

CPT Global Limited
Appendix 4D - Half-Year Report December 2015

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Key Information				Half-year Ended 31 December 2015 A \$000's	Half-year Ended 31 December 2014 A \$000's
Revenues from ordinary activities	down	-15%	to	\$12,774	\$15,007
Net Profit (Loss) before tax attributable to members	down	-954%	to	(\$2,873)	(\$301)
Net Profit (Loss) after tax attributable to members	down	-755%	to	(\$2,508)	(\$332)

DIVIDENDS PAID AND PROPOSED

Amount per Security **Franked Amount per Security at 30% of Tax**

No dividend was paid or proposed during the 6 month period to 31 December 2015

DIVIDEND DETAILS

Ordinary share capital:	Half-year Ended 31 December 2015 A \$000's	Half-year Ended 31 December 2014 A \$000's
Final dividend paid	\$0	\$551
Interim dividend payable	\$0	\$0

EARNINGS PER SHARE (EPS)

	Half-year Ended 31 December 2015	Half-year Ended 31 December 2014
Basic EPS	(6.8) cents	(0.9) cents
Diluted EPS	(6.7) cents	(0.9) cents

NTA BACKING

Net tangible asset backing per ordinary security	\$0.07	\$0.15
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CPT Global Limited

ABN 16 083 090 895

Half-Year Financial Report

for the Half-Year ended 31 December 2015

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Corporate Information

ABN 16 083 090 895

Directors

Fred S Grimwade (Non-Executive Chairman)
Gerry Tuddenham (Managing Director)
Alan Baxter (Non-Executive Director)

Company Secretary

Grant Sincock

Registered Office

Level 1, 4 Riverside Quay
Southbank
Melbourne, Victoria 3006
+61 3 9684 7900

Solicitors

Gadens Lawyers

Bankers

ANZ Banking Group Limited

Share Register

Computershare Investor Services Pty Ltd
Yarra Falls, 452 Johnston Street
Abbotsford Vic 3067
Telephone: 1300 850 505
Facsimile: +613 94732500

Auditors

ShineWing Australia

Internet Address

www.cptglobal.com

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Directors' Report

Your directors submit the financial report of the consolidated group for the half year ended 31 December 2015.

DIRECTORS

The names and details of the company's directors in office during the half year and until the date of this report are as follows. Directors were in office for this entire period:

- Fred S Grimwade (Non-Executive Chairman)
- Gerard (Gerry) Tuddenham (Managing Director)
- Alan Baxter (Non-Executive Director)

REVIEW AND RESULTS OF OPERATIONS

FINANCIAL REVIEW

CPT's revenue for the half year ended 31 December 2015 was \$12.8 m, a 15% reduction on the prior corresponding half year's revenue of \$15.0m. International revenue fell 32% to \$4.5m (2014: \$6.7m) while Australian revenue remained constant at \$8.2m (2014: \$8.3m). EBIT for the half year was a loss of \$2.81m (2014: \$0.3m loss).

Notwithstanding, CPT maintained a strong cash position of \$2.5 million (June 2015 \$0.5m; Dec 2014: \$2.6m) but incurred borrowings of \$1.2 million (2014: NIL). The Company's current ratio has declined but remains positive at 1.2:1 (2014 1.7:1).

CPT posted a net loss after tax of \$2.5m for the half year ended 31 December 2015 (2014: \$0.3m loss).

Earnings per share and diluted earnings per share was (6.8) and (6.7) cents per share (2014: (0.9) cents per share).

CPT Global will not pay a dividend from the first half year of operations.

REVIEW OF OPERATIONS

International

In Europe it was expected that a risk/reward engagement with an Italian bank would provide a steady flow of profitable revenue throughout the financial year. The engagement was closed out early (November 2015) due to a major restructure at the bank which resulted in significant cost cutting and reallocations of resources. Whilst we were able to negotiate an exit that resulted in a breakeven position on the project, the early termination of the engagement has had a significant impact on the revenue and profitability of the European region and the consolidated group as this was forecast to be the largest single contract in the 2016 financial year and the most profitable contract.

