

APPENDIX 4E
PRELIMINARY FINAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2018

Lodged with the ASX under Listing Rule 4.3A

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Company Details

Name of reporting entity:	Fatfish Blockchain Limited
ABN:	88 004 080 460
Reporting period:	1 January 2018 - 31 December 2018
Prior corresponding reporting period:	1 January 2017 - 31 December 2017

Results for announcement to the market

Revenue from ordinary activities	Up	174%	to	\$ 3,792,737
Profit from ordinary activities attributable to members	Down	1045%	to	\$(15,939,109)
Net profit for the year attributable to members	Down	420%	to	\$(17,293,973)

No dividend has been paid during the financial year or in the previous corresponding period. No dividend has been proposed or declared since the end of the financial year.

Revenue from ordinary activities \$3,792,737 compared to last year's revenue of \$1,386,554.

Net loss attributable to members \$15,939,109 compared to last year's profit of \$1,685,791.

Loss per share of (3.27 cents) compared with last year's earnings of 0.66 cents.

Diluted loss per share of (3.27 cents) compared with last year's earnings of 0.51 cents.

Review of Operations

The Group has managed to narrow down its net loss of \$24,692,741 for the six months ended 30 June 2018 to a net loss of \$19,765,103 for the full financial year ended 31 December 2018. This is largely due to fair value gains from the improvement in the share price of the Group's listed investee company, iCandy Interactive Limited (ASX:ICI).

During the financial year, the Company's name was changed from 'Fatfish Internet Group Limited' to 'Fatfish Blockchain Limited'.

As part of the Group's plan to re-focus on core sectors of technology that it is involved in, the Group entered into an agreement to divest its 12.5% shareholding in UK based Altairian Capital Holdings Ltd for US\$250,000 cash consideration.

During the financial year, the Group's investee Kryptos-X Pte Ltd, a cryptocurrency exchange, founded by well-known Australian entrepreneur Tony Mackay has been developing a state-of-the-art trading system and completed an extensive system testing.

The Group's crypto-mining investee company, APAC Mining Corp, rebranded itself as Minerium and continues to focus on large-scale crypto-mining. The Group is of the opinion that as the blockchain technology industry is still in its early stage of growth, volatility in cryptocurrency prices is not entirely unexpected – not unlike Internet company valuation volatility of the early stage of the Internet adoption in the mid 1990s. However, the Group remains optimistic about the prospects of the cryptocurrency and blockchain technology sectors.

Outside of the blockchain industry, the Group continued to play an active part and worked closely with its investee companies in the e-commerce and software technology sectors that have been growing strongly.

The Group's Singapore based investee company, iFashion Group has successfully run large-scale event under the Artbox brand in Singapore and Malaysia, well attended by 757,000 visitors and 349,000 visitors respectively.

The Group has entered into several other transactions during the financial year. Notably the Group's venture building subsidiary in Sweden, Fatfish Global Ventures AB, has entered into an agreement to acquire Swedish venture builder Snaefell AB and along with the acquisition Snaefell AB comes with an interesting e-commerce, software and Internet-of-Things (IOT) portfolio of 5 Swedish investee companies.

Net tangible assets

Net tangible asset backing per ordinary share at 31 December 2018, (5.119 cents), and at previous corresponding period, (9.529 cents).

