



ASX ANNOUNCEMENT

CPT GLOBAL LIMITED (ASX: CGO)

28 February 2024

Appendix 4D & Financial Report for the Half Year Ended 31 December 2023

CPT Global Limited (**ASX:CGO**) (**CPT** or **the Company**) is pleased to provide the following information for the financial period ended 31 December 2023:

1. Appendix 4D Half Year Report; and
2. Financial Report for the Half Year Ended 31 December 2023.

This announcement has been authorised for release by the Board of Directors of CPT Global Limited.

-ENDS-

For further information please contact:

| | |
|---|-----------------------|
| Luke Tuddenham | Nathan Marburg |
| CEO | CFO |
| T: +61 (0)3 9684 7900 | M: +61 (0)466 618 012 |
| http://www.cptglobal.com/ | |

Forward looking statements

Any forward-looking statements, including projections, guidance on future revenues, earnings and estimates, are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause CPT's actual results, performance or achievements to differ materially from any future results, performance or achievements expressed or implied by these forward-looking statements. Neither CPT, nor any other person, gives any representation, assurance or guarantee that the occurrence of the events expressed or implied in any forward-looking statements in this announcement will actually occur. In addition, please note that past performance is no guarantee or indication of future performance.

Investors should consult with their own professional advisors in connection with any acquisition or dealing of securities.

For personal use only

CPT Global Limited ABN 16 083 090 895 and Controlled Entities
Appendix 4D - Half Year Report for 31st December 2023

RESULTS FOR ANNOUNCEMENT TO THE MARKET

| Key Information | | | | Half-year Ended 31 December 2023 \$000's | Half-year Ended 31 December 2022 \$000's |
|---|------|---------|----|--|--|
| | | % | | | |
| Revenues from ordinary activities | down | (30.4%) | to | 11,279 | 16,202 |
| Net Profit before tax attributable to members | down | (75.9%) | to | 202 | 839 |
| Net Profit after tax attributable to members | down | (53.3%) | to | 267 | 572 |

DIVIDENDS PAID AND PROPOSED

| | Amount per Security | Franked Amount per Security at 25% of Tax | Tax rate for franking | Record Date | Dividend Paid Date |
|-------------------------|------------------------|--|--------------------------|------------------|--------------------|
| Ordinary Shares: | | | | | |
| 2023 interim dividend | 0.6 cents | 0.6 cents | 25% | 23 February 2023 | 14-Apr-23 |

No interim dividend has been declared in relation to financial half-year ending 31 December 2023

DIVIDEND DETAILS

| | Half-year Ended 31 December 2023 \$000's | Half-year Ended 31 December 2022 \$000's |
|--------------------------------|--|--|
| Ordinary Share Capital: | | |
| Interim dividend paid | - | 251 |

DIVIDEND REINVESTMENT PLAN

A dividend reinvestment plan is in operation and will apply to the dividend.

EARNINGS PER SHARE (EPS)

| | Half-year Ended 31 December 2023 | Half-year Ended 31 December 2022 |
|-------------|-------------------------------------|-------------------------------------|
| Basic EPS | 0.64 cents | 1.37 cents |
| Diluted EPS | 0.63 cents | 1.34 cents |

For personal use only



CPT Global Limited

Half-Year Financial Report

Ending 31 December 2023

www.cptglobal.com

For personal use only

| | |
|--|----|
| Director's Report..... | 3 |
| Auditor's Independence Declaration | 6 |
| Consolidated Financial Statements..... | 7 |
| Notes to the Financial Statements | 12 |
| Directors' Declaration | 19 |
| Independent Auditor's Review Report..... | 20 |
| Corporate Information | 22 |

For personal use only

Director's Report

The directors submit the financial report of CPT Global (the Company) and its controlled entities (the Group) for the half year ended 31 December 2023.

Directors

Below are the names and details of CPT Global's directors in office during the financial period and until the date of this report. Directors were in office for this entire period unless stated otherwise.

