



**iQ3CORP LTD**

ACN 160 238 282

**APPENDIX 4D AND INTERIM FINANCIAL REPORT**

For the period ended 31 December 2017

## ASX APPENDIX 4D

**Reporting Period:** Six months ended 31 December 2017  
**Previous Corresponding Period:** Six months ended 31 December 2016

### Section A: Results for announcement to the market

	<b>31 December 2017</b>	<b>Percentage change</b>	<b>Amount change</b>
<b>Revenue and net profit</b>			
Revenue from ordinary activities	3,437,588	32%	842,731
Profit from ordinary activities after tax	73,920	-56%	(92,198)
Profit from ordinary activities after tax attributable to owners	73,920	-56%	(92,198)
<b>Dividends</b>			
	<b>Dividend</b>	<b>Amount per security</b>	<b>Franked amount per security</b>
Interim dividend in respect of the six months ended 31 December 2017:	NIL	NIL	NIL
<b>Net tangible assets per security</b>			
	<b>31 December 2017</b>	<b>31 December 2016</b>	
Net tangible assets per security (cents per security)	1.68	1.49	

### Section B: Commentary on results

Commentary for the interim financial results for the six months ended 31 December 2017 is contained in the Australian Securities Exchange (ASX) release and on page 2 of the Interim Financial Report included with this announcement.

#### Details of Associates

Details of iQ3Corp Ltd's associates are contained on page 11 of the Interim Financial Report included with this announcement.

#### Compliance Statement

The information provided in the Appendix 4D and throughout iQ3Corp Ltd's Interim Financial Report is based on iQ3Corp Ltd's interim financial statements for the half-year ended 31 December 2017.

iQ3Corp Ltd's interim financial statements for the half-year ended 31 December 2017 have been subject to review. A copy of the independent review report is set out on page 14 of the Interim Financial Report included with this announcement.



# INTERIM FINANCIAL REPORT

FOR THE HALF-YEAR ENDED 31 DECEMBER 2017

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This Interim Financial Report is provided to the Australian Securities Exchange (ASX) under ASX Listing Rule 4.2A and should be read in conjunction with the 2017 Annual Report and any announcements made to the market during the current reporting period.

## DIRECTORS' REPORT

The Directors present their report together with the interim consolidated financial statements of iQ3Corp Ltd ("iQ3Corp" or the "Company") and its subsidiaries (collectively referred to as the "Group") as at and for the half-year ended 31 December 2017.

### DIRECTORS

The following persons were directors of iQ3Corp during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

- Mr Kosmas Dimitriou
- Mr Peter Coolentianos
- Mr Spiro Sakiris (resigned as Director effective 4 December 2017)
- Mr Akira Yoshida (resigned as Director effective 13 February 2018)
- Ms Jimena Hurtado (appointed as Director on 13 February 2018)

### PRINCIPAL ACTIVITIES

During the half-year the principal activity for the Group consisted of the provision of capital raising and corporate advisory services to listed and unlisted companies in the Life Science industry.

### OPERATING AND FINANCIAL REVIEW

#### Operating highlights

iQ3Corp is an AFSL authorised representative (AFSL 451144) corporate advisory firm, authorised to provide:

- General financial product advice in respect of certain financial products
- Deal in a financial product by applying for acquiring, varying or disposing of certain financial products on behalf of another person
- Provide underwriting services
- Initial public offerings
- Listings
- Private equity
- M&A services
- Sell-side advisory
- Buy-side advisory
- Structured finance
- NSX nominated advisor

This past half-year iQ3Corp has continued to provide advisory and consulting services on a number of disruptive life science projects. iQ3Corp has continued to work with Boards and Chief Executives to determine the optimal business model for commercialising new life science IP.

In December 2017, iQ3Corp completed the development of a digital capital raising platform for its clients (equity crowd source funding).

#### Financial highlights

During the half-year, the Group has continued to meet the strategic objectives below:

- Profit in the third year of operations (HY18 \$74K; HY17 \$166K);
- Total amount invoiced to clients in HY18 was \$3.4M (HY17 \$2.6M);
- Positive operating cash generated of \$116K (HY17 \$218K).

### SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

There have been no significant changes in the state of affairs of the Company during the half-year.

### AUDITOR INDEPENDENCE

The auditor's independence declaration is set out on page 3 and forms part of the Directors' Report for the half-year ended 31 December 2017.

### ROUNDING OF AMOUNTS

The amounts in the interim consolidated financial statements have been rounded off to the nearest dollar in accordance with ASIC Corporation Instrument 2016/191.

The Directors' Report is signed in accordance with a resolution of the Directors.



Peter Coolentianos

**Chair**

Sydney

26 February 2018

Sydney | Melbourne | Canberra



#### AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of IQ3Corp Limited for the half-year ended 31 December 2017, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b) no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of IQ3Corp Limited and the entities it controlled during the period.

**Name of Firm:** MNSA Pty Ltd  
Chartered Accountants

**Name of Auditor:** Phillip W Miller CA  
**Address:** Level 1, 283 George Street, Sydney NSW 2000  
**Dated:** 26 February 2018

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approved under the  
Professional Standards  
Act 2004 (NSW)

**IQ3CORP LTD AND CONTROLLED ENTITIES**  
**INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

<i>In dollars</i>	<i>Note</i>	<b>31 December 2017</b>	<b>31 December 2016 <sup>^</sup></b>
Revenue	5	3,437,588	2,594,857
Cost of sales		(806,070)	(358,493)
<b>Gross profit</b>		<b>2,631,518</b>	<b>2,236,364</b>
Employee benefits expense		(1,393,001)	(923,264)
Office sharing cost		(238,487)	(310,275)
Depreciation expense		(27,041)	(19,261)
Other expenses		(745,701)	(580,049)
Consultancy fees		(111,306)	(233,825)
Finance costs		(8,078)	(4,199)
Finance income		626	627
Share of loss of associated companies net of tax		(34,511)	-
<b>Profit before income tax</b>		<b>74,019</b>	<b>166,118</b>
Income tax expense		(99)	-
<b>Net profit for the period</b>		<b>73,920</b>	<b>166,118</b>

**Loss per share for the period attributable to the ordinary equity holders of the Company:**

Basic earnings per share (cents per share)	8	0.07	0.16
Diluted earnings per share (cents per share)	8	0.07	0.16

**INTERIM CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

<i>In dollars</i>	<i>Note</i>	<b>31 December 2017</b>	<b>31 December 2016</b>
<b>Net profit for the period</b>		<b>73,920</b>	<b>166,118</b>
<b>Other comprehensive income</b>			
Foreign currency translation differences for foreign operations		(21,026)	(40,257)
Fair value unrealised losses on available-for-sale financial assets		19,125	(216,751)
<b>Other comprehensive loss for the period, net of tax</b>		<b>(1,901)</b>	<b>(257,008)</b>
<b>Total comprehensive profit/(loss) for the period</b>		<b>72,019</b>	<b>(90,890)</b>

<sup>^</sup> Comparative information has been restated to reflect a change in classification of: (a) interest income from revenue to finance income; and (b) workers compensation, payroll tax, and FBT from other expenses to employee benefits expense.

The above interim consolidated statement of profit or loss and other comprehensive income, should be read in conjunction with the accompanying notes to the interim consolidated financial statements.

**IQ3CORP LTD AND CONTROLLED ENTITIES**  
**INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

<i>In dollars</i>	<i>Note</i>	<b>31 December 2017</b>	<b>30 June 2017</b>
<b>Assets</b>			
<b>Current assets</b>			
Cash		377,985	165,807
Trade and other receivables		2,188,791	786,391
Prepayments		50,685	93,036
Other current assets		51,683	51,223
<b>Total current assets</b>		<b>2,669,144</b>	<b>1,096,457</b>
<b>Non-current assets</b>			
Property, plant and equipment		211,797	239,314
Intangible assets		259,192	631,162
Investment in Associate		425,230	440,226
Other investments		146,626	127,501
Deferred tax assets		-	-
<b>Total non-current assets</b>		<b>1,042,845</b>	<b>1,438,203</b>
<b>Total Assets</b>		<b>3,711,989</b>	<b>2,534,660</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	6	1,100,621	636,109
Provisions		27,054	27,054
Employee benefit liabilities		603,927	402,270
<b>Total current liabilities</b>		<b>1,731,602</b>	<b>1,065,433</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities		-	-
<b>Total non-current liabilities</b>		<b>-</b>	<b>-</b>
<b>Total liabilities</b>		<b>1,731,602</b>	<b>1,065,433</b>
<b>Net assets</b>		<b>1,980,387</b>	<b>1,469,227</b>
<b>Equity</b>			
Contributed equity	7	7,187,422	6,748,281
Reserves		(352,182)	(350,281)
Accumulated losses		(4,854,853)	(4,928,773)
<b>Total equity</b>		<b>1,980,387</b>	<b>1,469,227</b>