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

For the year ended 31 December 2018

	Note	Group	
		2018 (unaudited) \$	2017 \$
Revenue	2	3,792,737	1,386,554
Cost of sales		(2,328,617)	(620,521)
Gross Profit		<u>1,464,120</u>	<u>766,033</u>
Other income/(expenses)	3	760,751	(25,115)
Unrealised gain/(loss) on investments at fair value		(15,971,217)	3,730,016
Unrealised gain/(loss) in fair value of intangibles		(439,028)	-
Employee benefits expense		(1,095,461)	(415,925)
Depreciation and amortisation expense		(640,342)	(83,360)
Impairment expense		(714,816)	(317,289)
Administration expenses	3	(2,151,629)	(1,087,003)
Marketing expenses		(138,936)	(472,844)
Listing and filing fees		(182,475)	(69,886)
Share based payments		-	-
Occupancy expenses		(604,516)	(153,279)
Finance costs		(51,554)	(22,529)
Profit before income tax		<u>(19,765,103)</u>	<u>1,848,819</u>
Tax expense		-	(8,335)
Net Profit for the year		<u>(19,765,103)</u>	<u>1,840,484</u>
Other comprehensive income:			
Items that may be reclassified subsequently to profit or loss when specific conditions are met:			
Fair value gains on available-for-sale financial assets, net of tax		65,486	3,511,196
Exchange differences on translating foreign operations, net of tax		2,914,524	52,419
Total other comprehensive income/(loss) for the year		<u>2,980,010</u>	<u>3,563,615</u>
Total comprehensive income for the year		<u>(16,785,093)</u>	<u>5,404,099</u>
Net profit attributable to:			
Members of the parent entity		(15,939,109)	1,685,791
Non-controlling interest		(3,825,994)	154,693
		<u>(19,765,103)</u>	<u>1,840,484</u>
Total comprehensive income attributable to:			
Members of the parent entity		(17,293,973)	5,406,208
Non-controlling interest		508,880	(2,109)
		<u>(16,785,093)</u>	<u>5,404,099</u>
Earnings per share			
From continuing and discontinued operations:			
Basic earnings per share (cents)		(3.27)	0.66
Diluted earnings per share (cents)		(3.27)	0.51

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

Fatfish Blockchain Limited
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PRELIMINARY CONSOLIDATED STATEMENT OF FINANCIAL POSITION
For the year ended 31 December 2018

	Note	Group	
		2018 (unaudited) \$	2017 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		336,601	3,323,138
Trade and other receivables		364,662	515,570
Inventories		367,920	379,976
Other financial assets	4	1,709,235	2,091,478
Other assets	9	40,933	228,399
TOTAL CURRENT ASSETS		<u>2,819,351</u>	<u>6,538,561</u>
NON-CURRENT ASSETS			
Available for sale financial assets	5	9,632,514	8,392,813
Other financial assets	4	947,871	876,217
Property, plant and equipment	6	2,136,275	62,561
Investments at fair value through profit or loss	7	19,459,613	31,651,315
Intangible assets	8	1,539,774	1,735,912
Other non-current assets	9	1,201,544	567,398
TOTAL NON-CURRENT ASSETS		<u>34,917,591</u>	<u>43,286,216</u>
TOTAL ASSETS		<u>37,736,942</u>	<u>49,824,777</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	10	1,942,178	1,179,289
Borrowings		73,986	9,371
Other financial liabilities	11	4,291,420	3,658,060
TOTAL CURRENT LIABILITIES		<u>6,307,584</u>	<u>4,846,720</u>
NON-CURRENT LIABILITIES			
Borrowings		257,129	190,755
Other financial liabilities	11	745,437	1,042,604
TOTAL NON-CURRENT LIABILITIES		<u>1,002,566</u>	<u>1,233,359</u>
TOTAL LIABILITIES		<u>7,310,150</u>	<u>6,080,079</u>
NET ASSETS		<u>30,426,792</u>	<u>43,744,698</u>
EQUITY			
Issued capital	12	35,995,781	33,747,894
Reserves		7,607,351	4,784,648
Retained earnings	13	(10,760,242)	5,178,867
Equity attributable to owners of the parent entity		<u>32,842,890</u>	<u>43,711,409</u>
Non-controlling interest		(2,416,098)	33,289
TOTAL EQUITY		<u>30,426,792</u>	<u>43,744,698</u>

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

PRELIMINARY STATEMENT OF CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For the year ended 31 December 2018