Conditions in Europe continue to be a challenge for CPT. A review of the structure and operations of Europe was completed in December 2015 and, as a result, the cost base of the region has been reduced and a streamlined and more flexible structure implemented.

In North America we expected to benefit from two risk/reward engagements commencing in September 2015 and November 2015 and the commencement of work at a number of new clients. The risk/reward contracts were signed in November 2015 and January 2016 with the majority of the financial benefits to be recognised in the second half of the 2016 financial year. New clients have been engaged in North America but the contracts will result in most of the revenue being recognised in the second half of the 2016 financial year. Activity at CPT's largest Canadian client increased during the first half of the 2016 financial year and the Canadian business met budget for the first half of the financial year, however, the strong performance in Canada was not sufficient to cover the delays in other projects starting in North America. North America was hit hard by AMEX decision to bring the services CPT had been providing for 10 years in-house. The lost revenue and the need to write-off related WIP had a \$0.6m negative impact on revenue for the first half.

CPT's Asian business continues to be tightly managed, with engagements being undertaken on a case by case basis and client relationships continue to be enhanced. A risk/reward engagement with a Chinese bank was undertaken in January and February 2016 and will contribute revenue to the second half of the 2016 financial year.

Australia

The Australian business is growing, profitable and operational performance has strengthened throughout the first half of the 2016 financial year. The growth in opportunities we expected in the finance and telecommunications sectors and the federal government materialised and we were able to capitalise on these in the first half. The Federal Region has contracted 140% of its revenue budget for FY2016 and revenue growth in the Southern Region picked up substantially in the 2 months to 31 December 2015 with \$3.4m of new work won. Revenue in Australia grew month on month other than the expected slowdown in December for the holiday period.

CPT Global Limited & Controlled Entities - Half-Year Report

Strategic Alliances

CPT invested significant time and resources establishing the strategic alliances with BMC Software, Dynatrace and Compuware and engagements have been contracted in Europe and the USA. However, our expectations, and those of our alliance partners, about the number of contracts that would be executed in the first half of FY2016 have not been met. We believe the alliance partner strategy is sound and will provide significant benefits to CPT Global in the medium term and we also believe we are working with the right partners to deliver the benefits. The first 6 months of the 2016 financial year has shown us that our expectations were optimistic and that it will take time for the alliances to develop and the financial results to materialise.

OUTLOOK

After a very difficult 12 months for the Company, we expect a return to profitability in the second half of FY2016 as the performance of both the North American and Australian businesses improve. The Company made an operating profit in January (unaudited) with the USA, Asia and the consolidated group having their best months for the financial year to date. Australia had a strong January and several new projects commenced in February. We had sufficient cash resources to repay the \$1.025m loan from Efic by 18 February 2016.

The Australian operational performance is expected to continue to strengthen as the opportunities within the finance sector and federal government continue to materialise. 83% of forecast revenue in the Australian region is contracted or likely to renew and the pipeline is as strong as we have seen it for several years.

On the back of contracted work and a good pipeline, we expect North America's operational performance to improve during the second half of the 2016 financial year. CPT will benefit from a risk/reward engagement recently commenced in the USA with early indications that the savings found will exceed expectations. 64% of forecast revenue is contracted in the USA and 48% of forecast revenue is contracted in Canada. There is still uncertainty around the strength of the recovery in North America but we are cautiously optimistic.

Our opportunistic strategy in the Asian region is starting to pay dividends with a risk/reward contract started in January and results exceeding our expectations. We expect the region to be profitable for the financial year.

We expect conditions to remain tight in Europe for the rest of the financial year. The pipeline is as strong as we have seen for at least 5 years but the economic uncertainty in the E.U. and the restructuring, cost cutting and layoffs in the banking sector are resulting in long lead times and delays in purchasing decisions. The restructure and cost cutting undertaken in Europe in the first half will provide us with flexibility to respond to conditions quickly as we continue to monitor Europe.

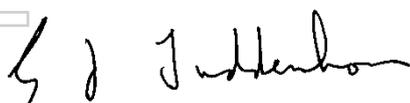
ROUNDING

The amounts contained in this report and in the financial report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the company under ASIC Class Order 98/0100. The company is an entity to which the Class Order applies.

