaction price is determined. Adjustments are made for the time value of money excluding credit risk and the transaction price is allocated to the separate performance obligations on a basis of relative stand-alone selling price of each distinct good/service. The estimation approach is taken if no distinct observable prices exists and revenue is recognised when each performance obligation is satisfied.

Credit risk is presented separately as an expense, rather than adjusted to revenue. For goods, the performance obligation is satisfied when the customer takes control of the goods. For services, the performance obligation is satisfied when the service has been performed, typically for promises to transfer services to customers. For performance obligations satisfied over time, the Company selects an appropriate measure of progress to determine how much revenue is recognised as the performance obligation is satisfied.

*Services revenue*

Revenue from services performed in relation to those that has a contract would be recognised at the end of the month. Ad hoc services revenue would be recognised once the service has been performed.

*Interest revenue*

Interest revenue is recognised using the effective interest method.

All revenues is stated net of the amount of GST and equivalent consumption taxes.

**Note 1: Summary of Significant Accounting Policies (continued)**

**(q) Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of assets that necessarily take a substantial period of time to prepare for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

**(r) Goods and Services Tax (GST)**

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

**(s) Trade and Other Payables**

Trade and other payables represent the liabilities for goods and services received by the entity that remain unpaid at the end of the reporting period. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability. Trade and other payables are initially measured at fair value and subsequently measured at amortised cost using the effective interest method.

**(t) Comparative Figures**

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Where the company retrospectively applies an accounting policy, makes a retrospective restatement or reclassifies items in its financial statements, an additional (third) statement of financial position as at the beginning of the preceding period in addition to the minimum comparative financial statements is presented.

**(u) Government Grants**

Government grants are recognised at fair value where there is reasonable assurance that the grant will be received and all grant conditions will be met. Grants relating to expense items are recognised as income over the periods necessary to match the grant to the costs it is compensating. Grants relating to assets are credited to deferred income at fair value and are credited to income over the expected useful life of the asset on a straight-line basis.

**(v) Going Concern Note**

The financial statements have been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the ordinary course of business.

The Group generated a loss of \$8,900,213 for the year end 31 December 2021 (2020: loss of \$200,401) and had a working capital deficit of \$2,715,971 (2020: Surplus of \$1,345,930) and had net operating cash outflows of \$3,428,433 (2020: outflows of \$322,624)

The ability of the Company to continue as a going concern is principally dependent on the Company to increase cashflow from existing businesses, managing cashflow in line with available funds and raising additional capital. These conditions indicates uncertainty that may cast doubt about the ability of the Company to continue as a going concern. In the event the above matters are not achieved, the Company will be required to raise funds for working capital from debt or equity sources.

The directors have prepared a cash flow forecast, which indicates that the Group will have sufficient cash flows to meet all commitments and working capital requirements for the 12 month period from the date of signing this financial report.

Further to the above, the entity holds shares in listed entities which it is able to liquidate to meet any funding needs as and when they arise. At the date of this report, the value of these investments was \$9.1m and \$600,000 and is made up of Abelco Investment Group AB and iCandy Interactive Limited as disclosed in Note 24.

Based on the cash flow forecasts and other factors referred to above, the directors are satisfied that the going concern basis of preparation is appropriate. In particular, given the Company's history of raising capital to date, the directors are confident of the Company's ability to raise additional funds as and when they are required.

Should the Company be unable to continue as a going concern, it may be required to realise its assets and extinguish its liabilities other than in the normal course of business and at amounts different to those stated in the financial statements. The financial statements do not include any adjustments relation to the recoverability and classification of asset carrying amounts or to the amount and classification of liabilities that might result should the Company be unable to continue as a going concern and meet its debts as and when they fall due.

**Note 1: Summary of Significant Accounting Policies (continued)**

**(w) Critical Accounting Estimates and Judgements**

The directors evaluate estimates and judgements incorporated into the financial statements based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

(i) Key Estimate - Taxation

Refer to Note 5 - Income Tax

(ii) Key judgements and estimates - Impairment

The Group assess impairment at each reporting date by evaluating conditions specific to the Group that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined. Value-in-use calculations performed in assessing recoverable amounts incorporate a number of key estimates. There is also judgement applied in determining recoverability of asset.

(iii) Key judgements and estimates - Share-based payments

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. The fair value is determined by an internal valuation using a Black-Scholes option pricing model, using the assumptions detailed in Note 23 - Share-based payments.

(iv) Key judgements and estimates - Digital Currencies

During the financial year, due to the review of recent peer analysis of the accounting treatment for Digital Currencies, Management has determined that the Group's digital assets fall in the intangible asset method. The comparative figures have been restated. As such, the Group has restated its comparatives and have reallocated the revaluation of the Digital Currencies against Other Comprehensive Income and not the profit and loss. The restated amount was for \$244,892.

**Note 2 Parent Information**

The following information has been extracted from the books and records of the financial information of the parent entity set out below and has been prepared in accordance with Australian Accounting Standards.

**STATEMENT OF FINANCIAL POSITION**

	2021 \$	2020 \$
Assets		
Current Assets	5,825,638	1,872,682
Non-current Assets	18,097,913	11,709,868
Total Assets	<u>23,923,551</u>	<u>13,582,550</u>
Liabilities		
Current Liabilities	6,493,414	187,913
Non-current Liabilities	-	-
Total Liabilities	<u>6,493,414</u>	<u>187,913</u>
NET ASSETS	<u>17,430,137</u>	<u>13,394,637</u>
Equity		
Issued Capital	48,336,837	41,285,052
Reserves	3,116,230	49,043
Accumulated losses	(34,022,930)	(27,939,458)
Total Equity	<u>17,430,137</u>	<u>13,394,637</u>

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

Total losses	(6,117,362)	189,618
Other comprehensive income	-	-
Total comprehensive income	<u>(6,117,362)</u>	<u>189,618</u>

**Contingent liabilities**

The legal parent entity did not have any contingent liabilities as at 31 December 2021.

### **Note 3 Revenue and Other Income**

The Group has recognised the following amounts relating to revenue in the statement of profit or loss.

	<b>Group</b>	
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>Revenue from continuing operations</b>		
- incubator services	72,716	70,999
- interest revenue	233,430	176,857
- services income	-	57,116
- BNPL income	169,898	-
- income on digital currency mined	12,761	354,148
	<u>488,805</u>	<u>659,120</u>

### **Note 4 Profit for the Year**

	<b>Group</b>	
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Profit before income tax from continuing operations includes the following specific expenses:		
(a) Other income/(expenses)		
Other income/(expenses)		
— unrealised foreign currency gains/(losses)	(248,318)	(667)
— (loss) on sale of investment	-	(12,009)
	<u>(248,318)</u>	<u>(12,676)</u>
(b) Included in administration expenses		
— accounting fees	58,954	48,000
— audit fees	42,787	45,050
— consulting fees	1,134,784	145,847
— motor vehicle costs	337	-
— travel and accommodation	2,375	-
— legal fees	67,536	67,280
— office related expense	93,374	44,662
— secretarial fees	24,112	18,676
— other miscellaneous expenses	55,975	4,750
	<u>1,480,234</u>	<u>374,265</u>



**Note 5 Tax Expense**

	<b>Group</b>	
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
(a) The prima facie tax on profit from ordinary activities before income tax is reconciled to income tax as follows:		
Prima facie tax payable on profit from ordinary activities before income tax at 26% (2020: 27.5%)		
— consolidated group	(2,314,055)	12,235
— adjustment for tax-rate differences in foreign jurisdictions	-	-
Add:		
Tax effect of:		
— deferred tax not brought to accounts	2,530,270	311,667
— unrealised movement in fair values	(287,656)	(602,216)
— impairment charges	71,441	278,314
Income tax attributable to entity	-	-
Balance of franking account at year end	nil	nil
(b) Tax deferred tax assets not brought into account		
Deferred tax assets not brought to account, the benefits of which will only be realised if it is probable that taxable profit will be available against which the utilised tax losses can be utilised.		
Temporary differences		
Tax Losses		
- Operating losses	20,180,659	12,112,042

**Note 6 Key Management Personnel Compensation**

Refer to the Remuneration Report contained in the Directors' Report for details of the remuneration paid or payable to each member of the Group's key management personnel (KMP) for the year ended 31 December 2021.

The totals of remuneration paid to KMP of the company and the Group during the year are as follows:

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Short-term employee benefits	194,510	155,785
Share-based payments	6,600,000	-
Post-employment benefits	-	-
Total KMP compensation	6,794,510	155,785

Short-term employee benefits

- these amounts include fees and benefits paid to the non-executive chair and non-executive directors as well as all salary, paid leave benefits, fringe benefits and cash bonuses awarded to executive directors and other key management personnel.

Share-based payments

- these amounts include performance rights issued to KMP's of the Company with certain vesting conditions attached. Refer to Note 23 - Share based payments for further information. These performance rights were granted after seeking shareholder approval.

Post-employment benefits

- these amounts are the current year's estimated costs of providing for the Group's defined benefits scheme post-retirement, superannuation contributions made during the year and post-employment life insurance benefits.

Further information in relation to KMP remuneration can be found in the Remuneration Report.