	Share Capital	Retained Earnings	Reserves			Subtotal	Non-controlling interests	Total
	Ordinary		Foreign Currency Translation Reserve	Option Reserve	Financial Assets Reserve			
	\$	\$	\$	\$	\$	\$	\$	
Consolidated Group								
Balance at 1 January 2017	27,786,750	3,493,076	(271,400)	-	1,490,324	32,498,750	(138,606)	32,360,144
Comprehensive income								
Profit for the year	-	1,685,791	-	-	-	1,685,791	154,693	1,840,484
Other comprehensive income for the year	-	-	54,526	-	3,511,198	3,565,724	(2,109)	3,563,615
Total comprehensive income for the year	-	1,685,791	54,526	-	3,511,198	5,251,515	152,584	5,404,099
Transactions with owners, in their capacity as owners, and other transfers								
Shares issued during the year	6,249,991	-	-	-	-	6,249,991	-	6,249,991
Transaction costs	(288,847)	-	-	-	-	(288,847)	-	(288,847)
Recognition of non-controlling interest in iSecrets AB	-	-	-	-	-	-	19,311	19,311
Total transactions with owners and other transfers	5,961,144	-	-	-	-	5,961,144	19,311	5,980,455
Balance at 31 December 2017	33,747,894	5,178,867	(216,874)	-	5,001,522	43,711,409	33,289	43,744,698
Balance at 1 January 2018	33,747,894	5,178,867	(216,874)	-	5,001,522	43,711,409	33,289	43,744,698
Comprehensive income								
Profit for the year (without AASB 15 implication)	-	(15,939,109)	-	-	-	(15,939,109)	(3,825,994)	(19,765,103)
Other comprehensive income for the year	-	-	2,405,644	-	65,486	2,471,130	508,880	2,980,010
Total comprehensive income for the year	-	(15,939,109)	2,405,644	-	65,486	(13,467,979)	(3,317,114)	(16,785,093)
Transactions with owners, in their capacity as owners, and other transfers								
Shares issued during the year	2,729,624	-	-	-	-	2,729,624	-	2,729,624
Transaction costs net of tax	(481,737)	-	-	-	-	(481,737)	-	(481,737)
Options issued during the year	-	-	-	351,573	-	351,573	-	351,573
Recognition of non-controlling interest in Minerium Technology Limited	-	-	-	-	-	-	866,643	866,643
Recognition of non-controlling interest in Snaefell AB	-	-	-	-	-	-	1,084	1,084
Total transactions with owners and other transfers	2,247,887	-	-	351,573	-	2,599,460	867,727	3,467,187
Balance at 31 December 2018	35,995,781	(10,760,242)	2,188,770	351,573	5,067,008	32,842,890	(2,416,098)	30,426,792

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

PRELIMINARY STATEMENT OF CONSOLIDATED STATEMENT OF CASH FLOWS
For the year ended 31 December 2018

Note	Group	
	2018 (unaudited) \$	2017 \$
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	4,028,516	1,168,147
Dividends received	81	-
Interest received	3,381	-
Grants received	-	1,036
Payments to suppliers and employees	(5,683,839)	(2,392,876)
Finance costs	(5,769)	(21,898)
Income tax paid	-	-
Net cash used in operating activities	<u>(1,657,630)</u>	<u>(1,245,591)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from disposal of property, plant and equipment	15,567	-
Net cash acquired with acquisition of Snaefell AB	48,970	-
Purchase of property, plant and equipment	(2,555,293)	(20,563)
Purchase of intangible assets	-	(383,729)
Purchase of investments	(1,330,811)	-
Purchase of businesses	(663,622)	-
Net cash outflow on acquisition of subsidiaries	-	(138,500)
Loans to related parties:		
- payments made	(319,926)	(930,127)
- proceeds from repayments	524,940	-
Net cash (used in)/generated by investing activities	<u>(4,280,175)</u>	<u>(1,472,919)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares	1,992,690	6,092,095
Proceeds from exercise of options	234,459	157,882
Proceeds from issue of convertible notes	800,000	-
Payments from purchase of convertible notes	-	(864,396)
Payments for capital raising costs	(132,187)	(315,339)
Proceeds from borrowings	-	666,366
Repayment of borrowings	-	(93,185)
Net cash provided by (used in) financing activities	<u>2,894,962</u>	<u>5,643,423</u>
Net increase in cash held	(3,042,843)	2,924,913
Cash and cash equivalents at beginning of financial year	3,323,138	398,819
Effect of exchange rates on cash holdings in foreign currencies	56,306	(594)
Cash and cash equivalents at end of financial year	<u>336,601</u>	<u>3,323,138</u>

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

NOTES TO THE PRELIMINARY FINANCIAL STATEMENTS

For the year ended 31 December 2018

Note 1: Summary of Significant Accounting Policies

There have been no material changes in the Company's application of its significant account policies as presented in the Company's financial statements for the year ended 31 December 2017. Readers of this report should refer to Note 1 Summary of Significant accounting policies in the afore-mentioned financial statements for details of those accounting policies.