*The above interim consolidated statement of financial position should be read in conjunction with the accompanying notes to the interim consolidated financial statements.*



**IQ3CORP LTD AND CONTROLLED ENTITIES**  
**INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

	Contributed equity	Foreign currency translation reserve	Financial assets reserve	Accumulated losses	Total
<i>In dollars</i>					
<b>Balance at 1 July 2017</b>	<b>6,748,281</b>	<b>(95,279)</b>	<b>(255,002)</b>	<b>(4,928,773)</b>	<b>1,469,227</b>
<b>Total comprehensive loss for the period</b>					
Profit for the period				73,920	73,920
Other comprehensive loss for the period		(21,026)	19,125		(1,901)
<b>Total comprehensive loss for the period</b>	<b>-</b>	<b>(21,026)</b>	<b>19,125</b>	<b>73,920</b>	<b>72,019</b>
<b>Transactions with owners recorded directly in equity</b>					
Capital raising costs	11,641	-	-	-	11,641
Issue of options	427,500	-	-	-	427,500
<b>Total transactions with owners recorded directly in equity</b>	<b>439,141</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>439,141</b>
<b>Balance at 31 December 2017</b>	<b>7,187,422</b>	<b>(116,305)</b>	<b>(235,877)</b>	<b>(4,854,853)</b>	<b>1,980,387</b>
<b>Balance at 1 July 2016</b>	<b>6,556,185</b>	<b>81,550</b>	<b>-</b>	<b>(4,879,178)</b>	<b>1,758,557</b>
<b>Total comprehensive loss for the period</b>					
Profit for the period	-	-	-	166,118	166,118
Other comprehensive income for the period	-	(40,257)	(216,751)	-	(257,008)
<b>Total comprehensive loss</b>	<b>-</b>	<b>(40,257)</b>	<b>(216,751)</b>	<b>166,118</b>	<b>(90,890)</b>
<b>Transaction with owners recorded directly in equity</b>					
Capital raising costs	-	-	-	-	-
<b>Balance at 31 December 2016</b>	<b>6,556,185</b>	<b>41,293</b>	<b>(216,751)</b>	<b>(4,713,060)</b>	<b>1,667,667</b>

*The above interim consolidated statement of changes in equity should be read in conjunction with the accompanying notes to the interim consolidated financial statements.*

**IQ3CORP LTD AND CONTROLLED ENTITIES**  
**INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

<i>In dollars</i>	<i>Note</i>	<b>31 December 2017</b>	<b>31 December 2016</b>
<b>Cash flows from operating activities</b>			
Receipts from customers		2,284,531	2,398,815
Payments to suppliers and employees		(2,161,203)	(2,177,258)
Interest received		626	627
Interest paid		(8,078)	(4,199)
Income tax paid		(99)	-
<b>Net cash generated from operating activities</b>		<b>115,777</b>	<b>217,985</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment		-	(32,233)
Investment in associates		(19,515)	-
Purchase of intangible assets		(290,558)	(334,094)
<b>Net cash used in investing activities</b>		<b>(310,073)</b>	<b>(366,327)</b>
<b>Cash flows from financing activities</b>			
Proceeds from issue of share capital		427,500	-
Proceeds from loyalty option deposits		-	-
Share issue transaction costs		-	-
<b>Net cash generated from/ (used in) financing activities</b>		<b>427,500</b>	<b>-</b>
Net decrease in cash and cash equivalents		233,204	(148,342)
Cash and cash equivalents at the beginning of the period		165,807	378,402
Effect of movements in exchange rates on cash held		(21,026)	(40,257)
<b>Cash and cash equivalents at the end of the period</b>		<b>377,985</b>	<b>189,803</b>

