



Actcelerate International Group Ltd

Company Number 295464, ARBN Number 621 882 424

P.O. Box 31119 Grand Pavilion Hibiscus way,
802 West Bay Road, Grand Cayman KY1-1205,
Cayman Islands.

ACTCELERATE INTERNATIONAL GROUP LIMITED (a Cayman Islands Exempted Company) ARBN 621 882 424

FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

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Directors	Cheong Chen Khan (Chief Executive Officer) Rodney James Huey (Non-executive Chairman) Derrick De Souza (Non-executive Director) Mohd Azmi Mohd Lila (Non-executive Director)
Company Secretary	Daniel Smith
Registered office (Cayman Islands)	P.O. Box 31119 Grand Pavillion Hibiscus Way, 802 West Bay Road Grand Cayman, KY1-1205 Cayman Islands
Registered office (Australia)	Level 8, 99 St Georges Terrace Perth WA 6000 Australia
Nominated Advisor	Minerva Corporate Pty Ltd Level 8, 99 St Georges Terrace Perth WA 6000 Australia
Company number	295464
Share Registry	Advanced Share Registry Services 110 Stirling Hwy Nedlands WA 6009 Australia
Auditor	BDO Audit (WA) Pty Ltd 38 Station Street Subiaco WA 6008
Solicitor (Australia)	Atkinson Corporate Lawyers Level 8, 99 St Georges Terrace Perth WA 6000 Australia
Solicitor (Cayman Islands)	Collas Crill (Singapore) Pte. Limited Level 40, Ocean Financial Centre 10 Collyer Quay Singapore 049315
Manager	Actcelerate Asset Management Limited Willow House, Cricket Square George Town, P.O. Box 709 Grand Cayman, KY1-1107 Cayman Islands

DIRECTOR'S REPORT

Your directors present their report on Actcelerate International Group Limited ("ACT" or the "Company") for the year ended 31 December 2020. All amounts are stated in Australian dollars (\$) unless otherwise noted.

DIRECTORS OF ACTCELERATE INTERNATIONAL GROUP LIMITED

The Directors and Company Secretary of the Company at any time during or since the end of the year are as follows:

Directors:

Cheong Chen Khan (Chief Executive Officer)

Mr Cheong graduated from the University of Nottingham, United Kingdom, with a Bachelor of Science degree in Plant Biotechnology.

Mr Cheong had been involving in business and entrepreneurship since the age of eighteen. He started his career by assisting his family business as part of the management team in manufacturing, trade and exporting factory. He ventured into the consumer goods and manufacturing industry, starting his own company in Malaysia and China back to 2013. He developed strong business & risk management skills, entrepreneurial skills and strategy planning in the international marketing. Mr Cheong also took the position as a partner in a Food & Beverages company, involving in business development and corporate exercises.

Rodney James Huey (Non-executive Chairman)

Mr Huey is a high level non-executive director and consultant with extensive consulting, board, and chief/senior executive experience across a range of industries in Australia and overseas, predominantly in financial services. He holds wide functional experience in corporate governance, general management, strategy formulation, business planning, information systems, human resource management, finance/accounting, training and development, as well as corporate advisory, in different cultures.

During more than 30 years' service with a major Australian bank, Mr Huey reviewed many hundreds of applications from businesses for finance, business plans, annual performance reviews, etc., for their creditworthiness, to substantiate approval or ongoing support.

Mr Huey is a Fellow of both the Australian Institute of Company Directors and the Governance Institute of Australia, holds a Bachelor of Science (with Honours in Financial Services) from the University of Manchester, and brings over fifty years of commercial and international experience to the Company.

Mohd Azmi Mohd Lila (Non-executive Director)

Dr Mohd Azmi is currently a Professor (in Virology/Immunology) at the Faculty of Veterinary Medicine, Universiti Putra Malaysia (UPM). He was a former Deputy Vice Chancellor (Research & Innovation) at UPM. He received his first degree (DVM) from Universiti Putra Malaysia (UPM) and PhD from the University of Cambridge (UK). He also holds MBA in Finance/Marketing from UPM and Masters of Law (LLM in Business Law) from the International Islamic University Malaysia (IIUM).

Dr Mohd Azmi has vast experience with regards to technology/IP commercialization, investment and entrepreneurship. He was a former Director of Investment at Malaysian Technology Development Corporation, former CEO of NINEBIO Sdn Bhd, and former CEO of UPM Innovations Sdn Bhd. He was a director of a number of investee companies, including private and publicly listed companies (Main Board, KLSE). He was a former founding president and advisor of Innovation and Technology Managers Association of Malaysia (ITMA). He is a co-founder and director of the International Intellectual Property Commercialization Council (IIPCC, Hong Kong) for the Malaysian Chapter.