**Note 7 Auditor's Remuneration**

	<b>Group</b>	
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
Remuneration of the auditor for:		
<b>Fatfish Group Limited</b>		
— auditing or reviewing the financial statements	44,150	44,062
Remuneration of other auditors of subsidiaries for:		
— auditing or reviewing the financial statements of subsidiaries	1,363	988
	1,363	988



**Note 8 Earnings per Share**

	Group	
	2021	2020
	\$	\$
(a) Reconciliation of earnings to profit or loss		
Loss attributable to members of the parent entity	(9,020,172)	1,918,651
Earnings used to calculate basic EPS	(9,020,172)	1,918,651
Earnings used in the calculation of dilutive EPS	(9,020,172)	1,918,651
	<b>No.</b>	<b>No.</b>
(b) Weighted average number of ordinary shares outstanding during the year used in calculating basic EPS	987,113,344	832,736,085
Weighted average number of ordinary shares outstanding during the year used in calculating dilutive EPS	987,113,344	870,826,084

**Note 9 Cash and Cash Equivalents**

	Note	Group	
		2021	2020
		\$	\$
Cash at bank and on hand		4,077,586	1,064,740
	26	4,077,586	1,064,740

**Reconciliation of cash**

Cash and cash equivalents at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:

Cash and cash equivalents	4,077,586	1,064,740
	4,077,586	1,064,740

**Note 10 Trade and Other Receivables**

	Group	
	2021	2020
	\$	\$
CURRENT		
Trade receivables	546,374	238,981
Accrued income and other receivables	448,118	26,872
Total current trade and other receivables	994,492	265,853

	Current	>30 days past due	>60 days past due	>90 days past due	Total
	\$	\$	\$	\$	\$
<b>2021</b>					
Expected loss rate	-	-	-	-	-
Gross carrying amount	994,492	-	-	-	994,492
Loss allowing provision	-	-	-	-	-
<b>2020</b>					
Expected loss rate	-	-	-	-	-
Gross carrying amount	265,853	-	-	-	265,853
Loss allowing provision	-	-	-	-	-

**Credit risk**

The Group has no significant concentration of credit risk with respect to any single counter party or group of counter parties other than those receivables specifically provided for and mentioned within Note 10. The class of assets described as Trade and Other Receivables is considered to be the main source of credit risk related to the Group.

The Group always measures the loss allowance for trade receivables at an amount equal to lifetime expected credit loss. The expected credit losses on trade receivables are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for factors that are specific to the debtors, general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of conditions at the reporting date.

There has been no change in the estimation techniques or significant assumptions made during the current reporting period.

The Group writes off a trade receivable when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g. when the debtor has been placed under liquidation or has entered into bankruptcy proceedings, or when the trade receivables are over two years past due, whichever occurs earlier. None of the trade receivables that have been written off is subject to enforcement activities.

**Note 10: Trade and Other Receivables (continued)**

		Group	
		2021	2020
	Note	\$	\$
(a) <b>Financial Assets Measured at Amortised Cost</b>			
Trade and other Receivables			
— Total current		994,492	265,853
— Total non-current		-	-
		<u>994,492</u>	<u>265,853</u>
Total financial assets measured at amortised cost	26	<u>994,492</u>	<u>265,853</u>

**Note 11 Other Financial Assets**

	Note	Group	
		2021	2020
		\$	\$
<b>CURRENT</b>			
Amounts receivable from:			
- related parties - others		100,410	22,242
- related parties - subsidiaries (unconsolidated)		1,122,517	849,908
- others		6,347	127,008
Less:			
Provision for impairment of amounts receivable from related parties		-	-
		<u>1,229,274</u>	<u>999,158</u>
Other short-term investments		<u>209,700</u>	<u>-</u>
		<u>1,438,974</u>	<u>999,158</u>
<b>NON-CURRENT</b>			
Promissory Note - subsidiaries (unconsolidated)		3,304,265	3,536,472
		<u>3,304,265</u>	<u>3,536,472</u>
<b>Total Other Financial Assets</b>			
Current		1,438,974	999,158
Non-Current		3,304,265	3,536,472
	26	<u>4,743,239</u>	<u>4,535,630</u>
<b>Terms of Current Financial assets</b>			
All receivables are at call			
No securities are attached.			
No interest on amounts receivable.			
<b>Terms of Non-Current Financial assets - subsidiaries (unconsolidated)</b>			
Issuer:	Fatfish Global Ventures AB		
Maturity:	14 November 2024		
Interest on loan:	Accrue a yearly interest of 5%		

**Note 12 Interests in Subsidiaries**

**(a) Information about Principal Subsidiaries**

The subsidiaries listed below have share capital consisting solely of ordinary shares or ordinary units which are held directly by the Group. The proportion of ownership interests held equals the voting rights held by Group.

Name of subsidiary	Country of Incorporation	Ownership interest held by the Group		Proportion of non-controlling interests	
		2021	2020	2021	2020
<b>Minerium Technology Limited</b>	British Virgin Island	49.0%	49.0%	51.0%	51.0%
Minerium Limited	Guemsey	49.0%	49.0%	51.0%	51.0%
D2K Ventures Sdn Bhd	Malaysia	-	49.0%	-	51.0%
<b>Fatfish Income Limited</b>	British Virgin Island	100.0%	-	-	-
<b>Fatfish Capital Limited</b>	British Virgin Island	75.0%	75.0%	25.0%	25.0%
Fatfish Medialab Pte Ltd	Singapore	75.0%	75.0%	25.0%	25.0%
<b>Asean Fintech Group Limited (formerly Fatfish Disruptive Ventures Limited)</b>	British Virgin Island	100.0%	100%	-	-
Pay Direct Technology Sdn Bhd	Malaysia	55.0%	-	45.0%	-
SF Direct Sdn Bhd	Malaysia	85.0%	-	15.0%	-
iHarap Sdn Bhd	Malaysia	100.0%	-	-	-
AFG Thailand Co Limited	Thailand	100.0%	-	-	-
Fatberry (Thailand) Limited	Thailand	100.0%	-	-	-
Fatberry Pte Ltd	Singapore	100.0%	-	-	-
New Attention Sdn Bhd	Malaysia	100.0%	-	-	-
Payslowslow Sdn Bhd	Malaysia	100.0%	-	-	-
Smartfunding Pte Ltd	Singapore	40.0%	-	60%	-
Fatberry Sdn Bhd	Malaysia	24.5%	-	75.5%	-
<b>Abelco Investment Group AB</b>	Sweden	42.9%	50.1%	57.1%	49.9%
Rightbridge Ventures AB	Sweden	42.9%	50.1%	57.1%	49.9%
iCandy Digital Pte Ltd	Singapore	42.9%	50.1%	57.1%	49.9%
Fatfish Global Ventures AB	Sweden	42.9%	50.1%	57.1%	49.9%
Snaefell Ventures AB	Sweden	42.9%	50.1%	57.1%	49.9%
iSecrets AB*	Sweden	20.3%	24.0%	79.7%	76.0%
Fatfish Internet Pte Ltd	Singapore	42.9%	50.1%	57.1%	49.9%
Fatfish Ventures Sdn Bhd	Malaysia	42.9%	50.1%	57.1%	49.9%
vDancer Pte Ltd*	Singapore	42.9%	50.1%	57.1%	49.9%
Fintech Asia Group Limited*	British Virgin Island	22.9%	26.0%	77.1%	74.0%
Smartfunding Pte Ltd*	Singapore	11.3%	29.0%	88.7%	71.0%
Peer Direct Sdn Bhd*	Malaysia	22.9%	26.0%	77.1%	74.0%
Fatberry Sdn Bhd*	Malaysia	8.4%	29.0%	91.6%	71.0%
iCandy Interactive Limited*	Australia	13.7%	18.0%	86.3%	82.0%
Appxplore (iCandy) Limited*	British Virgin Island	13.7%	18.0%	86.3%	82.0%
Appxplore (iCandy) Sdn Bhd*	Malaysia	13.7%	18.0%	86.3%	82.0%
Inzen (iCandy) Pte Ltd*	Singapore	13.7%	18.0%	86.3%	82.0%
PT Joyseed Berbagi Sukses*	Indonesia	9.2%	12.0%	90.8%	88.0%
iCandy Media Limited	British Virgin Island	13.7%	18.0%	86.3%	82.0%
iCandy Games Limited*	British Virgin Island	13.7%	18.0%	86.3%	82.0%
Beetleroar Sdn Bhd*	Malaysia	11.0%	7.0%	89.0%	93.0%
JVM AB	Sweden	42.9%	50.1%	57.1%	49.9%
Mockfjardshus AB	Sweden	42.9%	50.1%	57.1%	49.9%
Hembad AB	Sweden	42.9%	50.1%	57.1%	49.9%

\*The subsidiaries are listed are deemed as subsidiaries of the Company through the Company's holdings in Abelco Investment Group AB, in which the Company has a 42.92% stake.

\*\*The Company holds 19.9% stake in Smartfunding Pte Ltd directly. In addition, the Company holds 58.8% in Smartfunding Pte Ltd via its subsidiary, Abelco Investments Group AB, in which the Company has a 42.92% stake.

Abelco Investment Group AB is being deemed a subsidiary of the Company due to common board seats, being Mr Kin Wai Lau and Dato' Larry Gan and there are no other significant shareholders in the Company.

**Note 12: Interest in Subsidiaries (continued)**

**(b) Significant Restrictions**

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

**(c) Subsidiaries held at fair value through profit or loss**

The Board adopted the exception to consolidation for investment entities as described in AASB 10 which became effective on 1 October 2016. The direct effect of the change in accounting policy sees the accounting parent, Fatfish Internet Pte Ltd treated as an investment entity which permits the accounting parent to value its subsidiaries and relevant investments at fair value. Table below shows the subsidiaries fair value brought into account.

Subsidiary	Country of Incorporation	Fair value at 31 December 2021	Fair value at 31 December 2020
iCandy Interactive Limited <sup>(i)</sup>	Australia	675,000	625,000
Abelco Investment Group AB <sup>(ii)</sup>	British Virgin Island	13,272,033	11,236,746
Fatberry Sdn Bhd <sup>(iii)</sup>	Singapore	298,733	-
Smartfunding Pte Ltd <sup>(iv)</sup>	Singapore	424,692	544,950
Rightbridge Investments AB <sup>(v)</sup>	British Virgin Island	134,698	-
		<b>14,805,156</b>	<b>12,406,696</b>

The Directors have assessed that Fatfish Group Limited meets the requirements of an Investment Entity. The company has applied AASB 10, exception to consolidation since 6 January 2020 on the deemed completion of the acquisition of Abelco Investment Group AB.

Under AASB 10, investments in subsidiaries are measured at fair value through profit or loss in accordance with AASB 13, rather than being consolidated to form group accounts. As such, these separate financial statements are the Company's only financial statements.