*The above interim consolidated statement of cash flows should be read in conjunction with the accompanying notes to the interim consolidated financial statements.*

**IQ3CORP LTD AND CONTROLLED ENTITIES**  
**NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

## **1. REPORTING ENTITY**

iQ3Corp Ltd (“iQ3Corp” or the “Company”) is a for-profit company limited by shares which is incorporated and domiciled in Australia.

These interim consolidated financial statements (“financial statements”) as at and for the half-year ended 31 December 2017 comprise of the Company and its subsidiaries (collectively referred to as the “Group”).

These interim financial statements were authorised for issue by the Board of Directors on 26 February 2018.

## **2. STATEMENT OF COMPLIANCE**

These condensed general purpose financial statements for the interim half-year reporting period ended 31 December 2017 have been prepared in accordance with Australian Accounting Standard AASB 134 ‘Interim Financial Reporting’ and the Corporations Act 2001. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 ‘Interim Financial Reporting’.

These condensed general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these interim financial statements are to be read in conjunction with the annual report for the year ended 30 June 2017 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

## **3. SIGNIFICANT ACCOUNTING POLICIES**

This section sets out the significant accounting policies upon which the interim financial statements are prepared as a whole. Specific accounting policies are described in their respective notes to the interim financial statements. This section also shows information on new accounting standards, amendments and interpretations, and whether they are effective in the current or later years.

### **New standards and interpretations not yet adopted**

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2017, and have not been applied in preparing these interim financial statements. Those which may be relevant to the Group are set out below. The Group does not plan to adopt these standards early.

#### **(i) AASB 9 Financial Instruments**

AASB 9 *Financial Instruments* becomes mandatory for the Group’s 2019 financial statements and includes changes to the classification and measurement of financial assets, including a new expected credit loss model for calculating impairment. It also includes a new hedge accounting model to simplify hedge accounting requirements and more closely align hedge accounting with risk management activities.

#### **(ii) AASB 15 Revenue from contracts with customers**

AASB 15 *Revenue from Contracts* becomes mandatory for the Group’s 2019 financial statements and outlines a single comprehensive model for entities to use in accounting for revenue arising from contracts with customers; and replaces AASB 111 *Construction Contract*, AASB 118 *Revenue*, Interpretation 13 *Customer Loyalty Programs*, Interpretation 15 *Agreements for Construction of Real Estate*, Interpretation 18 *Transfer of Assets from Customers* and Interpretation 131 *Revenue-Barter Transactions involving Advertising Services*. The core principle is that an entity recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

### **3. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

#### **New standards and interpretations not yet adopted (continue)**

##### **(iii) AASB 16 Leases**

AASB 16 *Leases* becomes mandatory for the Group's 2020 financial statements and removes the classification of leases between finance and operating leases, effectively treating all leases as finance leases for the lessee. The purpose is to provide greater transparency of a lessee's financial leverage and capital employed.

The Group has not yet determined the potential effect of these standards on the Group's future financial statements.

### **4. OPERATING SEGMENTS**

The Group has identified operating segments based on internal reporting that is reviewed and used by the chief operating decision makers (the CEO and the COO) in assessing the performance of the respective segments. The operating segments are identified by management based on the nature of services provided, with each operating segment representing a strategic business that serves a different segment of the market.

In the half-year ending 31 December 2017, iQ3Corp provided two types of services to related parties, those services being: (a) consulting services; and (b) shared services. Segment analysis of revenue is provided below. Information on gross profit and net assets by segment is not provided to the chief operating decision makers.

#### **Information on geographical segments**

One hundred percent of the Group's revenue, expenses and profit are derived in Australia.

#### **Reliance on major customers**

One hundred percent of the Group's revenue is derived from related parties.