Note 2: Revenue

	Group	
	2018 (unaudited) \$	2017 \$
(a) Revenue		
- designer and consultant fees	2,975	2,834
- incubator services	71,765	73,179
- interest revenue	3,552	2,223
- online sales	3,162,366	1,293,960
- management fees	17,849	14,358
- services income	72,800	-
- income on digital currency mined	461,430	-
	<u>3,792,737</u>	<u>1,386,554</u>

Note 3: Profit for the year

	Group	
	2018 (unaudited) \$	2017 \$
Profit before income tax from continuing operations includes the following specific expenses		
(a) Other income/(expenses)		
- foreign grants received	-	1,036
- unrealised foreign exchange gains	155,973	1
- realised foreign exchange gain/(loss)	-	(36,209)
- Other income	589,904	10,057
- gain on sale of fixed asset	14,874	-
	<u>760,751</u>	<u>(25,115)</u>
(b) Included in administration expenses		
- accounting fees	108,038	72,454
- audit fees	62,543	48,409
- consulting fees	335,931	250,914
- subscription fees	15,141	10,404
- motor vehicle costs	21,811	14,004
- legal fees	176,874	73,935
- professional fees	544,021	104,780
- travel and accommodation	188,810	87,489
- office related expense	77,140	42,619
- secretarial fees	13,999	-
- research fees	34,902	-
- other miscellaneous expenses	572,419	381,995
	<u>2,151,629</u>	<u>1,087,003</u>

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Note 4: Other Financial Assets

	Group	
	2018 (unaudited)	2017
	\$	\$
Current		
Amount receivable from:		
- related parties - others	79,722	203,321
- related parties - subsidiaries (unconsolidated)	958,743	1,167,231
- others	949,132	978,245
	<u>1,987,597</u>	<u>2,348,797</u>
Less:		
Provision for impairment of amounts receivable from related parties	(278,362)	(257,319)
	<u>1,709,235</u>	<u>2,091,478</u>
Convertible Notes	-	-
Total Current assets	<u>1,709,235</u>	<u>2,091,478</u>
Non-Current		
Convertible Notes	947,871	876,217
	<u>947,871</u>	<u>876,217</u>
Total Other Financial Assets		
Current	1,709,235	2,091,478
Non-Current	947,871	876,217
	<u>2,657,106</u>	<u>2,967,695</u>

Note 5: Available for Sale Financial Assets

	Group	
	2018 (unaudited)	2017
	\$	\$
Non-Current		
Available-for-sale financial assets	9,632,514	8,392,813
	<u>9,632,514</u>	<u>8,392,813</u>
Available-for-sale financial assets		
Listed and unlisted investments, at fair value		
- shares in listed corporations	3,766,411	3,475,304
- shares in unlisted corporations	5,866,103	4,917,509
	<u>9,632,514</u>	<u>8,392,813</u>
<i>Reconciliation</i>		
Listed Corporations		
Opening balance - 1 January 2018	3,475,305	
Movement in foreign currency	291,106	
Increase in fair value of AFS financial assets	-	
Closing balance - 31 December 2018	<u>3,766,411</u>	
Unlisted Corporations		
Opening balance - 1 January 2018	4,650,688	
Movement in foreign currency	210,919	
Additions	1,010,272	
Increase/(decrease) in fair value of AFS financial assets	(5,776)	
Closing balance - 31 December 2018	<u>5,866,103</u>	
	<u>9,632,514</u>	

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Note 6: Property, Plant and Equipment

	Group	
	2018 (unaudited) \$	2017 \$
PLAND AND EQUIPMENT		
Leasehold improvements		
Cost	130,487	40,510
Accumulated depreciation	(45,938)	(8,684)
	84,549	31,826
Furniture and fittings		
Cost	12,905	11,978
Accumulated depreciation	(9,536)	(8,405)
	3,369	3,573
Computer Equipment		
Cost	113,010	57,786
Accumulated depreciation	(90,979)	(30,624)
	22,031	27,162
Motor Vehicle		
Cost	113,050	60,418
Accumulated depreciation	(26,164)	(60,418)
	86,886	-
Plant and equipment		
Cost	2,373,093	-
Accumulated depreciation	(433,653)	-
	1,939,440	-
Total Plant and Equipment	2,136,275	62,561

<i>Reconciliation</i>	Leasehold improvements	Furniture & Fittings	Computer Equipment	Motor Vehicle	Plant and Equipment	Total
Opening net book value	31,826	3,573	27,162	-	-	62,561
Additions	89,977	927	55,224	113,050	866,999	1,126,177
Acquisitions through business combination	-	-	-	-	1,506,094	1,506,094
Disposals	-	-	-	-	-	-
Depreciation expense	(37,254)	(1,131)	(60,355)	(26,164)	(433,653)	(558,557)
	84,549	3,369	22,031	86,886	1,939,440	2,136,275

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Note 7: 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 the Group. Each subsidiary's principal place of business is also its country of incorporation.