- (i) The Directors have assessed that Fatfish Group Limited meets the requirements of an Investment Entity. The company has applied AASB 10, exception to consolidation since 6 January 2020 on the deemed completion of the acquisition of Abelco Investment Group AB.

Under AASB 10, investments in subsidiaries are measured at fair value through profit or loss in accordance with AASB 13, rather than being consolidated to form group accounts. As such, these separate financial statements are the Company's only financial statements.

The fair value of iCandy Interactive Limited (an ASX-listed entity) is based on its last traded price for the financial year ended 31 December 2021. This is in relation to the shares held by Fatfish Medialab Pte Ltd.

- (ii) The fair value of Abelco Investment Group AB (an NGM-listed entity) is based on its last traded price for the financial year ended 31 December 2021.
- (iii) The fair value of Fatberry Sdn Bhd is based on its last entry price in the year ended 31 December 2021.
- (iv) The fair value of Smartfunding Pte Ltd is based on its last entry price in the fourth quarter of the financial year ended 31 December 2021.
- (v) The fair value of Rightbridge Investments AB is based on its last entry price in the year ended 31 December 2021.

**Note 13 Property, Plant and Equipment**

	Group	
	2021	2020
	\$	\$
<b>PLANT AND EQUIPMENT</b>		
Plant and equipment:		
At cost	2,577,073	2,428,122
Accumulated depreciation and impairment losses	(2,329,619)	(1,884,583)
	<u>247,454</u>	<u>543,539</u>
Leasehold improvements		
At cost	161,278	106,760
Accumulated depreciation	(102,383)	(69,014)
	<u>58,895</u>	<u>37,746</u>
Furniture and fittings		
At cost	12,765	-
Accumulated depreciation	(1,947)	-
	<u>10,818</u>	<u>-</u>
Computer Equipment		
At cost	113,685	9,049
Accumulated depreciation	(41,464)	(7,967)
	<u>72,221</u>	<u>1,082</u>
Motor Vehicle		
At cost	3,178	-
Accumulated depreciation	(535)	-
	<u>2,643</u>	<u>-</u>
Total plant and equipment	<u>392,031</u>	<u>582,367</u>

**(a) Movements in Carrying Amounts**

Movements in carrying amounts for each class of property, plant and equipment between the beginning and the end of the current financial year.

	Plant and Equipment	Leasehold Improvements	Furniture and Fittings	Computer Equipment	Motor Vehicle	Total
	\$	\$	\$	\$	\$	\$
<b>Consolidated Group:</b>						
Balance at 1 January 2020	715,913	62,779	642	46,507	53,472	879,313
Additions	143,108	-	-	-	-	143,108
Depreciation expense	(280,240)	(22,862)	-	(856)	-	(303,958)
Movement in foreign currency	(35,242)	(2,171)	-	(988)	-	(38,401)
Deconsolidation of subsidiaries	-	-	(642)	(43,581)	(53,472)	(97,695)
Balance at 31 December 2020	<u>543,539</u>	<u>37,746</u>	<u>-</u>	<u>1,082</u>	<u>-</u>	<u>582,367</u>
Additions	-	-	2,250	55,817	2,115	60,182
Acquisitions	-	41,747	8,960	30,795	673	82,175
Depreciation expense	(318,161)	(22,019)	(382)	(14,969)	(405)	(355,936)
Movement in foreign currency	22,076	1,421	(10)	(504)	260	23,243
Balance at 31 December 2021	<u>247,454</u>	<u>58,895</u>	<u>10,818</u>	<u>72,221</u>	<u>2,643</u>	<u>392,031</u>

29

**Note 14 Financial Assets - Fair Value OCI**

	Group	
	2021	2020
	\$	\$
NON-CURRENT		
Fair assets - Fair value OCI	41,796	-
<b>TOTAL NON-CURRENT ASSETS</b>	<b>41,796</b>	<b>-</b>

**(a) Financial assets - Fair Value OCI**

**NON-CURRENT**

Listed and unlisted investments, at fair value

- shares in listed corporations	-	-
- shares in unlisted corporations	41,796	-
	<b>41,796</b>	<b>-</b>

**Unlisted Corporations**

- 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	41,796	-
Movement in fair value of financial assets - fair value OCI	-	-
Movement in foreign currency	-	-
<b>Closing Balance</b>	<b>41,796</b>	<b>-</b>

**Note 15 Intangible Assets**

	Group	
	2021	2020
	\$	\$
Goodwill		
Cost	998,215	-
Accumulated impairment losses	-	-
<b>Net carrying amount</b>	<b>998,215</b>	<b>-</b>
Computer software:		
Cost	755,817	-
Accumulated amortisation and impairment losses	(34,047)	-
<b>Net carrying amount</b>	<b>721,770</b>	<b>-</b>
Cryptocurrency		
Cost	185,329	156,337
Accumulated amortisation and impairment losses	-	-
<b>Net carrying amount</b>	<b>185,329</b>	<b>156,337</b>
Licenses		
Cost	1,056,696	-
Accumulated amortisation and impairment losses	-	-
<b>Net carrying amount</b>	<b>1,056,696</b>	<b>-</b>
<b>Total intangible assets</b>	<b>2,962,010</b>	<b>156,337</b>

**Note 15: Intangible Assets (continued)**

**Consolidated Group:**

	Note	Goodwill	Computer Software	Cryptocurrency	Licenses	Total
			\$	\$	\$	\$
<b>Year ended 31 December 2020</b>						
Balance at the beginning of the year		-	350,378	182,195	-	532,573
Additions		-	-	354,148	-	354,148
Disposals (used for payments to suppliers)		-	-	(595,541)	-	(595,541)
Movement in fair value		-	-	244,892	-	244,892
Movement in foreign currency		-	-	(16,834)	-	(16,834)
Application of AASB 10, exception to consolidation		-	(350,378)	(12,523)	-	(362,901)
Closing value at 31 December 2020		-	-	156,337	-	156,337
<b>Year ended 31 December 2021</b>						
Balance at the beginning of the year		-	-	156,337	-	156,337
Additions		-	22,607	13,216	-	35,823
Acquisitions	29	983,121	714,358	-	1,021,193	2,718,672
Amortisation expense		-	(1,353)	-	-	(1,353)
Disposals (used for payments to suppliers)		-	-	(314,061)	-	(314,061)
Movement in fair value		-	-	309,212	-	309,212
Movement in foreign currency		15,094	(13,842)	20,625	35,503	57,380
Closing value at 31 December 2021		998,215	721,770	185,329	1,056,696	2,962,010

Intangible assets, other than goodwill, have finite useful lives. The current amortisation charges for intangible assets are included under depreciation and amortisation expense as per the statement of profit or loss.

**Note 16 Other Assets**

	Group	
	2021	2020
	\$	\$
<b>CURRENT</b>		
Prepayments	41,616	24,416
	<u>41,616</u>	<u>24,416</u>
<b>NON-CURRENT</b>		
Deposits paid	139,952	8,441
	<u>139,952</u>	<u>8,441</u>
<b>Total Other Assets</b>		
Current	41,616	24,416
Non-Current	139,952	8,441
	<u>181,568</u>	<u>32,857</u>



**Note 17 Right-of-use Assets**

The Company has 3 property leases in place.

	Group	
	2021	2020
	\$	\$
<b>(a) Right of use assets</b>		
Current		
Right-of-use	204,788	222,510
Accumulated depreciation	(13,549)	(130,007)
	<u>191,239</u>	<u>92,503</u>
<b>Movement in carrying amounts:</b>		
Opening Balance as at 1 January	92,503	39,776
Additions	169,356	116,845
Depreciation	(72,153)	(70,344)
Foreign currency exchange movement	1,533	6,226
Closing Balance as at 31 December	<u>191,239</u>	<u>92,503</u>
<b>(b) Lease Liabilities</b>		
Current	114,678	58,233
Non current	78,291	34,638
	<u>192,969</u>	<u>92,871</u>
<b>Movement in carrying amounts:</b>		
Opening Balance as at 1 January	92,871	40,459
Recognised on initial application of AASB 16	-	-
Additions	169,356	116,845
Lease payments	(74,619)	(72,205)
Interest expense	3,775	1,495
Foreign currency exchange movement	1,586	6,277
Closing Balance as at 31 December	<u>192,969</u>	<u>92,871</u>
<b>(c) Cash outflows for leases</b>		
Cashflows from financing activities		
Payments for rental leases	74,619	72,205
	<u>74,619</u>	<u>72,205</u>

**Note 18 Trade and Other Payables**

	Group	
	2021	2020
	\$	\$
<b>CURRENT</b>		
Unsecured liabilities		
Trade payables	165,635	177,922
Sundry payables and accrued expenses	1,548,527	103,978
	<u>1,714,162</u>	<u>281,900</u>
	<b>Group</b>	
	2021	2020
	\$	\$
<b>(a) Financial liabilities at amortised cost classified as trade and other payables</b>		
Trade and other payables		
— Total current	1,714,162	281,900
— Total non-current	-	-
	<u>1,714,162</u>	<u>281,900</u>

**Note 19 Other Financial Liabilities**

	<b>Group</b>	
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b>CURRENT</b>		
Amounts payable to:		
- Others	181,957	11,542
- Related parties - subsidiaries (unconsolidated)	866,960	656,762
Convertible loans <sup>(i)</sup>	6,390,382	-
	<u>7,439,299</u>	<u>668,304</u>
<b>Total Other Financial Liabilities</b>		
Current	7,439,299	668,304
Non-Current	-	-
	<u>7,439,299</u>	<u>668,304</u>

The initial fair value of the liability portion of the convertible note was determined using a market interest rate for an equivalent non-convertible bond at the issue date. The liability is subsequently recognised on an amortised cost basis until extinguished on conversion or maturity of the convertible notes. The remainder of the proceeds is allocated to the conversion option and recognised in shareholders' equity, net of income tax, and not subsequently remeasured.