### **5. REVENUE**

<i>In dollars</i>	<b>31 December 2017</b>	<b>31 December 2016</b>
Consulting fees	2,948,393	2,223,220
Office and shared services revenue	489,195	371,637
<b>Total revenue</b>	<b>3,437,588</b>	<b>2,594,857</b>

### **6. TRADE AND OTHER PAYABLES**

<i>In dollars</i>	<b>31 December 2017</b>	<b>30 June 2017</b>
Trade payables	84,270	411,495
Sundry payables and accrued expenses	560,744	150,989
Related party payables	455,607	73,625
<b>Total trade and other payables</b>	<b>1,100,621</b>	<b>636,109</b>
Current	1,100,621	636,109
Non-current	-	-
<b>Total trade and other payables</b>	<b>1,100,621</b>	<b>636,109</b>

## **7. ISSUED CAPITAL**

### **Share capital**

	Number of shares	\$
In issue at 1 July 2016	101,816,667	6,556,185
Deposits received on applications to exercise loyalty options	-	205,000
Transaction costs	-	(12,904)
<b>In issue at 30 June 2017</b>	<b>101,816,667</b>	<b>6,748,281</b>
Loyalty options convert to ordinary shares	2,108,334	427,500
Transaction costs	-	11,641
<b>In issue at 31 December 2017</b>	<b>103,925,001</b>	<b>7,187,422</b>

All ordinary shares rank equally with regard to the Company's residual assets. The holders of these shares are entitled to receive dividends as declared from time to time, and are entitled to one vote per share at general meetings of the Company. The Company does not have authorised capital or par value in respect of its shares. All issued shares are fully paid.

### **Loyalty options**

As at the date of this report, iQ3Corp has 5,041,666 Loyalty options on issue which are exercisable at 30c between 24 and 36 months from the date of admission of the Company to the Official List of the ASX (being 14 May 2015). The option holder must hold one underlying share for each option to be exercised as at date of exercising.

### **Dividends**

No dividends were declared or paid by the Company for the half-year (HY17: nil).

## **8. EARNINGS PER SHARE (EPS)**

The calculation of basic earnings per share has been based on the following loss attributable to ordinary shareholders and weighted-average number of ordinary shares outstanding.

<i>In dollars</i>	<b>31 December 2017</b>	<b>31 December 2016</b>
Profit for the period attributable to owners of iQ3Corp Ltd	73,920	166,118
Weighted-average number of ordinary shares at end of the period	102,196,858	101,816,667
Basic earnings per share	0.07	0.16
Diluted earnings per share	0.07	0.16

Basic earnings per share is calculated as earnings for the period attributable to the Company over the weighted average number of shares.

## **8. EARNINGS PER SHARE (CONTINUED)**

Diluted earnings per share is calculated as earnings for the period attributable to the Company over the weighted average number of shares which has been adjusted to reflect the number of shares which would be issued if outstanding options and performance rights were to be exercised.

## **9. TRANSACTIONS WITH RELATED PARTIES**

### **(i) Parent and ultimate controlling party**

iQ3Corp Ltd was the parent and ultimate controlling party of the Group throughout the half-year ended 31 December 2017.

### **(ii) Transactions with related parties**

The Group transacted with the following related companies. Transactions with related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

<b>Entity name</b>	<b>Relationship</b>
iQNovate Ltd and its controlled entities	Subsidiaries of common ultimate parent entity
iQX Limited and its controlled entities	Common directorship and/ key management personnel

The aggregate value of transactions and outstanding balances relating to subsidiaries and associates are set out in the following table.

<i>In dollars</i>	<b>31 December 2017</b>	<b>31 December 2016</b>
Consulting fees received from related parties	2,948,393	2,223,216
Office sharing fees received from related parties	489,195	371,641
<b>Total fees received from related parties</b>	<b>3,437,588</b>	<b>2,594,857</b>
Payment of office sharing costs to related parties	238,487	310,275
Consulting fees paid to related parties	1,544	170,538
<b>Total costs paid to related parties</b>	<b>240,031</b>	<b>480,813</b>
Trade payable accounts with related parties	(455,607)	-
Trade receivable accounts with related parties	2,036,052	768,448
<b>Net trade receivable from related parties</b>	<b>1,580,445</b>	<b>768,448</b>