Luke Tuddenham, Managing Director & CEO

Gerry Tuddenham, Executive Director

Steve Targett, Non-Executive Director (Chair)

Deborah Hadwen, Non-Executive Director

Fred Grimwade, Non-Executive Director (retired 22 November 2023)

Operating & Financial Review

HY24 was a challenging time for CPT, with earnings falling short of our expectations. Acknowledging the issues at hand, we are proactively implementing strategies to address this downturn. Despite the obstacles, we are confident in our ability to overcome them and emerge stronger as an organisation

During HY24, CPT focused on key actions to drive progress and achieve success:

- **Enhanced Client Engagement & Service Offering:** Revising engagement strategies and elevating service standards to ensure satisfaction, retention, and the fostering of long-standing client relationships. Evolving our service offering to address market trends and client needs, particularly in the areas of modernisation, transformation, and cost optimisation.
- **Market Diversification:** Exploring new opportunities in markets of Europe and Asia to diversify revenue streams and capitalise on our service offerings, with a European campaign targeted for March.
- **Regional Business Adaptation:** Addressing specific market needs in Australia, capitalising on transformational trends, and leveraging our global technical expertise to advance our global business agenda.
- **Investment in Talent:** Continuing to invest in our mainframe and graduate mentoring programs to build a robust pipeline of future leaders and experts within the company, with an emphasis on hands-on development and strategic career pathway planning.
- **Mainframe Test Coverage Software:** Securing clients for our Mainframe Test Coverage software, notwithstanding some delays due to client technical needs and constraints. Continuing to refine our software strategy, exploring methods to encapsulate our business's technical expertise into software solutions across various platforms, setting the stage for a new revenue stream and widening our market scope.

- Strategic Organisational Restructure: Making structural organisational changes aimed at optimising operations, improving reporting lines, and prioritising employee development and business success. Additionally, our team is exploring opportunities to implement AI in back office and client-facing projects to accelerate efficiency, reduce costs, and prepare CPT for a more automated and intelligent future.
- Leadership and Sales Team Changes: Restructuring leadership teams and making targeted updates to the sales strategy, especially in the Australian market, to boost our performance and business value.
- Cost Control and Business Performance: Implementing stringent cost control measures without compromising strategic investment areas, ensuring sustainable growth, profitability, and enhancement of shareholder value.

Approaching FY25, our progress fuels optimism. Strategic changes are positioning us for growth and higher profits in the coming fiscal year. With genuine interest in our services from clients and partners, we have seen a noticeable rise in market optimism and spending. Now, the focus shifts to converting opportunities as we work to strengthen CPT's industry position.

Thank you to our incredible team, Board, clients, and partners for your unwavering support and trust in CPT.

Financial Performance

The revenue for the half year ended 31 December 2023 was \$11.3m, a 30% decrease on previous year's revenue of \$16.2m. Profit before tax was \$0.2m with a net profit after tax of \$0.3m.

Profit before tax includes an accounting adjustment of \$449k relating to Long Term Incentives (LTI) for prior year balances, including LTI'22 written down to zero (\$337k) as performance hurdles unlikely to be met, and LTI'23 (\$112k) provision released following the grant of the performance rights at the 22 November 2023 AGM. Further details can be found in the Share Based Payment note.

The table below shows the performance over the last 3 reporting periods:

| | HY2024 \$M | HY2023 \$M | FY2023 \$M |
|--|---------------|---------------|---------------|
| Revenue | 11.3 | 16.2 | 28.1 |
| Profit before tax | 0.2 | 0.8 | (1.49) |
| Tax expense | 0.1 | (0.3) | (0.57) |
| (Loss) / profit before after tax | 0.3 | 0.5 | (2.06) |
| Impairment of financial assets* | - | - | 1.03 |
| (Loss) / profit after tax & impairment | 0.3 | 0.5 | (1.03) |

*Impairment relates to the CAD non-cash write down net of ta

Financial Position

CPT Global's performance has resulted in a decrease of net tangible assets to \$2.8m compared to \$2.9m at June 2023. Movements in the balance sheet, mainly:

- contract assets decreased \$0.4m due to invoicing risk reward projects
- cash and cash equivalents up \$0.3m
- reserves have decreased \$0.3m due to the share payment adjustment on LTIs

Cash Flow

CPT had \$1.6m in cash as at 31 December 2023 (\$1.2m 30 June 2023).

We continue to actively manage our cash balances, utilise our funding facility, and monitor aged receivables to effectively manage our cash flow.

Capital Management

No interim dividend has been declared for 31 December 2023. However, it is our intention to return to our traditional dividend payout ratio in future, subject to profitability at acceptable levels. At 31 December 2023, funds drawn down against debtor funding was \$552k, leaving a balance of \$473k available to draw down.