	<b>\$</b>
Convertible note	8,000,000
Equity-component	(1,043,478)
Transaction costs	(894,499)
Finance costs unwound during the period	328,359
	<u>6,390,382</u>

During the financial year, Fatfish Group Limited issued 8,000,000 convertible notes for a total value of AUD \$8,000,000.

Details of convertible notes:

Conversion Price	\$0.07
Interest	1% per annum
Maturity Date	12 months from date of issue (27 August 2022)
Transaction Costs	17,142,857 fully paid ordinary shares

**Note 20 Issued Capital**

	<b>Group</b>	
	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
1,036,129,877 fully paid ordinary shares (2020: 928,643,554 fully paid ordinary shares)	48,047,084	40,995,300
	<u>48,047,084</u>	<u>40,995,300</u>

**(a) Ordinary Shares**

	<b>Number of shares</b>	<b>Amount</b>
		<b>\$</b>
Opening Balance at 1 January 2020	813,565,311	39,159,136
Issued during the year	115,078,243	2,082,668
Less: transaction costs	-	(95,281)
Less: Share buyback	-	(151,223)
Closing Balance at 31 December 2020	928,643,554	40,995,300
Issued during the year	107,486,323	8,073,855
Less: transaction costs	-	(1,022,070)
Closing Balance at 31 December 2021	<u>1,036,129,877</u>	<u>48,047,085</u>

On 22 February 2021, 9,873,333 fully paid ordinary shares were issued as a result of the exercise of 9,873,333 unlisted options with an exercise price of \$0.045, raising a total of \$444,300.

On 12 March 2021, 333,333 fully paid ordinary shares were issued as a result of the exercise of 333,333 unlisted options with an exercise price of \$0.045, raising a total of \$15,000.

On 16 April 2021, 1,350,000 fully paid ordinary shares were issued as a result of the exercise of 1,350,000 unlisted options with an exercise price of \$0.045, raising a total of \$60,750.

**Note 20: Issued Capital (continued)**

On 14 May 2021, 10,148,334 fully paid ordinary shares were issued as a result of the exercise of 10,148,334 FFGOAs. A total of \$304,450 was raised.

On 11 June 2021, a total of 58,488,466 fully paid ordinary shares were issued. The following shares were issued:

- 7,096,666 FFGOAs were exercised, raising a total of \$212,900.
- 391,800 fully paid ordinary shares were issued under the Company's ESOS plan. No cash was raised.
- 3,000,000 fully paid ordinary shares were issued as settlement for the acquisition of Forever Pay Sdn Bhd. No cash was raised.
- 48,000,000 fully paid ordinary shares were issued as a result of the conversion of 48,000,000 performance rights. No cash was raised.

On 1 July 2021, 10,150,000 fully paid ordinary shares were issued. The following shares were issued:

- 1,350,000 FFGOAs were exercised, raising a total of \$40,500.
- 8,800,000 fully paid ordinary shares were issued as a result of the exercise of 8,800,000 unlisted options with an exercise price of \$0.045, raising a total of \$396,000.

On 24 September 2021, 17,142,857 fully paid ordinary shares were issued as consideration for the Convertible Note. No cash was raised.

**(b) Options**

The following reconciles the outstanding listed options to subscribe for fully paid ordinary shares in the Company at the beginning and end of the financial year.

	<b>Group</b>	
	<b>2021 No.</b>	<b>2020 No.</b>
At the beginning of the reporting period	-	-
Options issued during the year	59,833,334	-
Options exercised during the year	(17,245,000)	-
Options expired during the year	-	-
At the end of the reporting period	<u>42,588,334</u>	<u>-</u>

The following reconciles the outstanding unlisted options to subscribe for fully paid ordinary shares in the Company at the beginning and end of the financial year.

	<b>Group</b>	
	<b>2021 No.</b>	<b>2020 No.</b>
At the beginning of the reporting period	38,089,999	58,089,999
Options exercised during the year	(20,356,666)	-
Options expired during the year	(17,733,333)	(20,000,000)
At the end of the reporting period	<u>-</u>	<u>38,089,999</u>

**(c) Capital Management**

The Board's policy is to maintain a sufficiently strong capital base so as to maintain investor, creditor and market confidence and to sustain future progress on the consolidated entity's programs.

As the consolidated entity has not yet reached the point of deriving sufficient income from its programs to generate net profits, it has not assessed a return on capital target, nor can a return on capital yet be adequately calculated.

There were no changes to the consolidated entity's approach to capital management during the year.

Neither the company nor any of its subsidiaries are subject to externally imposed capital requirements.

## Note 21 Operating Segments

### General Information

#### Information of reportable segments

##### (a) Accounting policies adopted

Unless stated otherwise, all amounts reported to the Board of Directors, being the chief operating decision makers with respect to operating segments, are determined in accordance with accounting policies that are consistent with those adopted in the annual financial statements of the Group.

##### (b) Segment assets

Where an asset is used across multiple segments, the asset is allocated to the segment that receives the majority of the economic value from the asset. In most instances, segment assets are clearly identifiable on the basis of their nature and physical location.

##### (c) Segment liabilities

Liabilities are allocated to segments where there is direct nexus between the incurrence of the liability and the operations of the segment. Borrowings and tax liabilities are generally considered to relate to the Group as a whole and are not allocated. Segment liabilities include trade and other payables and certain direct borrowings.

##### (d) Unallocated items

The following items of revenue, expense, assets and liabilities are not allocated to operating segments as they are not considered part of the core operations of any segment:

- Impairment of assets and other non-recurring items of revenue or expense
- Income tax expense
- Deferred tax assets and liabilities
- Current tax liabilities
- Other financial liabilities
- Intangible assets

##### (f) Segment information

##### (i) Segment performance

	Australia	Singapore	British Virgin Island	Total
	\$	\$	\$	\$
<b>31 December 2021</b>				
<b>REVENUE</b>	176,997	72,716	239,092	488,805
<b>Total segment revenue</b>	176,997	72,716	239,092	488,805
<b>Total group revenue</b>				488,805
<b>Segment result from continuing operations before tax</b>	(6,117,362)	(386,577)	(2,278,793)	(8,782,732)
<i>Reconciliation of segment result to group net profit/loss before tax</i>				
Intersegment elimination				(117,481)
Net loss before tax from continuing operations				(8,900,213)
	Australia	Singapore	British Virgin Island	Total
	\$	\$	\$	\$
<b>31 December 2020</b>				
<b>REVENUE</b>	176,857	96,217	386,046	659,120
<b>Total segment revenue</b>	176,857	96,217	386,046	659,120
<b>Total group revenue</b>				659,120
<b>Segment result from continuing operations before tax</b>	(38,611,012)	125,375	(322,059)	(38,807,696)
<i>Reconciliation of segment result to group net profit/loss before tax</i>				
Intersegment elimination				38,607,295
Net loss before tax from continuing operations				(200,401)

Note 21: Operating Segments (continued)

(ii) Segment assets

	Australia	Singapore	British Virgin Island	Total
	\$	\$	\$	\$
<b>31 December 2021</b>				
<b>Segment assets</b>	30,894,520	1,202,846	6,567,599	38,664,965
Segment assets include:				
— Additions to non-current assets (other than financial assets and deferred tax)	14,793,648	719,789	4,501,040	20,014,477
Reconciliation of segment assets to group assets				
Intersegment eliminations				(10,275,848)
<b>Total group assets</b>				<u>28,389,117</u>
	Australia	Singapore	British Virgin Island	Total
	\$	\$	\$	\$
<b>31 December 2020</b>				
<b>Segment assets</b>	20,553,518	1,051,608	2,635,400	24,240,526
Segment assets include:				
— Additions to non-current assets (other than financial assets and deferred tax)	11,925,140	640,936	2,032,049	14,598,125
Reconciliation of segment assets to group assets				
Intersegment eliminations				(5,103,543)
<b>Total group assets</b>				<u>19,136,983</u>

(iii) Segment liabilities

	Australia	Singapore	British Virgin Island	Total
	\$	\$	\$	\$
<b>31 December 2021</b>				
<b>Segment liabilities</b>				
Reconciliation of segment liabilities to group liabilities	6,493,414	1,458,600	9,583,484	17,535,498
Intersegment eliminations				(8,189,068)
<b>Total group liabilities</b>				<u>9,346,430</u>
	Australia	Singapore	British Virgin Island	Total
	\$	\$	\$	\$
<b>31 December 2020</b>				
<b>Segment liabilities</b>				
Reconciliation of segment liabilities to group liabilities	187,913	914,531	3,218,355	4,320,799
Intersegment eliminations				(3,277,724)
<b>Total group liabilities</b>				<u>1,043,075</u>

(iv) Revenue by geographical region

Revenue, including revenue from discontinued operations, attributable to external customers is disclosed below, based on the location of the external customer:

	31 December 2021	31 December 2020
	\$	\$
Australia	176,997	176,857
Singapore	72,716	96,217
British Virgin Island	239,092	386,046
<b>Total revenue</b>	<u>488,805</u>	<u>659,120</u>

**Note 21: Operating Segments (continued)**

**(v) Assets by geographical region**

The location of segment assets by geographical location of the assets is disclosed below:

	31 December 2021	31 December 2020
	\$	\$
Australia	20,618,672	17,190,850
Singapore	1,202,846	1,051,608
British Virgin Island	6,567,599	894,525
<b>Total Assets</b>	<b>28,389,117</b>	<b>19,136,983</b>