**10. RECONCILIATION OF CASH FLOWS FROM OPERATING ACTIVITIES**

<i>In dollars</i>	<b>31 December 2017</b>	<b>31 December 2016</b>
<b>Cash flows from operating activities</b>		
Profit for the period	73,920	166,118
Adjustments for:		
Depreciation	27,041	19,261
Share of loss from associated companies	34,511	-
	<b>135,472</b>	<b>185,379</b>
Changes in:		
Trade and other receivables	(1,402,400)	(455,528)
Prepayments	42,351	1,986
Trade and other payables	1,138,697	528,065
Deferred revenue	-	(50,002)
Employee benefits	201,657	8,085
	<b>(19,695)</b>	<b>32,606</b>
<b>Net cash used in operating activities</b>	<b>115,777</b>	<b>217,985</b>

**11. SUBSEQUENT EVENTS**

There has not arisen in the interval between the end of the interim financial half-year and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors to affect significantly the operations or state of affairs of the Group in future financial years.

**IQ3CORP LTD AND CONTROLLED ENTITIES**  
**DIRECTORS' DECLARATION**  
**FOR THE HALF-YEAR ENDED 31 DECEMBER 2017**

1. In the opinion of the Board of Directors of iQ3Corp Ltd ("the Company"):
  - a. the interim consolidated financial statements and notes that are set out on pages 4 to 12 are in accordance with the *Corporations Act 2001*, including:
    - I. giving a true and fair view of the financial position as at 31 December 2017 of the Company and its controlled entities ("the Group") and of the Group's performance for the financial half-year ended on that date; and
    - II. complying with Australian Accounting Standards and the *Corporations Regulations 2001*; and
  - b. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.
2. 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 for the financial half-year ended 31 December 2017.
3. The Directors draw attention to note 2 to the interim consolidated financial statements, which includes a statement of compliance with International Financial Reporting Standards.

Signed in accordance with a resolution of Directors.

  
Peter Coolentianos  
**Chair**

Sydney

26 February 2018





## **INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF IQ3CORP LIMITED AND CONTROLLED ENTITIES**

### **Report on the half-year Financial Report**

We have reviewed the accompanying half-year consolidated financial report of IQ3Corp Limited, which comprises the consolidated statement of financial position as at 31 December 2017, and the consolidated statement of profit and loss, statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration for IQ3Corp Limited.

#### *Directors' Responsibility for the half-year Financial Report*

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with the Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

#### *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 on Review Engagements ASRE 2410 *Review of Interim and Other Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report is not presented fairly, in all material respects, in accordance with the *Corporations Act 2001*. As the auditor of IQ3Corp 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 Australian professional accounting bodies.

### *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 consolidated financial report of IQ3Corp Limited does not, in all material respects, give a true and fair view of the financial position of the entity as at 31 December 2017, and of its financial performance and its cash flows for the half-year ended on that date, in accordance with AASB 134 Interim Financial Reporting and Corporations Regulations 2001.

**Name of Firm:** MNSA Pty Ltd  
Chartered Accountants



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**Name of Auditor:** Phillip W Miller CA

**Address:** Level 1, 283 George Street, Sydney NSW 2000

**Dated:** 26 February 2018

## CORPORATE DIRECTORY

### **ACN**

160 238 282

### **Directors**

Peter Coolentianos, *Chair*

Kosmas Dimitriou

Jimena Hurtado

### **Company secretary**

Gerardo Incollingo

### **Chief Executive Officer**

Dr George Syrmalis

### **Registered office**

Level 6, 222 Clarence Street

Sydney, NSW 2000

### **Principal place of business**

Level 6, 222 Clarence Street

Sydney, NSW 2000

### **Share register**

Boardroom Pty Limited

Level 12, 225 George Street

Sydney NSW 2000

### **Auditors**

MNSA Pty Ltd

Level 1, 283 George Street

Sydney NSW 2000

### **Stock exchange listings**

IQ3Corp Ltd shares are listed on the Australian Securities Exchange (ASX:IQ3).

### **Website address**

[www.iQ3Corp.com](http://www.iQ3Corp.com)