Auditor's Independence Declaration

The lead auditor's independence declaration for the half year ended 31 December 2023 has been received and can be found on page 6 of the directors' report.

Rounding

The amounts contained in this report and in the financial statements have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191. The Company is an entity to which the Class Order applies.

Signed in accordance with a resolution of the directors.



Luke Tuddenham

Managing Director, CEO

Aspen, Colorado
28 February 2024

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

As lead auditor, I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2023 there have been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review, and
- ii. no contraventions of any applicable code of professional conduct in relation to the review.



SW Audit
Chartered Accountants



R Blayney Morgan
Partner

Melbourne, 28 February 2024

Brisbane
Level 15
240 Queen Street
Brisbane QLD 4000
T + 61 7 3085 0888

Melbourne
Level 10
530 Collins Street
Melbourne VIC 3000
T + 61 3 8635 1800

Perth
Level 18
197 St Georges Terrace
Perth WA 6000
T + 61 8 6184 5980

Sydney
Level 7, Aurora Place
88 Phillip Street
Sydney NSW 2000
T + 61 2 8059 6800



For personal use only

Consolidated Financial Statements

For personal use only

Consolidated Statement of Profit or Loss and Other Comprehensive Income

HALF YEAR ENDED 31 December 2023

| | Note | 31 Dec 23 \$'000 | 31 Dec 22 \$'000 |
|---|------|---------------------|---------------------|
| Revenue | 2 | 11,279 | 16,202 |
| Other income | 2 | 5 | 4 |
| Share based payment arrangement | 8 | 435 | (104) |
| Salaries and employee benefits | | (2,579) | (2,169) |
| Consultants' benefits | | (7,428) | (11,375) |
| Depreciation and amortisation | | (8) | (6) |
| Insurance | | (239) | (272) |
| Finance costs | | (60) | (38) |
| Occupancy costs | | (116) | (116) |
| Professional Services | | (335) | (469) |
| Other expenses | | (752) | (842) |
| Foreign currency gains | | - | 24 |
| PROFIT BEFORE INCOME TAX | | 202 | 839 |
| INCOME TAX BENEFIT/(EXPENSE) | 3 | 65 | (267) |
| PROFIT AFTER INCOME TAX | | 267 | 572 |
| Other Comprehensive Income: | | | |
| Items that may be subsequently reclassified to profit or loss | | | |
| Exchange differences on translating foreign operations | | (25) | (94) |
| Total other comprehensive loss for the year, net of tax | | (25) | (94) |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | | 242 | 477 |
| PROFIT ATTRIBUTABLE TO MEMBERS OF CPT GLOBAL LIMITED | | 267 | 571 |
| TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO MEMBERS OF CPT GLOBAL LIMITED | | 242 | 477 |
| Basic (loss) / earnings per share (cents per share) | | 0.64 | 1.37 |
| Diluted (loss) / earnings per share (cents per share) | | 0.63 | 1.34 |

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the Notes to the Financial Statements.

Consolidated Statement of Financial Position

HALF YEAR ENDED 31 December 2023

| | Note | 31 Dec 23 \$'000 | 30 Jun 23 \$'000 |
|--------------------------------------|------|---------------------|---------------------|
| CURRENT ASSETS | | | |
| Cash and cash equivalents | | 1,565 | 1,245 |
| Trade and other receivables | | 3,349 | 3,193 |
| Contract assets | | 681 | 1,095 |
| Other current assets | | 398 | 658 |
| Current tax assets | | 138 | 450 |
| TOTAL CURRENT ASSETS | | 6,131 | 6,641 |
| NON-CURRENT ASSETS | | | |
| Trade and other receivables | 4 | 644 | 662 |
| Property, plant, and equipment | | 26 | 34 |
| Deferred tax assets | 3 | 1,296 | 834 |
| TOTAL NON-CURRENT ASSETS | | 1,966 | 1,530 |
| TOTAL ASSETS | | 8,097 | 8,171 |
| CURRENT LIABILITIES | | | |
| Trade and other payables | | 3,909 | 3,800 |
| Provisions | | 1,314 | 1,313 |
| TOTAL CURRENT LIABILITIES | | 5,223 | 5,113 |
| NON-CURRENT LIABILITIES | | | |
| Provisions | | 36 | 139 |
| TOTAL NON-CURRENT LIABILITIES | | 36 | 139 |
| TOTAL LIABILITIES | | 5,259 | 5,252 |
| NET ASSETS | | 2,838 | 2,919 |
| EQUITY | | | |
| Issued capital | 6 | 13,919 | 13,919 |
| Reserves | | 587 | 935 |
| Accumulated losses | | (11,668) | (11,935) |
| TOTAL EQUITY | | 2,838 | 2,919 |

The Consolidated Statement of Financial Position is to be read in conjunction with the Notes to the Financial Statements.