AUDITORS DECLARATION

The auditors independence declaration under section 307C of the Corporations Act 2001 is set out on page 5 of the half-year report ended 31 December 2015.

Signed in accordance with a resolution of the directors.



Gerard (Gerry) Tuddenham
Managing Director
Melbourne, 29 February 2016

Auditor's Independence Declaration under Section 307C of the Corporations Act 2001 to the directors of CPT Global Limited and Controlled Entities

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2015 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.

ShineWing Australia

SHINEWING AUSTRALIA
Chartered Accountants

Hayley Underwood

Hayley Underwood
Partner

Melbourne, 29 February 2016

Consolidated Statement of Comprehensive Income

HALF-YEAR ENDED 31 DECEMBER 2015

	31 Dec 15	31 Dec 14
	\$'000	\$'000
Revenue	12,774	15,007
Other income	75	25
Salaries and employee benefits expense	(1,448)	(1,338)
Consultants benefits expense	(10,896)	(11,475)
Depreciation and amortisation expenses	(31)	(63)
Insurance expense	(134)	(135)
Finance costs	(211)	(59)
Lease expenses	(237)	(261)
Other expenses	(2,135)	(2,002)
Goodwill Impairment	(630)	-
(LOSS) / PROFIT BEFORE INCOME TAX	(2,873)	(301)
INCOME TAX REVENUE / (EXPENSE)	365	(31)
(LOSS) AFTER INCOME TAX	(2,508)	(332)
Other comprehensive income / (loss):		
Items that will not be subsequently reclassified to comprehensive income:		
Share based payment reversal	(14)	8
Items that may be subsequently reclassified to comprehensive income:		
Exchange differences on translating foreign controlled entities	14	31
Other Comprehensive Income / (Loss) for the period, net of tax	-	39
TOTAL COMPREHENSIVE (LOSS)	(2,508)	(293)
(LOSS) ATTRIBUTABLE TO MEMBERS OF CPT GLOBAL LIMITED	(2,508)	(332)
TOTAL COMPREHENSIVE (LOSS) ATTRIBUTABLE TO MEMBERS OF CPT GLOBAL LIMITED	(2,508)	(293)
Basic earnings per share (cents per share)	(6.8)	(0.9)
Diluted earnings per share (cents per share)	(6.7)	(0.9)

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

Consolidated Statement of Financial Position

AS AT 31 DECEMBER 2015

	Notes	AS AT 31 DECEMBER 2015 \$'000	AS AT 30 JUNE 2015 \$'000
CURRENT ASSETS			
Cash and cash equivalents		2,549	458
Trade and other receivables		4,264	4,535
Unbilled revenue		2,349	4,176
Current tax asset		845	526
Other current assets		169	363
TOTAL CURRENT ASSETS		10,176	10,058
NON-CURRENT ASSETS			
Deferred tax assets		1,701	1,741
Property, plant and equipment		28	18
Intangible assets	3	4,416	5,070
TOTAL NON-CURRENT ASSETS		6,145	6,829
TOTAL ASSETS		16,321	16,887
CURRENT LIABILITIES			
Trade and other payables		6,849	5,217
Borrowings	5	1,163	871
Provisions		832	892
TOTAL CURRENT LIABILITIES		8,844	6,980
NON-CURRENT LIABILITIES			
Deferred tax liability		488	429
Long term provisions		105	86
TOTAL NON-CURRENT LIABILITIES		593	515
TOTAL LIABILITIES		9,437	7,495
NET ASSETS		6,884	9,392
EQUITY			
Issued capital		12,105	12,105
Reserves		951	950
Retained earnings		(6,172)	(3,663)
TOTAL EQUITY		6,884	9,392