**Note 22 Cash Flow Information**

	Group	
	2021 \$	2020 \$
<b>(a) Reconciliation of Cash Flows from Operating Activities with Profit after Income Tax</b>		
Profit after income tax	(8,900,213)	(200,401)
Non-cash flows in profit		
Impairment expense	274,773	1,012,050
Amortisation and depreciation	427,031	330,998
Unrealised loss/(gain) in foreign exchange	(565,390)	819,589
Share-based payments	6,667,739	-
Unrealised losses on investments at fair value	(1,113,068)	(1,944,985)
Loss on deemed disposal of subsidiaries	-	193,335
Finance costs	341,780	1,669
Changes in assets and liabilities, net of the effects of purchase and disposal		
(Increase)/decrease in trade and term receivables	(728,639)	87,178
(Increase)/decrease in prepayments	(148,711)	29,005
(Increase)/decrease in inventories	-	130,989
Increase/(decrease) in trade payables and accruals	316,265	(782,051)
<b>Net cash generated by operating activities</b>	<b>(3,428,433)</b>	<b>(322,624)</b>

**Note 23 Share-based Payments**

The aggregate share-based payments for the year ended 31 December 2021 are set out below:

	31 December 2021 Number	Weighted average exercise price \$	31 December 2020 Number	Weighted average exercise price \$
<b>Options outstanding as at 1 January</b>	5,000,000	0.045	5,000,000	0.045
Granted	9,000,000	0.030	-	-
Exercised	(1,550,000)	0.045	-	-
Expired	(3,450,000)	0.045	-	-
	<u>9,000,000</u>	<u>0.030</u>	<u>5,000,000</u>	<u>0.045</u>
	31 December 2021 Number	Weighted average exercise price \$	31 December 2020 Number	Weighted average exercise price \$
<b>Performance Options outstanding as at 1 January</b>	-	-	-	-
Granted	500,000	0.130	-	-
Exercised	-	-	-	-
	<u>500,000</u>	<u>0.130</u>	<u>-</u>	<u>-</u>
	31 December 2021 Number	Fair Value \$	31 December 2020 Number	Fair Value \$
<b>Performance Rights outstanding as at 1 January</b>	-	-	-	-
Granted	72,500,000	6,611,521	-	-
Vested	(48,000,000)	(5,280,000)	-	-
	<u>24,500,000</u>	<u>1,331,521</u>	<u>-</u>	<u>-</u>

The following share-based payment arrangements were in existence during the current reporting period:

	Number	Grant Date	Expiry Date	Exercise Price	Fair value at grant date	Vesting Period
(i) Options granted	9,000,000	23 March 2021	31 December 2022	\$0.030	858,405	N/A
(ii) Performance Options granted	500,000	11 June 2021	30 June 2025	\$0.130	58,246	18 - 36 months
(iii) Performance Rights granted	500,000	11 June 2021	12 February 2025	N/A	39,500	18 - 36 months
(iv) Performance Rights granted	72,000,000	11 June 2021	12 February 2025	N/A	6,600,000	Refer below

**Vesting conditions for 72,000,000 Performance Rights**

(a) Class A performance rights (24,000,000)

The Company achieving a market capitalisation of AUD \$50 million (based on 20-day VWAP)

This class of performance rights vested and shares were issued on 11 June 2021. The 20 day VWAP was calculated based on the trading data for the period 10 May 2021 to 4 June 2021, give the Company a market capitalisation of \$91,870,605.

(b) Class B performance rights (24,000,000)

The Company achieving a market capitalisation of AUD \$75 million (based on 20-day VWAP)

This class of performance rights vested and shares were issued on 11 June 2021. The 20 day VWAP was calculated based on the trading data for the period 10 May 2021 to 4 June 2021, give the Company a market capitalisation of \$91,870,605.

(c) Class C performance rights (24,000,000)

The value of the consolidated gross assets of the Company being AUD \$40 million or more based on annual audited accounts.

Where "annual audited accounts" means any assets reporting under "Financial Assets - Fair value OCI" or "Investments at fair value through profit or loss" as reported in the consolidated audited financial reports of the Company for any financial year.



**Note 23: Share based payments (continued)**

Options were priced using the Black-Scholes model. Where relevant, the expected life used in the model has been adjusted based on management's best estimate of the effects of non-transferability of exercise restrictions. Expected volatility is based on the historical share price volatility of the Company over the reporting period.

Number	Share price at grant date	Exercise Price	Expected volatility	Option life	Risk-free interest rate
9,000,000	\$ 0.11	\$ 0.03	160%	1.8 years	1.49%
500,000	\$ 0.13	\$ 0.13	160%	4 years	1.49%

**Note 24 Events After the Reporting Period**

Other than the following, the directors are not aware of any significant events since the end of the reporting period.

On 23 March 2022, the Company announced it was commencing an on-market share buy-back over a period of 12 months.

At the date of this report, the fair value of iCandy Interactive Limited and Abelco Investment Group AB is \$600,000 and \$9,156,133 respectively

**Note 25 Related Party Transactions**

**Related Parties**

**(a) The Group's main related parties are as follows:**

**i. Key Management Personnel:**

Any person(s) having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity are considered key management personnel.

For details of disclosures relating to key management personnel, refer to Note 6.

**ii. Entities subject to significant influence by the Group:**

An entity that has the power to participate in the financial and operating policy decisions of an entity, but does not have control over those policies, is an entity that holds significant influence. Significant influence may be gained by share ownership, statute or agreement.

**iii. Other Related Parties**

Other related parties include entities controlled by the ultimate parent entity and entities over which key management personnel have joint control.

**(a) Transactions with related parties:**

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:

	2021 \$	Group 2020 \$
<b>i. Director related entities</b>		
- Directors' fees paid to Dato' Larry Nyap Liou Gan	45,520	31,522
- Directors' fees and wages paid to Kin Wai Lau	112,990	88,263
- Directors' fees paid to DHL Corporate Advisory of which Mr Donald Low is a director and shareholder	24,000	24,000
- Directors' fees paid to Baustan Capital of which Mr Jeffrey Tan is a director and shareholder	12,000	12,000
	<u>194,510</u>	<u>155,785</u>

**FATFISH GROUP LIMITED**  
**ABN: 88 004 080 460**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2021**



**Note 25: Related Party Transactions (continued)**

ii. The following balances were outstanding at the end of the reporting period

	<b>Amounts owed by related parties</b>		<b>Amounts owed to related parties</b>	
	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>	<b>31 Dec 2021</b>	<b>31 Dec 2020</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
iCandy Interactive Limited	106,418	106,418	-	-
New Attention Sdn Bhd	-	103,052	-	-
Fatfish Global Ventures AB	3,761,755	4,134,846	-	-
Fatberry Sdn Bhd	285,563	-	357	-
Smartfunding Pte Ltd	94,185	-	-	-
Appxplore (iCandy) Sdn Bhd	-	-	110,909	57,273
Fatfish Internet Pte Ltd	40,691	-	283,707	170,516
Fatfish Ventures Sdn Bhd	135,955	-	440,191	428,336
Other related parties	2,215	-	31,796	-
	<b>4,426,782</b>	<b>4,344,316</b>	<b>866,960</b>	<b>656,125</b>

**Note 26 Financial Risk Management**

The Group's financial instruments consist mainly of deposits with banks, accounts receivable and payable.

The totals for each category of financial instruments, measured in accordance with AASB 9: *Financial Instruments* as detailed in the accounting policies to these financial statements, are as follows:

		<b>Group</b>	
	<b>Note</b>	<b>2021</b>	<b>2020</b>
		<b>\$</b>	<b>\$</b>
<b>Financial Assets</b>			
Cash and cash equivalents	9	4,077,586	1,064,740
Trade and other receivables	10	994,492	265,853
Financial Assets - Fair value OCI			
- unlisted investments	14	41,796	-
		<b>5,113,874</b>	<b>1,330,593</b>
Other financial assets	11	4,743,239	4,535,630
<b>Total Financial Assets</b>		<b>9,857,113</b>	<b>5,866,223</b>
<b>Financial Liabilities</b>			
Financial liabilities at amortised cost			
— Trade and other payables	18	1,714,162	281,900
Other financial liabilities	19	7,439,299	668,304
<b>Total Financial Liabilities</b>		<b>9,153,461</b>	<b>950,204</b>

**Financial Risk Management Policies**

The directors are responsible for Fatfish Group Limited's risk management strategy and management is responsible for implementing the directors' strategy. A risk management program focuses on the unpredictability of finance markets and seeks to minimise potential adverse effects on financial performance. Fatfish Group uses different methods to measure different types of risk to which it is exposed. These methods include sensitivity analysis in the case of interest rate and market risk. Fatfish Group does not use derivatives.

The consolidated entity's financial instruments consist of deposits with banks and accounts receivable and payable. The main purpose of non-derivative financial instruments is to raise finance for group operations.

**Specific Financial Risk Exposures and Management**

The main risks the Group is exposed to through its financial instruments are credit risk, liquidity risk and market risk consisting of interest rate risk, foreign currency risk and other price risk (commodity and equity price risk). There have been no substantive changes in the types of risks the Group is exposed to, how these risks arise, or the Board's objectives, policies and processes for managing or measuring the risks from the previous period.

**a. Credit risk**

Exposure to credit risk relating to financial assets arises from the potential non-performance by counterparties of contract obligations that could lead to a financial loss to the Group.

The Group does not have any significant credit risk exposure to any single counterparty or any group of counterparties having similar characteristics. The credit risk on liquid funds and derivative financial instruments is limited as the counterparties are banks with high credit rating assigned by international credit rating agencies.

The carrying amount of financial assets recorded in the financial statements, net of any allowances for losses, represent the Group's maximum exposure to credit risk.

**Note 26: Financial Risk Management (continued)**

**b. Liquidity risk**

Liquidity risk arises from the possibility that the Group might encounter difficulty in settling its debts or otherwise meeting its obligations

- preparing forward-looking cash flow analyses in relation to its operating, investing and financing activities;
- monitoring undrawn credit facilities;
- obtaining funding from a variety of sources;
- maintaining a reputable credit profile;
- managing credit risk related to financial assets;
- only investing surplus cash with major financial institutions; and
- comparing the maturity profile of financial liabilities with the realisation profile of financial assets

The following table details the Group's remaining contractual maturity for its financial liabilities and financial assets.