Consolidated Statement of Changes in Equity

HALF YEAR ENDED 31 December 2023

| | \$'000 Issued Capital | \$'000 Accumulated Losses | \$'000 Employee Compensation Reserve | \$'000 Foreign Currency Translation Reserve | \$'000 Total |
|--|-----------------------------|---------------------------------|---|---|-----------------|
| Balance at 1 July 2022 | 13,818 | (9,208) | 1,829 | (1,120) | 5,319 |
| Comprehensive Income | | | | | |
| Loss or the year | - | (2,060) | - | - | (2,060) |
| Other comprehensive income | - | - | - | 19 | 19 |
| Total comprehensive loss for the year | - | (2,060) | - | 19 | (2,041) |
| Transactions with owners, in their capacity as owners | | | | | |
| Dividends paid or provided for | - | (667) | - | - | (667) |
| Issue of shares | 101 | - | - | - | 101 |
| Share-based payments | - | - | 207 | - | 207 |
| Total transactions with owners, in their capacity as owners | 101 | (667) | 207 | - | (359) |
| Balance at 30 June 2023 | 13,919 | (11,935) | 2,036 | (1,101) | 2,919 |
| Balance at 1 July 2023 | 13,919 | (11,935) | 2,036 | (1,101) | 2,919 |
| Comprehensive Income | | | | | |
| Profit for the year | - | 267 | - | - | 267 |
| Other comprehensive loss | - | - | - | (25) | (25) |
| Total comprehensive income for the year | - | 267 | - | (25) | 242 |
| Transactions with owners, in their capacity as owners | | | | | |
| Share-based payments | - | - | (323) | - | (323) |
| Total transactions with owners, in their capacity as owners | - | - | (323) | - | (323) |
| Balance at 31 December 2023 | 13,919 | (11,668) | 1,713 | (1,126) | 2,838 |

The Consolidated Statement of Changes in Equity is to be read in conjunction with the Notes to the Financial Statements.



Consolidated Statement of Cash Flows 2023

Half Year Ended 31 December 2023

| | 31 Dec 23 | 31 Dec 22 |
|--|--------------|----------------|
| | \$'000 | \$'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Receipts from customers | 12,725 | 18,151 |
| Payments to suppliers and employees | (12,255) | (19,610) |
| Interest received | 5 | 4 |
| Finance costs | (44) | (38) |
| Income tax (paid)/refunded | (86) | 243 |
| NET CASH FLOWS FROM/(USED) IN OPERATING ACTIVITIES | 345 | (1,250) |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Purchase of property, plant, equipment, and software | - | (18) |
| NET CASH FLOWS USED IN INVESTING ACTIVITIES | - | (18) |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Payment of dividends on ordinary shares | - | (353) |
| NET CASH FLOWS USED IN FINANCING ACTIVITIES | - | (353) |
| NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS HELD | 345 | (1,621) |
| Opening cash and cash equivalents | 1,245 | 4,087 |
| Effects of exchange rate changes on cash and cash equivalents | (25) | (94) |
| CLOSING CASH AND CASH EQUIVALENTS | 1,565 | 2,372 |

The Consolidated Statement of Cash Flows is to be read in conjunction with the Notes to the Financial Statements.

Notes to the Financial Statements

Half Year Ended 31 December 2023

1. Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2023 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134 *Interim Financial Reporting*.

The interim financial statements are intended to provide users with an update on the latest annual financial statements of CPT Global Limited (the Company) and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that these interim financial statements be read in conjunction with the annual financial statements of the group for the year ended 30 June 2023, together with any public announcements made during the following half-year.

Accounting Policies

The same accounting policies and methods of computation have been followed in these interim financial statements as were applied in the most recent annual financial statements.