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

	\$'000	\$'000	\$'000	\$'000	\$'000
	Issued Capital	Retained Earnings	Equity Reserve	Foreign Currency Translation Reserve	Total
Balance at 1 July 2014	12,075	1,944	1,695	(1,878)	13,836
Comprehensive income					
(Loss) / Profit for the period	-	(332)	-	-	(332)
Other comprehensive income / (loss) for the period	-	-	8	31	39
Total comprehensive income / (loss) for the period	-	(332)	8	31	(293)
Transactions with owners, in their capacity as owners					
Dividends paid or provided for	-	(551)	-	-	(551)
Total transactions with owners, in their capacity as owners	30	(551)	-	-	(521)
Balance at 31 December 2014	12,105	1,061	1,703	(1,847)	13,022
Balance at 1 July 2015	12,105	(3,663)	1,703	(753)	9,392
Comprehensive income					
(Loss) / Profit for the period	-	(2,508)	-	-	(2,508)
Other comprehensive income / (loss) for the period	-	-	(14)	14	-
Total comprehensive income / (loss) for the period	-	(2,508)	(14)	14	(2,508)
Transactions with owners, in their capacity as owners					
Dividends paid or provided for	-	-	-	-	-
Total transactions with owners, in their capacity as owners	-	-	-	-	-
Balance at 31 December 2015	12,105	(6,171)	1,689	(739)	6,884

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

HALF-YEAR ENDED 31 DECEMBER 2014

	31 Dec 15 \$'000	31 Dec 14 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	12,203	17,346
Payments to suppliers and employees	(10,978)	(16,303)
Interest received	2	9
Finance costs paid	(211)	(59)
Income tax paid	773	(224)
NET CASH FLOWS FROM OPERATING ACTIVITIES	1,789	769
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment, software	(17)	(10)
NET CASH FLOWS USED IN INVESTING ACTIVITIES	(17)	(10)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from borrowings	292	-
Payment of dividends on ordinary shares	-	(521)
NET CASH FLOWS USED IN FINANCIAL ACTIVITIES	292	(521)
NET INCREASE IN CASH AND CASH EQUIVALENTS HELD	2,064	238
Add opening cash and cash equivalents brought forward	458	2,424
Effects of exchange rate changes on cash and cash equivalents	27	(44)
CLOSING CASH AND CASH EQUIVALENTS CARRIED FORWARD	2,549	2,618

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 2015

NOTE 1: BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL REPORT

Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2015 have been prepared in accordance with requirements of the Corporations Act 2001 and Australian Accounting Standard AASB 134: Interim Financial Reporting.

The interim financial report is intended to provide users with an update on the latest annual financial statements of CPT Global Limited and its controlled entities (referred to as "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 this financial report be read in conjunction with the annual financial statements of the Group for the year ended 30 June 2015, 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 this interim financial report as were applied in the most recent annual financial statements, except in relation to the matters discussed below.

Critical Accounting Estimates and Judgments

The critical estimates and judgments are consistent with those applied and disclosed in the June 2015 annual report.

	Consolidated	
	31 Dec 15	31 Dec 14
	\$'000	\$'000

NOTE 2: DIVIDENDS

Distributions paid	-	521
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Aggregate dividends declared post period end

Fully franked ordinary dividend of 0.0 cents per share (2014: 0.0 cents per share franked at the tax rate of 30%).

	-	-
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	Consolidated	
	31 Dec 15	30 June 15
	\$'000	\$'000

NOTE 3: INTANGIBLE ASSETS

Goodwill at cost

	9,659	9,659
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Accumulated impairment losses

	(5,502)	(4,873)
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Total goodwill

	4,157	4,786
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Intellectual Property at cost

	75	75
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Software at cost

	818	818
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Accumulated amortisation and impairment

	(634)	(609)
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Total software

	184	209
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Total intangible assets

	4,416	5,070
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NOTE 3: INTANGIBLE ASSETS (cont)

An impairment charge of \$0.6m has been made against the goodwill allocated to the European cash generating unit. The key driver of the impairment of goodwill was the overall revenue earned in the financial year and the forecast through to year end is 45% lower compared to the budget adopted for the 2016 financial year. The revenue forecast has decreased as a result of the early termination of a risk/reward contract in Italy at breakeven point and the European CGU not otherwise achieving forecast for the 2016 financial year. The goodwill in the European CGU has a net book value of NIL (30 June 2015: \$629k)

Intangible assets other than goodwill and intellectual property have finite useful lives. The current amortisation charges for intangible assets are included under depreciation and amortisation expense per the statement of comprehensive income. Goodwill and intellectual property have indefinite useful lives. These have been assessed as having indefinite useful lives because these intangible assets arose on the acquisition of businesses purchased as going concerns. These businesses continue to be operated within the CPT Global Group and there are no plans to cease any part of these operations.