**Financial liability and financial asset maturity analysis**

	Within 1 Year		1 to 5 years		Over 5 years		Total	
Consolidated Group	2021 \$	2020 \$	2021 \$	2020 \$	2021 \$	2020 \$	2021 \$	2020 \$
<b>Financial liabilities due for payment</b>								
Bank overdrafts and loans	-	-	-	-	-	-	-	-
Trade and other payables	1,714,162	281,900	-	-	-	-	1,714,162	281,900
Other financial liabilities	7,439,299	668,304	-	-	-	-	7,439,299	668,304
Finance lease	-	-	-	-	-	-	-	-
Total expected outflows	9,153,461	950,204	-	-	-	-	9,153,461	950,204
	Within 1 Year		1 to 5 years		Over 5 years		Total	
Consolidated Group	2021 \$	2020 \$	2021 \$	2020 \$	2021 \$	2020 \$	2021 \$	2020 \$
<b>Financial Assets - cash flows realisable</b>								
Cash and cash equivalents	4,077,586	1,064,740	-	-	-	-	4,077,586	1,064,740
Trade, term and loans receivables	994,492	265,853	-	-	-	-	994,492	265,853
Financial assets - Fair value OCI	41,796	-	-	-	-	-	41,796	-
Other financial assets	1,206,767	999,158	3,536,472	3,536,472	-	-	4,743,239	4,535,630
Total anticipated inflows	6,320,641	2,329,751	3,536,472	3,536,472	-	-	9,857,113	5,866,223
Net (outflow) / inflow on financial instruments	(2,832,820)	1,379,547	3,536,472	3,536,472	-	-	703,652	4,916,019

No financial assets have been pledged as security.

**c. Market Risk**

**i. Interest rate risk**

The Group's exposure to market risk primarily consists of financial risks associated with changes in interest rates as detailed below. As the level of risk is low, the Group does not use any derivatives to hedge its exposure.

The Group is exposed to interest rate risks as it holds funds at variable interest rates.

**Note 26: Financial Risk Management (continued)**

**ii. Foreign currency risk**

Exposure to foreign currency risk may result in the fair value or future cash flows of a financial instrument fluctuating due to movement in foreign exchange rates of currencies in which the Group holds financial instruments which are other than the AUD functional currency of the Group.

Due to instruments held by overseas operations, fluctuations in foreign currency may impact on the Group's financial results unless those exposed are appropriately hedged.

**The following significant exchange rates were applied during the year**

	Average Rate		Spot Rate	
	2021	2020	2021	2020
<b>\$1 AUD</b>				
Singapore	1.0096	0.9517	0.9799	1.0189
United States	0.7514	0.6906	0.7256	0.7702

**Interest rate Sensitivity Analysis**

The following table illustrates sensitivities to the Group's exposures to changes in interest rates, exchange rates and commodity and equity. These sensitivities assume that the movement in a particular variable is independent of other variables.

	Consolidated Group	
	Profit	Equity
<b>Year ended 31 December 2021</b>	<b>\$</b>	<b>\$</b>
+/- 0.75% in interest rates	30,582	30,582
	Consolidated Group	
	Profit	Equity
<b>Year ended 31 December 2020</b>	<b>\$</b>	<b>\$</b>
+/- 0.75% in interest rates	7,986	7,986

There have been no changes in any of the methods or assumptions used to prepare the above sensitivity analysis from the prior year.

**Fair Values**

The Directors consider that the carrying amounts of financial assets and liabilities recorded at cost less any accumulated impairments in the financial statements approximates their fair values.

The fair values of financial assets and liabilities are determined as follows:

- Other financial assets and financial liabilities are determined in accordance with general accepted pricing models.

**Fair value estimation**

The fair values of financial assets and financial liabilities are presented in the following table and can be compared to their carrying amounts as presented in the statement of financial position. Refer to Note 27 for detailed disclosures regarding the fair value measurement of the group's financial assets and financial liabilities.

Differences between fair values and carrying amounts of financial instruments with fixed interest rates are due to the change in discount rates being applied by the market since their initial recognition by the Group.

	Note	2021		2020	
		Carrying Amount	Fair Value	Carrying Amount	Fair Value
		\$	\$	\$	\$
<b>Consolidated Group</b>					
<b>Financial assets</b>					
Financial assets at amortised cost:					
Cash and cash equivalents	9	4,077,586	4,077,586	1,064,740	1,064,740
Trade and other receivables:					
- unrelated parties - trade and term receivables	10	994,492	994,492	265,853	265,853
Total trade and other receivables	10	994,492	994,492	265,853	265,853
Other financial assets	11	4,743,239	4,743,239	4,535,630	4,535,630
Investments at fair value through profit or loss					
- listed investments	12	13,947,033	13,947,033	11,861,746	11,861,746
- unlisted investments	12	858,123	858,123	544,950	544,950
Financial assets - Fair value OCI					
- at fair value:					
- unlisted investments	14	41,796	41,796	-	-
<b>Total financial assets</b>		<b>24,662,269</b>	<b>24,662,269</b>	<b>18,272,919</b>	<b>18,272,919</b>

**Note 26: Financial Risk Management (continued)**

**Financial liabilities at amortised cost**

Trade and other payables	18	1,714,162	1,714,162	281,900	281,900
Other financial liabilities	19	7,439,299	7,439,299	668,304	668,304
<b>Total financial liabilities</b>		<b>9,153,461</b>	<b>9,153,461</b>	<b>950,204</b>	<b>950,204</b>

- (i) Cash and cash equivalents, trade and other receivables, and trade and other payables are short-term instruments in nature whose carrying amounts are equivalent to their fair values.
- (ii) Term receivables reprice to market interest rates every three months, ensuring carrying amounts approximate fair value.

**Note 27 Fair Value Measurements**

The Group measures and recognises the following assets and liabilities at fair value on a recurring basis after initial recognition:

- financial assets - fair value OCI
- investments in subsidiaries

The Group does not subsequently measure any liabilities at fair value on a non-recurring basis.

**(a) Fair value hierarchy**

AASB 13: *Fair Value Measurement* requires the disclosure of fair value information by level of the fair value hierarchy, which categorises fair value measurements into one of three possible levels based on the lowest level that an input that is significant to the measurement can be categorised into as follows:

Level 1	Level 2	Level 3
Measurements based on quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.	Measurements based on inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.	Measurements based on unobservable inputs for the asset or liability.

The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data. If all significant inputs required to measure fair value are observable, the asset or liability is included in Level 2. If one or more significant inputs are not based on observable market data, the asset or liability is included in Level 3.

*Valuation techniques*

The Group selects a valuation technique that is appropriate in the circumstances and for which sufficient data is available to measure fair value. The availability of sufficient and relevant data primarily depends on the specific characteristics of the asset or liability being measured. The valuation techniques selected by the Group are consistent with one or more of the following valuation approaches:

- Market approach: valuation techniques that use prices and other relevant information generated by market transactions for identical or similar assets or liabilities.
- Income approach: valuation techniques that convert estimated future cash flows or income and expenses into a single discounted present value.
- Cost approach: valuation techniques that reflect the current replacement cost of an asset at its current service capacity.

Each valuation technique requires inputs that reflect the assumptions that buyers and sellers would use when pricing the asset or liability, including assumptions about risks. When selecting a valuation technique, the Group gives priority to those techniques that maximise the use of observable inputs and minimise the use of unobservable inputs. Inputs that are developed using market data (such as publicly available information on actual transactions) and reflect the assumptions that buyers and sellers would generally use when pricing the asset or liability are considered observable, whereas inputs for which market data are not available and therefore are developed using the best information available about such assumptions are considered unobservable.

The following tables provide the fair values of the Group's assets and liabilities measured and recognised on a recurring basis after initial recognition and their categorisation within the fair value hierarchy.

		31 December 2021			
	Note	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Recurring fair value measurements</b>					
<b>Financial assets</b>					
Financial assets at fair value					
- Investments at fair value through profit and loss	12	13,947,033	858,123	-	14,805,156
- Investments at fair value through OCI	14	-	41,796	-	41,796
<b>Total financial assets recognised at fair value on a recurring basis</b>		<b>13,947,033</b>	<b>899,919</b>	<b>-</b>	<b>14,846,952</b>

**Note 28 Reserves**

**a. Option Reserve**

The option reserve records items recognised as expenses on valuation of employee share options and other options

	Group	
	2021	2020
	\$	\$
Balance at beginning of year	49,043	398,593
Options expired	2,157,871	(349,550)
	<u>2,206,914</u>	<u>49,043</u>

**b. Foreign Currency Translation Reserve**

The foreign currency translation reserve records exchange differences arising on translation of a foreign controlled subsidiary.

	Group	
	2021	2020
	\$	\$
Balance at beginning of year	(521,683)	1,945,640
Foreign currency movements during the year	(504,108)	44,174
Deconsolidation of subsidiaries	-	(2,511,497)
	<u>(1,025,791)</u>	<u>(521,683)</u>

**c. Financial Assets Reserve**

The financial assets reserve records revaluations of financial assets.

	Group	
	2021	2020
	\$	\$
Balance at beginning of year	(362,777)	(7,456,906)
Deconsolidation of subsidiaries	-	7,094,129
	<u>(362,777)</u>	<u>(362,777)</u>

**d. Digital Assets Reserve**

The digital asset reserve records the fair value movement on digital assets.

	Group	
	2021	2020
	\$	(Restated)*
Balance at beginning of year	244,892	-
Fair value movements during the year	309,212	244,892
	<u>554,104</u>	<u>244,892</u>

\*Refer to Note 1(k) for details of prior period restatement

**e. Convertible Note Reserve**

The convertible note reserve records the movement on the fair value of the convertible note

	Group	
	2021	2020
	\$	\$
Balance at beginning of year	-	-
Fair value movements during the year	909,317	-
	<u>909,317</u>	<u>-</u>

	Group	
	2021	2020
	\$	\$
<b>Total Reserves</b>		
Option reserve	2,206,914	49,043
Foreign currency translation reserve	(1,025,791)	(521,683)
Financial assets reserve	(362,777)	(362,777)
Digital assets reserve	554,104	244,892
Convertible note reserve	909,317	-
	<u>2,281,767</u>	<u>(590,525)</u>

**Note 29 Acquisitions**

**(a) Acquisition of Pay Direct Technology Sdn Bhd**

On 15 April 2022, the Company acquired 55% of Pay Direct Technology Sdn Bhd, a payment gateway provider.