Critical Accounting Estimates and Judgements

The critical estimates and judgements made by management in preparing these half-year financial statements are consistent with those applied and disclosed in the June 2023 annual report.

2. Revenue

| | | Dec 2023 | Dec 2022 |
|---|--|----------|----------|
| | | \$'000 | \$'000 |
| REVENUE | | | |
| Services revenue – recognised over time | | 11,279 | 16,202 |
| Total Revenue | | 11,279 | 16,202 |
| OTHER INCOME | | | |
| Interest Income | | 5 | 4 |
| Total Other Income | | 5 | 4 |

3. Income Taxes

(a) Income Tax Expense

Income tax benefit \$65,000 (2022: (\$267,000)) with a weighted average effective tax rate of (32)% (2022: 32%). This was predominately related to adjustments in the US deferred tax asset following a detailed tax review. Current period tax losses relating to AU for the half-year ended 31 December 2023 is \$145,000 which have not been brought into account. \$109,000 of the AU current period tax losses is in relation to the reversal of the share-based payment arrangement detailed in Note 8.

(b) Deferred Tax Assets

| ASSETS | Dec 2023 | Jun 2023 |
|-------------------------------|----------|----------|
| | \$'000 | \$'000 |
| Non-Current | | |
| Deferred tax assets comprise: | | |
| Foreign currency losses | 267 | 125 |
| Employee entitlements | 344 | 335 |
| Accruals | 275 | 50 |
| Accumulated tax losses | 344 | 356 |
| Other | 68 | - |
| | 1,298 | 866 |

| | \$'000 | \$'000 |
|---|--------------|------------|
| Reconciliation of deferred tax assets | | |
| Opening balance | 866 | 1,200 |
| Credited/(Debited) to the statement of comprehensive income | 432 | (334) |
| Closing balance | 1,298 | 866 |
| Deferred tax liabilities netted with deferred tax assets | (2) | (32) |
| Net Deferred Tax | 1,296 | 834 |

4. Non-current Trade and other Receivables

Non-current trade and other receivables of \$644,347 relate to expected recoveries from the Canadian Revenue Authority (CRA). Further details on these balances were included in the 30 June 2023 annual report of the Company.

5. Borrowings

| | 2023 | 2022 |
|--|--------------|--------------|
| | \$'000 | \$'000 |
| Unutilised financing facilities | | |
| Credit facility available | 5,000 | 5,000 |
| Amount utilised | - | - |
| | 5,000 | 5,000 |

The parent entity has a debtor's financing facility in place. The facility is secured by a first registered company charge (mortgage debenture) over the carrying value of the total assets of the parent entity, which total \$1.0m at the end of the reporting period. Interest is charged at 9.7%. The maximum facility is \$5m with the available facility based on the value of the Australian debtor book. At 31 December 2023, the available funding under the facility was \$0.4m. It is a rolling facility which can be terminated with a 3-month notice from CPT or 1-month notice from the provider.

6. Issued Share Capital

No shares were issued during the half-year ended 31 December 2023. Ordinary shares on issue at 31 December 2023 were 41,897,365 (30 June 2023: 41,897,365).

7. Operating Segments

The segment disclosures have been adjusted to aggregate Europe and North America as the Northern Hemisphere to better reflect the reporting made to the Chief Operating Decision Maker (CODM).

| Segment Performance | Australia | | Northern Hemisphere | | Consolidated | |
|--|------------------|------------------|---------------------|------------------|------------------|------------------|
| | Dec-23 \$'000 | Dec-22 \$'000 | Dec-23 \$'000 | Dec-22 \$'000 | Dec-23 \$'000 | Dec-22 \$'000 |
| Revenue | 4,479 | 8,638 | 6,800 | 7,564 | 11,279 | 16,202 |
| Cost of Sales | (3,359) | (6,592) | (3,073) | (3,645) | (6,432) | (10,237) |
| Segment Gross Profit Before Tax | 1,120 | 2,046 | 3,727 | 3,919 | 4,847 | 5,965 |
| <i>Reconciliation of segment result to group profit before tax</i> | | | | | | |
| Operating Expenses | (978) | (1,061) | (1,743) | (1,854) | (2,721) | (2,915) |
| Profit before tax before unallocated items | 142 | 985 | 1,984 | 2,065 | 2,126 | 3,050 |
| Corporate costs | | | | | (2,359) | (2,211) |
| Share based payment reversal | | | | | 435 | - |
| | | | | | (1,924) | (2,211) |
| Profit before tax | | | | | 202 | 839 |