Goodwill is allocated to cash-generating units, based on the Group's reporting segment.

	31 Dec 2015 \$'000	30 June 2015 \$'000
Australian Segment	4,157	4,157
Europe Segment	-	629
	4,157	4,786

The recoverable amount of the cash-generating units is determined based on value-in-use calculations. Value-in-use is calculated based on the present value of the projected cash flows from that cash-generating unit over 5 years; periods beyond 5 years have been extrapolated using the terminal value growth rate of 7.7%.

Key Assumptions

The following key assumptions were used in determining the recoverable amount of goodwill:

	Discount rate		Gross Margin		Sales Growth	
	31 Dec 2015	30 Jun 2015	31 Dec 2015	30 Jun 2015	31 Dec 2015	30 Jun 2015
Australian Segment	18.6%	18.6%	26.0%	27.0%	17.0%	4.9%

Management has based the value-in-use calculations on budgets and estimates for the CGU. The value-in-use is most sensitive to the following assumptions:

- Discount rate;
- Gross profit margins;
- Sales growth rates.

Discount rate – discount rate is a post-tax rate and reflects the risks associated with a particular segment.

Gross profit margins – values assigned reflect past experience and future expectations.

Sales growth rates – reflects management's expectations of revenue growth in the context of the Group's Australian market strategy. For the 6 month period to 30 June 2016, 83% of forecast revenue is contracted.

The forecast cash flow is sensitive to changes in the sales growth rate. If the Australian CGU only achieved 50% of forecast revenue that is not contracted at 31 December 2015, there would still be no impairment of goodwill.

The directors believe the estimated future cash flow required to support the value of goodwill will be achieved within the financial year.

NOTE 4: CONTINGENT ASSETS AND LIABILITIES

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

CPT Global Limited & Controlled Entities - Half-Year Report

NOTE 5: BORROWINGS

	31 Dec 15	30 June 15
	\$'000	\$'000
CURRENT		
Secured borrowings	138	596
Unsecured borrowings	1,025	275
Total borrowings	1,163	871
Unutilised financing facilities		
Credit facility	6,500	6,500
Amount unsecured utilised	(1,025)	(596)
Amount secured utilised	(138)	(275)
	5,337	5,629

- (a) The parent entity has a GE debtors 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. Interest is charged at a 5.5% margin above the 90 day Bank Bill Swap Rate. The maximum facility is \$5m.
- (b) The parent entity entered into a \$1.5m export contract loan agreement on 29 May 2015 with EFIC. Interest is charged at BBSY plus a margin of 6% and a commitment fee of 2% is payable on the undrawn facility. Each subsidiary of the parent entity is a guarantor of the loan. There is no other security attached to the loan. The loan was repaid in full by 18 February 2016.

NOTE 6: OPERATING SEGMENTS

Segment Performance

	Australia		Europe		North America		Consolidated	
	Dec-15	Dec-14	Dec-15	Dec-14	Dec-15	Dec-14	Dec-15	Dec-14
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
REVENUE								
External Sales	8,243	8,304	1,243	1,099	3,288	5,604	12,774	15,007
<i>Reconciliation of segment revenue to group revenue</i>								
- Miscellaneous Revenue							75	25
Total Group Revenue							12,849	15,032
Segment Gross Profit before tax	1,931	2,151	(86)	263	1,010	2,493	2,930	4,932
<i>Reconciliation of segment result to group profit/loss before tax</i>								
Unallocated Items								
- Overheads							5,803	5,233
Profit/ (Loss) before tax							(2,873)	(301)

CPT Global Limited & Controlled Entities - Half-Year Report

NOTE 6: OPERATING SEGMENTS (continued)