The total acquisition price was MYR 1,500,000 (AUD \$486,971), to be settled via a cash injection into Pay Direct Technology Sdn Bhd.

	<b>Fair Value</b>
	<b>\$</b>
Purchase consideration	
- Cash	486,971
<b>Less:</b>	
- Cash	12,674
- Receivables	4,166
- Property, plant and equipment	4,146
- Loans	486,971
- Trade and other payables	<u>(8,527)</u>
Net assets acquired	499,430
Less: Non-controlling interest	<u>(224,743)</u>
<b>Goodwill provisionally accounted for</b>	<u><u>212,284</u></u>

(i) The consideration paid to acquire Pay Direct Technology Sdn Bhd is \$486,971 in cash.

(ii) In accordance with AASB 2018-6 Amendments to *Australian Accounting Standards - Definition of a Business*, the management of the Company has reviewed the following steps to determine that acquiring Pay Direct Technology Sdn Bhd was an acquisition of a business and not an asset.

As such, goodwill will be recognised in excess of amounts paid.

**(b) Acquisition of SF Direct Sdn Bhd (formerly known as Forever Pay Sdn Bhd)**

On 29 March 2021, the Company acquired 85% of SF Direct Sdn Bhd (formerly known as Forever Pay Sdn Bhd)

The total acquisition price was \$687,000 of which \$450,000 was to be settled with cash and \$237,000 via shares.

	<b>Fair Value</b>
	<b>\$</b>
Purchase consideration	
- Cash	450,000
- Ordinary shares	<u>237,000</u>
	687,000
<b>Less:</b>	
- Cash	313
- Loans	<u>(285)</u>
Less: Non-controlling interest	<u>(127,496)</u>
<b>License acquired</b>	<u><u>814,468</u></u>

(i) The consideration paid to acquire SF Direct Sdn Bhd includes 3,000,000 fully paid ordinary shares issued in the Group. The fair value of the shares in the Group has been determined based on the current market price of the shares at the date of acquisition.

(ii) In accordance with AASB 2018-6 Amendments to *Australian Accounting Standards - Definition of a Business*, the management of the Company has reviewed the following steps to determine that acquiring Forever Pay Sdn Bhd was an acquisition of an asset and not a business. As such, no goodwill was recognised. Instead, an intangible, being licences has been recognised.

- (a) Chosen to use the optional concentration test
- (b) Determined that SF Direct Sdn Bhd only holds a single asset, being the money lending license
- (c) Determined that all of the fair value is concentrated in the single asset being the money lending licence.



**Note 29: Acquisitions (continued)**

**(c) Acquisition of Fatberry (Thailand) Limited**

On 30 September 2021, the Company acquired Fatberry (Thailand) Limited, a company incorporated in Thailand, which operates a Insurtech business in Thailand.

The total acquisition price was THB 12,500,000 (AUD \$510,830) to be settled in cash.

	<b>Fair Value</b>
	<b>\$</b>
Purchase consideration	
- Cash	510,830
	<u>510,830</u>
<b>Less:</b>	
- Cash	7,696
- Other assets	132,198
- Property, plant and equipment	10,364
- Trade and other payables	<u>(2,432)</u>
Net assets acquired	<u>147,826</u>
<b>Goodwill provisionally accounted for</b>	<u><u>363,004</u></u>

(i) The consideration paid to acquire Fatberry (Thailand) Limited is \$510,830 in cash.

(ii) In accordance with AASB 2018-6 Amendments to *Australian Accounting Standards - Definition of a Business*, the management of the Company has reviewed the following steps to determine that acquiring Fatberry (Thailand) Limited was an acquisition of a business and not an asset.

As such, goodwill will be recognised in excess of amounts paid.

**(d) Acquisition of AFG Thailand Limited**

On 16 November 2021, the Company acquired AFG Thailand Limited, a company incorporated in Thailand, which holds a license to facilitate the business of money transactions through online, foreign currency exchange and internet payments.

The total acquisition price was USD 150,000 (AUD \$206,725) to be settled in cash.

	<b>Fair Value</b>
	<b>\$</b>
Purchase consideration	
- Cash	206,725
	<u>206,725</u>
<b>License acquired</b>	<u><u>206,725</u></u>

(i) The consideration paid to acquire AFG Thailand Limited is USD 150,000 (AUD 206, 725).

(ii) In accordance with AASB 2018-6 Amendments to *Australian Accounting Standards - Definition of a Business*, the management of the Company has reviewed the following steps to determine that acquiring AFG Thailand Limited was an acquisition of an asset and not a business. As such, no goodwill was recognised. Instead, an intangible, being licences has been recognised.

- (a) Chosen to use the optional concentration test
- (b) Determined that AFG Thailand Limited only holds a single asset, being the financial license
- (c) Determined that all of the fair value is concentrated in the single asset being the financial licence.

**(e) Acquisition of Tri-Niche Pte Ltd**

On 29 September 2021, the Company acquired Tri-Niche Pte Ltd, a company incorporated in Singapore, which holds several softwares such as Human Resource Cloud Management Software and Cloud ERP Software for Small and Medium Enterprises.

The total acquisition price was SGD 700,000 (AUD 714,358), of which SGD 100,000 is to be settled in cash and SGD 600,000 is to be settled in newly issued shares in Asean Fintech Group.

	<b>Fair Value</b>
	<b>\$</b>
Purchase consideration	
- Cash	102,051
- Shares	612,307
	<u>714,358</u>
<b>Software acquired</b>	<u><u>714,358</u></u>

**Note 29: Acquisitions (continued)**

- (i) The consideration paid to acquire Tri-Niche Pie Ltd was SGD 700,000 (AUD \$714,358), of which SGD 100,000 is to be settled in cash and SGD 600,000 is to be settled in newly issued shares in Asean Fintech Group Limited.

At the date of this report, SGD 666,000 remains outstanding, of which SGD 66,000 is to be settled in cash and SGD 600,000 is to be issued in shares.

- (ii) In accordance with AASB 2018-6 Amendments to Australian Accounting Standards -Definition of a Business, the management of the Company has reviewed the following steps to determine that acquiring Tri-Niche Pie Ltd was an acquisition of an asset and not a business. As such, no goodwill was recognised. Instead, an intangible, being licences has been recognised.

- (a) Chosen to use the optional concentration test
- (b) Determined that Tri-Niche Pie Ltd only holds a single asset, being the software
- (c) Determined that all of the fair value is concentrated in the single asset being the softwares.

**(e) Acquisition of New Attention Sdn Bhd**

On 31 October 2021, the Company acquired New Attention Sdn Bhd, a company incorporated in Malaysia.

The total acquisition price was SGD 1 (AUD \$1), to be settled with cash.

	<b>Fair Value</b>
	<b>\$</b>
Purchase consideration	
- Cash	1
<b>Less:</b>	
- Cash	4,921
- Other assets	20,395
- Property, plant and equipment	67,665
- Trade and other payables	(77,341)
- Loans	(423,472)
Net assets acquired	<u>(407,832)</u>
<b>Goodwill provisionally accounted for</b>	<u><u>407,833</u></u>

- (i) The consideration paid to acquire New Attention Sdn Bhd is \$1 in cash.
- (ii) In accordance with AASB 2018-6 Amendments to Australian Accounting Standards -Definition of a Business, the management of the Company has reviewed the following steps to determine that acquiring New Attention Sdn Bhd was an acquisition of a business and not an asset.

As such, goodwill will be recognised in excess of amounts paid.

**Note 30 Company Details**

The registered office of the company is:

Fatfish Group Limited  
 Level 4, 91 William Street  
 Melbourne Vic 3000


The principal places of business are:

Fatfish Group Limited  
 Level 4, 91 William Street  
 Melbourne Vic 3000

In accordance with a resolution of the directors of Fatfish Group Limited, the directors of the company declare that:

1. the financial statements and notes, as set out on pages 19 to 57, are in accordance with the Corporations Act 2001 and:
  - (a) comply with Australian Accounting Standards applicable to the entity, which, as stated in accounting policy Note 1 to the financial statements, constitutes compliance with International Financial Reporting Standards; and
  - (b) give a true and fair view of the financial position as at 31 December 2021 and of the performance for the year ended on that date of the consolidated group;
2. in the directors' opinion there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable; and
3. the directors have been given the declarations required by section 295A of the *Corporations Act 2001* from the Chief Executive Officer and Chief Financial Officer.

Director



**Mr Kin Wai Lau**

Dated this

31 March 2022

# INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF FATFISH GROUP LIMITED

## Report on the Audit of the Financial Report

### Opinion

We have audited the financial report of Fatfish Group Limited ("the Company") and its subsidiaries ("the Consolidated Entity"), which comprises the consolidated statement of financial position as at 31 December 2021, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration.

In our opinion:

- a. the accompanying financial report of the Consolidated Entity is in accordance with the Corporations Act 2001, including:
  - (i) giving a true and fair view of the Consolidated Entity's financial position as at 31 December 2021 and of its financial performance for the year then ended; and
  - (ii) complying with Australian Accounting Standards and the Corporations Regulations 2001.
- b. the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Consolidated Entity in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's *APES 110 Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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## Material Uncertainty Related to Going Concern

We draw attention to Note 1(v) in the financial report which indicates that the Consolidated Entity incurred a net loss of \$8,900,213 during the year ended 31 December 2021. As stated in Note 1(v), these events or conditions, along with other matters as set forth in Note 1(v), indicate that a material uncertainty exists that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. Our opinion is not modified in this respect of this matter.

## Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key Audit Matter	How our audit addressed the Key Audit Matter
<b>Fair value of investments held at fair value through profit or loss</b>  As disclosed in note 12, the Consolidated Entity held \$14,805,156 in subsidiaries held at fair value through profit and loss.  Valuation of these investments is considered to be a key audit matter due to the significance of the assets to the Consolidated Entity's financial position, current year's performance and due to the judgement involved in determining the key assumptions used in the valuation of these assets.	Our procedures in relation to management's valuation of the investments included: <ul style="list-style-type: none"><li>• Obtaining an understanding of the valuation methodology and assumptions used;</li><li>• Critically evaluating management's methodologies and their documented basis for key assumptions utilised in the valuations which are described in Note 12 and 27;</li></ul> We assessed the appropriateness of the disclosures included in Notes 12 and 27 to the financial report
<b>Recoverability of other financial assets</b>  The Consolidated entity has provided loans to multiple entities including related parties and to external parties, totalling \$4,743,239 as disclosed in note 11.  Due to the quantum of the loans, the recoverability of the loans were considered a key audit matter.	Our procedures amongst others included: <ul style="list-style-type: none"><li>• Holding discussions with management over the recoverability of the loans;</li><li>• Assessment of the counterparty's capacity to repay the loan; and</li><li>• Confirmed to the terms of the loan agreement.</li></ul> We assessed the appropriateness of the disclosures included in Notes 11 to the financial report.
<b>Convertible Notes</b>  As disclosed in Note 19 to the financial report, the Consolidated Entity issued a convertible note during the year with a face value of \$8,000,000. As at 31 December 2021 the balance of the Convertible Notes liability was \$6,390,471 which reflects the face value	Our procedures amongst others included: <ul style="list-style-type: none"><li>• Analysing the agreement to identify the key terms and conditions of the convertible notes;</li><li>• Verification of funds received from the issue of convertible notes during the year;</li><li>• Assessing the accounting treatment of the</li></ul>

Key Audit Matter	How our audit addressed the Key Audit Matter
<p>received to date less the equity component of \$909,317 (net of transaction costs allocated to equity) recognised and transaction costs which are required to be amortised over the term of the convertible notes.</p> <p>Convertible Notes are considered to be a key audit matter due to:</p> <ul style="list-style-type: none"> <li>• The value of the balance; and</li> <li>• The complexities involved in the recognition and measurement of convertible financial instruments and associated transaction costs.</li> </ul>	<p>financial instruments in accordance with the recognition and measurement as well as the disclosure requirements of the relevant Australian Accounting Standards; and</p> <ul style="list-style-type: none"> <li>• Assessing the calculation including relevant amortization of finance costs for the year; and</li> </ul> <p>We assessed the appropriateness of the disclosures included in Notes 19 to the financial report.</p>

### Other Information

The directors are responsible for the other information. The other information comprises the information included in the Consolidated Entity's annual report for the year ended 31 December 2021, but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the 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 financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error. In Note 1, the directors also state in accordance with Australian Accounting Standard AASB 101 *Presentation of Financial Statements*, that the financial report complies with International Financial Reporting Standards.

In preparing the financial report, the directors are responsible for assessing the Consolidated Entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Consolidated Entity or to cease operations, or has no realistic alternative but to do so.

## Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Consolidated Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Consolidated Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Consolidated Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Consolidated Entity to express an opinion on the financial report. We are responsible for the direction, supervision and performance of the Consolidated Entity audit. We remain solely responsible for our audit opinion.



We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial report of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on the Remuneration Report

We have audited the Remuneration Report included in the directors' report for the year ended 31 December 2021. The directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with s 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the remuneration report, based on our audit conducted in accordance with Australian Auditing Standards.

### Auditor's Opinion

In our opinion, the Remuneration Report of Fatfish Group Limited, for the year ended 31 December 2021, complies with section 300A of the Corporations Act 2001.

*Hall Chadwick*  
HALL CHADWICK WA AUDIT PTY LTD

*Mark Delaurentis*  
MARK DELAURENTIS CA  
Director

Dated this 31<sup>st</sup> day of March 2022  
Perth, Western Australia

**FATFISH GROUP LIMITED**  
**ABN: 88 004 080 460**  
**ADDITIONAL INFORMATION FOR LISTED PUBLIC COMPANIES**



The following information is current as at 30 March 2022:

**1. Shareholding**

**a. Distribution of Shareholders**

Category (size of holding)	No. of Holders	No. of Ordinary Shares
1 – 1,000	523	193,723
1,001 – 5,000	2,640	8,588,081
5,001 – 10,000	2,342	19,353,408
10,001 – 100,000	4,232	148,574,168
100,001 – and over	805	859,420,497
	<b>10,542</b>	<b>1,036,129,877</b>

b. The number of shareholdings held in less than marketable parcels is 6,057. (2020: 3,721)

c. The names of the substantial shareholders listed in the holding company's register are:

Shareholder	Number	
	No. of Fully Paid Ordinary Shares	% Held of Issued Ordinary Capital
HSBC Custody Nominees (Australia) Limited	171,354,206	16.54%
HSBC Custody Nominees (Australia) Limited	81,090,930	7.83%
Mr Kin Wai Lau	54,209,609	5.23%

**d. Voting Rights**

The voting rights attached to each class of equity security are as follows:

Ordinary shares

- Each ordinary share is entitled to one vote when a poll is called, otherwise each member present at a meeting or by proxy has one vote on a show of hands.

**e. 20 Largest Shareholders — Ordinary Shares**

Name	Number	
	No. of Fully Paid Ordinary Shares	% Held of Issued Ordinary Capital
1. HSBC CUSTODY NOMINEES (AUSTRALIA)	171,354,206	16.54%
2. HSBC CUSTODY NOMINEES (AUSTRALIA)	81,090,930	7.83%
3. MR KIN WAI LAU	54,209,609	5.23%
4. CITICORP NOMINEES PTY LIMITED	50,165,091	4.84%
5. MR ABU BAKAR FIKRI BIN SULAIMAN	49,375,000	4.77%
6. BNP PARIBAS NOMS PTY LTD <UOB KAY HIAN PRIV LTD DRP>	27,548,397	2.66%
7. MR ONG CHANG JEH	25,150,668	2.43%
8. ARENA INVESTORS LP	17,142,857	1.65%
9. MR SAY KEE SAW	15,520,300	1.50%
10. BNP PARIBAS NOMS PTY LTD <DRP>	13,272,909	1.28%
11. SPLENDID STUFF PTY LTD	10,000,000	0.97%
12. MR GARY DEAN SHAW	8,000,000	0.77%
13. 10 BOLIVIANOS PTY LTD	6,635,489	0.64%
14. INVESTORLEND PTY LTD	4,969,680	0.48%
15. MR KOK FUI LAU	4,428,142	0.43%
16. MR MAO CAI	4,361,980	0.42%
17. MR GRAHAM JOHN WALKER	4,200,000	0.41%
18. MR KONG KHAI YEAN	4,000,000	0.39%
19. MR CHRISTOPHER JOHN PIKE & MS NATALIE GREEN <THE SCARLETT SUPER A/C>	3,994,071	0.39%
20. BNP PARIBAS NOMINEES PTY LTD <IB AU NOMS RETAIL CLIENT DRP>	3,881,544	0.37%
	<b>559,300,873</b>	<b>53.98%</b>

**FATFISH GROUP LIMITED****ABN: 88 004 080 460****ADDITIONAL INFORMATION FOR LISTED PUBLIC COMPANIES****f. 20 Largest Shareholders — Listed Options (FFGOA)**

<b>Name</b>	<b>Number of FFGOA</b>	<b>% Held of Issued FFGOAs</b>
1. 10 BOLIVIANOS PTY LTD	5,806,332	14.08%
2. HARDWOOD HOLDINGS PTY LTD	4,816,665	11.68%
3. LEAD NATION HOLDINGS LIMITED	4,503,750	10.92%
4. REXROTH HOLDINGS PTY LTD	3,516,671	8.53%
5. MISHTALEM PTY LTD	1,750,000	4.24%
6. KLI PTY LTD <THE T TEH'S FAMILY A/C>	1,500,000	3.64%
7. MR NOEL RUSSELL CAMERON & DR BELINDA CAROLINE GOAD <NOEL CAMERON SUPER A/C>	1,000,000	2.42%
8. CHIFLEY PORTFOLIOS PTY LIMITED <DAVID HANNON A/C>	1,000,000	2.42%
9. VINCENT CORP PTY LTD <THE V BARBAGALLO FAMILY A/C>	1,000,000	2.42%
10. BLUE BOAT GROUP LIMITED	1,000,000	2.42%
11. HARFORD VANTAGE (AUSTRALIA) PTY LTD	825,000	2.00%
12. ROCK THE POLO PTY LTD <ROCK THE POLO A/C>	750,000	1.82%
13. MR DOMINIC VIRGARA	750,000	1.82%
14. MR JUSTIN JOHN MCNICOL <JM INVESTMENT A/C>	750,000	1.82%
15. MRS KATHRYN VALERIE VAN DER ZWAN <HARLESTON FAMILY A/C>	666,667	1.62%
16. UJM PTY LTD <MJU A/C>	625,000	1.52%
17. LAMPAM PTY LTD	625,000	1.52%
18. MR DAVID ARITI	606,975	1.47%
19. MS KIM TOW LEE	602,265	1.46%
20. CIRCE POINT PTY LTD <JR CRANSTON FAMILY A/C>	500,000	1.21%
	<b>32,594,325</b>	<b>79.04%</b>

2. The name of the company secretary are Mr Andrew Draffin and Ms Jiahui Lan.

3. The address of the principal registered office in Australia is Level 4, 91 William Street, Melbourne Victoria 3000.

4. Registers of securities are held at the following addresses

Automic Group  
Level 5, 191 St Georges Terrace  
Perth WA 6000

**5. Stock Exchange Listing**

Quotation has been granted for all the ordinary shares of the company on all Member Exchanges of the Australian Securities Exchange Limited.