| Segment Assets | Australia | | Northern Hemisphere | | Consolidated | |
|---|------------------|------------------|---------------------|------------------|------------------|------------------|
| | Dec-23 \$'000 | Jun-23 \$'000 | Dec-23 \$'000 | Jun-23 \$'000 | Dec-23 \$'000 | Jun-23 \$'000 |
| Segment Assets | 1,916 | 2,273 | 4,573 | 4,378 | 6,489 | 6,651 |
| <i>Reconciliation of segment assets to group assets</i> | | | | | | |
| Unallocated Assets | | | | | | |
| - Cash and cash equivalents | | | | | 743 | 210 |
| - Trade and other receivables | | | | | 168 | 519 |
| - Property, plant & equipment | | | | | 19 | 25 |
| - Deferred Tax Asset | | | | | 676 | 580 |
| - Other Assets | | | | | 2 | 186 |
| | | | | | 1,608 | 1,520 |
| Total Group Assets | | | | | 8,097 | 8,171 |

| Segment Liabilities | Australia | | Northern Hemisphere | | Consolidated | |
|---|------------------|------------------|---------------------|------------------|------------------|------------------|
| | Dec-23 \$'000 | Jun-23 \$'000 | Dec-23 \$'000 | Jun-23 \$'000 | Dec-23 \$'000 | Jun-23 \$'000 |
| Segment Liabilities | 1,113 | 1,506 | 2,548 | 2,005 | 3,661 | 3,511 |
| <i>Reconciliation of segment liabilities to group liabilities</i> | | | | | | |
| Unallocated Liabilities | | | | | | |
| - Provisions | | | | | 614 | 738 |
| - Trade and other payables | | | | | 984 | 895 |
| | | | | | 1,598 | 1,741 |
| Total Group Liabilities | | | | | 5,259 | 5,252 |

8. Share-Based Payments

(a) Share-based payment movement

The following amounts are recorded in the profit & loss at reporting date:

| Grant | Reversal / (Expense) | |
|-----------------|----------------------|---------------------|
| | 31 Dec 23 \$'000 | 31 Dec 22 \$'000 |
| LTI'22 | 337 | (104) |
| LTI'23 | 112 | - |
| LTI'23 & LTI'24 | (14) | - |
| | 435 | (104) |

Following the LTI'23 grant of 1,000,000 performance rights to the CEO at an exercise price of nil per share at the Company's Annual General Meeting on 22 November 2023, the \$112,000 long term incentive provision recognised in the year ended 30 June 2023 was released.

On 15 December 2023, the Board of Directors resolved to approve 685,780 performance rights to the CFO and 205,734 to other employees, with an exercise price of nil per share.

An amount of \$14,137 pertaining to these entitlements has been included in the profit or loss for the period.

(b) Share-based payment arrangements

The following share-based payment arrangements existed as at 31 December 2023:

| Performance Rights (PR) | Grant | Grant Date | Expiry Date / Measurement Period End | Exercise Price (\$) | As at 1 July 2023 | Granted | Forfeited/Exercised/Transferred/Expired | As at 31 December 2023 |
|-------------------------|--------|------------|--------------------------------------|---------------------|-------------------|-----------|---|------------------------|
| CEO - Luke Tuddenham | LTI'22 | 29/11/21 | 28/11/24 | 0.00 | 1,000,000 | - | - | 1,000,000 |
| CEO - Luke Tuddenham | LTI'23 | 22/11/23 | 30/06/25 | 0.00 | - | 1,000,000 | - | 1,000,000 |
| CEO - Luke Tuddenham | LTI'24 | 22/11/23 | 30/06/26 | 0.00 | - | 1,000,000 | - | 1,000,000 |
| CFO – Nathan Marburg | LTI'24 | 15/12/23 | 30/06/26 | 0.00 | - | 685,780 | - | 685,780 |
| Other Employees | LTI'24 | 15/12/23 | 30/06/26 | 0.00 | - | 205,734 | - | 205,734 |
| | | | | | 1,000,000 | 2,891,514 | - | 3,891,514 |

The service and performance conditions are outlined below for the respective grants.