Segment Assets

	Australia		Europe		North America		Consolidated	
	Dec-15 \$'000	Dec-14 \$'000	Dec-15 \$'000	Dec-14 \$'000	Dec-15 \$'000	Dec-14 \$'000	Dec-15 \$'000	Dec-14 \$'000
Segment Assets	3,544	2,042	1,596	1,015	2,315	4,692	7,455	7,749
Segment asset increases for the period:								
- Capital Expenditure	-	-	-	-	-	-	-	-
	3,544	2,042	1,596	1,015	2,315	4,692	7,455	7,749
<i>Reconciliation of segment assets to group assets</i>								
Unallocated assets:								
- Goodwill							4,232	7,261
- Property, plant & equipment							213	257
- Other Assets							4,421	4,551
Total Group Assets							16,321	19,818

	Australia		Europe		North America		Consolidated	
	Dec-15 \$'000	Dec-14 \$'000	Dec-15 \$'000	Dec-14 \$'000	Dec-15 \$'000	Dec-14 \$'000	Dec-15 \$'000	Dec-14 \$'000
Segment Liabilities	5,038	3,206	1,363	740	1,610	1,282	8,011	5,228
Segment liability increases for the period:								
-	-	-	-	-	-	-	-	-
	5,038	3,206	1,363	740	1,610	1,282	8,011	5,228
<i>Reconciliation of segment liabilities to group assets</i>								
Unallocated liabilities:								
- Provisions								
- Other Liabilities							1,426	1,568
Total Group Liabilities							9,437	6,796

NOTE 7: SHARE-BASED PAYMENTS

On 23 November 2015, 300,000 performance shares were granted to directors to take up ordinary shares at an exercise price of \$0.00 each. The options which are exercisable on or before 18 November 2017, vest over a two year period in two equal tranches and are contingent upon the Company's revenue levels and share price reaching targets in each of the 2016 and 2017 financial years as follows:

NOTE 7: SHARE-BASED PAYMENTS (continued)

No of Shares to be Issued	Conditions to be Met
100,000	The highest quoted (buy) price for CPT Global shares reaching or exceeding \$0.50 for 5 consecutive business days during the period 23 November 2015 and 30 June 2016 (both dates inclusive)
50,000	The Company's international revenue (as reported in the Company's 2016 annual report) reaching or exceeding \$22m for the 2016 fiscal year
100,000	The highest quoted (buy) price for CPT Global shares reaching or exceeding \$1.00 for 5 consecutive business days during the period 1 July 2016 and 30 June 2017 (both dates inclusive)
50,000	The Company's international revenue (as reported in the Company's 2017 annual report) reaching or exceeding \$25.5m for the 2017 fiscal year

The options hold no voting or dividend rights, are not transferrable and will lapse in the event of the resignation of a director. At the date of this report, all directors in receipt of the performance shares options remain employed by CPT.

NOTE 8: SUBSEQUENT EVENTS

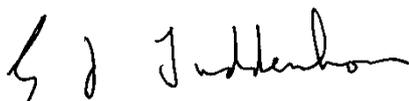
The parent entity entered into a \$1.5m export contract loan agreement on 29 May 2015 with EFIC. Interest is charged at BBSY plus a margin of 6% and a commitment fee of 2% is payable on the undrawn facility. Each subsidiary of the parent entity is a guarantor of the loan. There is no other security attached to the loan. The loan was repaid in full by 18 February 2016.

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 6 to 14, 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 consolidated entity's financial position as at 31 December 2015 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.

On behalf of the Board



Gerry Tuddenham
Managing Director

Melbourne, 29 February 2016

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF CPT GLOBAL LIMITED AND CONTROLLED ENTITIES**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of CPT Global Limited and Controlled Entities (the "consolidated entity"), which comprises the consolidated statement of financial position as at 31 December 2015, and the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and explanatory information and the directors' declaration. The consolidated entity comprises both CPT Global Limited ("the company") and the entities it controlled during the half year.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) 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 is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard ASRE 2410: *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not prepared, in all material aspects, in accordance with Accounting Standard AASB 134: *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of CPT Global Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable 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.

Independence

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

Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of CPT Global Limited and Controlled Entities is not 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 2015 and of its performance for the half-year ended on that date; and
- (ii) complying with *AASB 134: Interim Financial Reporting* and the *Corporations Regulations 2001*.

ShineWing Australia

SHINEWING AUSTRALIA
Chartered Accountants



Hayley Underwood
Partner

Melbourne 29 February 2016

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