Name of subsidiary	Country of Incorporation	Ownership interest held by the Group		Proportion of non-controlling interests	
		2018	2017	2018	2017
Fatfish Disruptive Ventures Limited	British Virgin Island	100%	-	-	-
Minerium Limited	Guernsey	100%	-	-	-
Minerium Technology Limited	British Virgin Island	51%	-	49%	-
Minerium Sdn Bhd	Malaysia	51%	-	49%	-
Fatfish Global Ventures AB	Sweden	81%	100%	19%	-
Fatfish Internet Pte Ltd	Singapore	81%	100%	19%	-
Snaefell Ventures AB	Sweden	81%	100%	19%	-
Fatfish Ventures Sdn Bhd	Malaysia	81%	100%	19%	-
Fatfish Investment Partners Pte Ltd	Singapore	81%	100%	19%	-
iSecrets AB	Sweden	41%	51%	59%	49%
vDancer Pte Ltd	Singapore	81%	100%	19%	-
Fintech Asia Group Limited*	British Virgin Island	43%	49%	57%	51%
Smartfunding Pte Ltd**	Singapore	41%	32%	59%	68%
Peer Direct Sdn Bhd***	Malaysia	43%	49%	57%	51%
Fatberry Sdn Bhd****	Malaysia	26%	-	74%	-
Fatfish Capital Limited	British Virgin Island	75%	75%	25%	25%
Fatfish Medialab Pte Ltd	Singapore	75%	75%	25%	25%
iCandy Interactive Limited [#]	Australia	62%	68%	38%	32%
iCandy Digital Pte Ltd [#]	Singapore	62%	68%	38%	32%
Appxplore (iCandy) Limited [#]	British Virgin Island	62%	68%	38%	32%
Appxplore (iCandy) Sdn Bhd [#]	Malaysia	62%	68%	38%	32%
Inzen (iCandy) Pte Ltd [#]	Singapore	62%	68%	38%	32%
iCandy Play Limited [#]	British Virgin Island	62%	68%	38%	32%
iCandy Games Limited [#]	British Virgin Island	62%	68%	38%	32%

*Fatfish Internet Pte Ltd owns 52.8% of Fintech Asia Group Limited, of which Fatfish Blockchain Limited owns 81%.

** Fintech Asia Group Limited owns 95.4% of Smartfunding Pte Ltd, of which Fatfish Blockchain Limited owns 43%.

*** Peer Direct Sdn Bhd is a fully owned subsidiary of Fintech Asia Group Limited, of which Fatfish Blockchain owns 43%.

**** Fintech Asia Group Limited owns 60% of Fatberry Sdn Bhd, of which Fatfish Blockchain Limited owns 43%.

[#]iCandy Digital Pte Ltd, Appxplore (iCandy) Limited, Appxplore (iCandy) Sdn Bhd, Inzen (iCandy) Pte Ltd, iCandy Play Limited and iCandy Games Limited are fully owned subsidiaries of iCandy Interactive Limited, of which Fatfish Blockchain Limited owns 62%.

(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 2018. 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 2018	Fair value at 31 December 2017
vDancer Pte Ltd	Singapore	920,922	851,305
Fatfish Ventures Sdn Bhd	Malaysia	647,064	-
iCandy Interactive Limited	Australia	9,625,000	30,800,000
Fatfish Investments Partners Pte Ltd	Singapore	10	10
Fintech Asia Group Limited	British Virgin Island	8,266,617	-
		<u>19,459,613</u>	<u>31,651,315</u>

Note 8: Intangible Assets

	Group	
	2018 (unaudited) \$	2017 \$
Goodwill		
Cost	1,864,066	1,262,613
Accumulated impairment losses	(714,816)	-
	<u>1,149,250</u>	<u>1,262,613</u>
Computer software		
Cost	644,436	644,436
Accumulated amortisation and impairment losses	(271,764)	(171,137)
	<u>372,672</u>	<u>473,299</u>
Cryptocurrency		
At cost	443,393	-
Movement in fair value	(425,541)	-
	<u>17,852</u>	<u>-</u>
Total Intangible assets	<u>1,539,774</u>	<u>1,735,912</u>