(c) Service and performance conditions

LTI'22:

The performance rights hold no voting or dividend rights, are not transferrable and will lapse in the event of the resignation of the director. The exercise of the performance rights is contingent upon the following conditions being met. At the time of this report, the performance hurdles are unlikely to be met, resulting in a reversal of \$337,240 from the share-based payment reserve which has been reflected in the profit or loss for the period. The details of the targets, number of rights and conditions for LTI'22 is in the Company's 2023 annual report.

LTI'23 & LTI'24:

At the 2023 AGM, two tranches of performance rights were approved to be granted to the CEO. The details of the grants are in the 2023 Notice of Annual General Meeting dated 20 October 2023.

9. Dividends

| | | Dec 2023 | Dec 2022 |
|---|--|--------------|----------|
| | | \$'000 | \$'000 |
| (a) Dividends paid during the half-year | | | |
| • <i>Current year interim</i> | | | |
| | Franked dividends (0.0c per share) (2022: 0.6c per share) | - | 251 |
| • <i>Prior year final</i> | | | |
| | Franked dividends (0.0c per share) (2022: 1.00c per share) | - | 416 |
| | | - | 667 |
| (b) Dividends proposed and not recognised as a liability | | | |
| | Franked dividends (0.0c per share) (2022: 1.00c per share) | - | 416 |
| (c) Franking credit balance | | | |
| | Balance of franking credits at the end of reporting | 2,484 | 2,408 |

10. Contingent Liabilities

Since the last annual reporting date, there has been no material change to any contingent liabilities or contingent assets.

11. Events After the Reporting Period

No matter or circumstances have occurred subsequent to the end of the financial year that has significantly affected, or may significantly affect, the operations of the Group, the result of those operations or the state of affairs of the Group in subsequent financial periods.

Directors' Declaration

In accordance with a resolution of the directors of CPT Global Limited, the directors of the company declare that:

(1) The financial statements and notes, as set out on pages 8 to 18, are in accordance with the Corporations Act 2001 including:

- (i) complying with Accounting Standard AASB 134 Interim Financial Reporting; and
- (ii) giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half-year ended on that date

(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.

Luke Tuddenham

Luke Tuddenham
Managing Director, CEO

Aspen, Colorado
28 February 2024

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF CPT GLOBAL LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of CPT Global Limited (the Company) and its controlled entities (the Group) which comprises the consolidated statement of financial position as at 31 December 2023, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Company does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the Group's financial position as at 31 December 2023 and of its performance for the half-year ended on that date, and
- complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report are not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2023 and its performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Brisbane
Level 15
240 Queen Street
Brisbane QLD 4000
T + 61 7 3085 0888

Melbourne
Level 10
530 Collins Street
Melbourne VIC 3000
T + 61 3 8635 1800

Perth
Level 18
197 St Georges Terrace
Perth WA 6000
T + 61 8 6184 5980

Sydney
Level 7, Aurora Place
88 Phillip Street
Sydney NSW 2000
T + 61 2 8059 6800



A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



SW Audit
Chartered Accountants



R Blayney Morgan
Partner

Melbourne, 28 February 2024

For personal use only

Corporate Information

ACN 083 090 895

ABN 16 083 090 895

Directors

Luke Tuddenham, Managing Director & CEO

Gerry Tuddenham, Executive Director

Steve Targett, Non-Executive Director (Chair)

Deborah Hadwen, Non-Executive Director

Company Secretary

Mark Licciardo

Principal Registered Office

Principal Registered Office

Level 3, 818 Bourke Street

Docklands VIC 3008

Telephone: +61 (0)3 9684 7900

Internet: www.CPTglobal.com

CPT Global on the Web

For an introduction to the Company and access to Company announcements, descriptions of our core business, services and careers, and our corporate governance policies and procedures visit our website at www.CPTGlobal.com

Auditors

SW Audit

Level 10, 530 Collins Street

Melbourne VIC 3000

Share Register

Boardroom Pty Ltd

Level 12, 225 George Street

Sydney NSW 2000

Telephone: 1300 737 760

Facsimile: +61 (0)2 9290 9600

Solicitors

Nicholson Ryan Lawyers

Bankers

ANZ Banking Group Limited

ASX Code

CGO