Reconciliation	Goodwill	Computer Software	Cryptocurrency	Total
Opening net book value	1,262,613	473,299	-	1,735,912
Acquisitions through business combination	601,453	-	-	601,453
Reclassification from prepayments	-	-	383,730	383,730
Additions	-	-	4,856	4,856
Amortisation and impairment losses	(714,816)	(100,627)	-	(815,443)
Movement in fair value	-	-	(439,028)	(439,028)
Movement in foreign currency	-	-	68,294	68,294
	<u>1,149,250</u>	<u>372,672</u>	<u>17,852</u>	<u>1,539,774</u>

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Note 9: Other Assets

	Group	
	2018 (unaudited) \$	2017 \$
Current		
Prepayments	40,933	228,399
	<u>40,933</u>	<u>228,399</u>
Non-Current		
Prepayments for cryptocurrency	-	383,730
Prepayment for acquisition of investment	1,004,920	-
Deposits paid	196,624	183,668
	<u>1,201,544</u>	<u>567,398</u>

Note 10: Trade and Other Payables

	Group	
	2018 (unaudited) \$	2017 \$
Current		
Trade payables	1,033,527	651,501
Sundry payables and accrued expenses	908,651	527,788
	<u>1,942,178</u>	<u>1,179,289</u>

Note 11: Other Financial Liabilities

	Group	
	2018 (unaudited) \$	2017 \$
Current		
Amounts payable to:		
- Others	2,628,209	3,563,893
- Related parties - subsidiaries (unconsolidated)	606,125	94,167
- Other related parties	757,086	-
Convertible Note	300,000	-
	<u>4,291,420</u>	<u>3,658,060</u>
Non-Current		
Convertible Note	745,437	886,738
Promissory Note	-	155,866
	<u>745,437</u>	<u>1,042,604</u>

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Fatfish Blockchain Limited
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Note 12: Issued capital

(a) Share Capital

The share capital of Fatfish Blockchain Limited (the Company) consists of 564,267,982 fully paid ordinary shares as at 31 December 2018.

(b) Movements in ordinary share capital

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

	Number of Shares	Amount \$
Opening Balance at 1 January 2017	169,299,446	27,786,750
Issued during the year	271,563,828	6,249,991
Less: transaction costs	-	(288,847)
Closing Balance at 31 December 2017	440,863,274	33,747,894
Issued during the year	123,404,708	2,729,624
Less: transaction costs	-	(481,737)
Closing Balance at 31 December 2018	564,267,982	35,995,781

Note 13: Accumulated Losses

	Group	
	2018 (unaudited) \$	2017 \$
Retained earnings at the beginning of the financial period	5,178,867	3,493,076
Net (losses)/profit attributable to members	(15,939,109)	1,685,791
Accumulated losses at end of the financial period	(10,760,242)	5,178,867

Note 14: Earnings per share

(Losses)/profit used to calculate basic and dilutive EPS	(15,939,109)	1,685,791
	Number	
	2018	2017
Weighted average number of ordinary shares outstanding during the period used in the calculation of basic EPS	487,524,293	255,980,925
Weighted average number of ordinary shares outstanding during the period used in the calculation of dilutive EPS	487,524,293	331,713,878
Basic (loss)/earnings per share (cents)	(3.27)	0.66
Diluted (loss)/earnings per share (cents)	(3.27)	0.51

Potential ordinary shares not considered dilutive

Listed below:

Class of Options	Number of Options	Exercise Price	Expiry Date
Unlisted Options	133,543,614	\$0.011	9 June 2019
Unlisted Options	20,000,000	\$0.060	9 February 2020
Unlisted Options	33,089,999	\$0.045	25 June 2021
Unlisted Options	5,000,000	\$0.045	6 December 2021

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Note 15: Segment Information

The Group operates in four geographical segments, Australia, Singapore, British Virgin Island and Sweden.

Note 16: Events Subsequent to Reporting Date

On 14 January 2019, the Company completed the divestment of the Company's stake in Altairian Capital Holdings Limited. The Company received AUD \$343,673 (USD \$250,000) for this transaction.

COMPLIANCE STATEMENT

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

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

In the Directors' Opinion, this report does give a true and fair view of the matters disclosed.

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

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



Signed:
Kin Wai Lau
Director
28 February 2019