Dr Mohd Azmi has more than 25 years' experience in the life sciences, biotechnology and agriculture sectors. He has an extensive exposure in areas of research and development (R&D), innovations, technology acquisitions and investments, entrepreneurship, commercialisation of Intellectual Property, technology management, having established or nurtured more than 40 start-ups, and also helping several companies going achieving an IPO.

Derrick De Souza (Non-executive Director) appointed 20 March 2020

Mr De Souza has been a CPA for the past 30 years and his work experience includes working in various capacities in accounting, Australian and international taxation, auditing, international banking, insurance, mergers and acquisitions, corporate restructuring for stock market listings, valuations and strategic planning and financial advisory.

Having worked in banking and finance in Singapore, Malaysia, London, Korea, Hong Kong, and Australia, Derrick has a good understanding of the financial and business practices in Asia and Australia. He advises Asian clients on in-bound Australian investments and Australian clients on out-bound off-shore business investments.

From 2006 to 2013 Derrick was the Managing Partner of a mid-tier Accounting practice in Sydney. He is currently a director of several private and public companies in Australia and has ASX-listed board experience. Derrick is a Registered Tax Agent with the Australian Tax Agents Board and also holds a New South Wales Real Estate Licence.

Cameron Luu (Non-executive Director) resigned 20 March 2020

Mr Luu holds a BCom with majors in Accounting and Finance, and an MCom majoring in Finance from the University of NSW, as well as a professional qualification in Graduate Diploma in Applied Finance and Investment and Diploma in Financial Planning from Kaplan Professional. Mr Luu has completed the CFA Program Level II Exam from the CFA Institute.

Mr Luu has over 20 years of business and financial analysis, and company valuation experience in the Australian financial markets, dealing with Chief Executive Officers, Chief Financial Officers and other senior management personnel of public and private companies in Australia and overseas. During this time, Mr Luu evaluated company's business models, growth strategies and prospects with a view to making well-researched investment decision to buy, hold or sell a particular company. In doing so, he has established and maintains a network of corporate, institutional and industry relationships, speaking with suppliers, competitors and other executive contacts, to gather diverse perspectives about a particular company.

Company Secretary:

Daniel Smith

Mr Smith holds a BA, is a member of AICD & GIA, and has in excess of 13 years' primary and secondary capital markets expertise. As a director of Minerva Corporate, he has advised on and been involved in numerous IPOs, RTOs and capital raisings on the ASX and NSX. His focus is on corporate governance and compliance, commercial due diligence and transaction structuring, as well as ongoing investor and stakeholder engagement.

OPERATING RESULT

The loss from operations of the Company for the year ended 31 December 2020 was \$281,355 (31 December 2019: \$1,343,934).

REVIEW OF OPERATIONS

On 2 July 2018, the Company was officially listed on the NSX under the code ACT. The NSX listing assisted the Company in raising funds to invest mainly into small and medium businesses across the Southeast Asian region, which the Board believes may have potential for growth. By tapping into these markets, the Company aims to derive investment returns.

Since listing, the Company has made two investments into early stage technology focussed business with a focus on the Southeast Asian region, Wobb Sdn Bhd and Ideaqu Pte Ltd.

The Company continues to identify and evaluate investment opportunities in growth industries which may bring positive results to its investment portfolio, with a target investment amount between \$250,000 and \$1,000,000. These industries include financial services, information and communication technology, new age retail and green technology which leverages on technology advancement and contribute to the development of the creative economy. The Company intends to invest in businesses that take pride in their own brands and origins, will help the businesses to grow, and aim to exit with worthwhile returns for our Shareholders.

Ideaqu Pte Ltd



On 1 July 2019, the Company announced that it has executed a convertible note deed (**Deed**) with Ideaqu Pte Ltd (**IDEAQU**) for an investment of SGD\$400k by way of subscribing for convertible notes.

Incorporated in Singapore, IDEAQU is an innovative Australian financial services technology (Fin-Tech) business with payment aggregator licenses from global banks in Australia and Singapore. Co-founded by Sachin Jain and Adam Lindsay, two experienced payment technology innovators, IDEAQU has two unique business segments which leverage off their core payment aggregator licenses.

IDEAQU is a leading software technology developer pioneering the way with innovative mobility and cloud-based technology services and innovative products. IDEAQU delivers transparent and flexible software technology services and its innovative product platform to a broad range of clients from various industries.

IDEAQU are experts in delivering high-quality aspiring software development with user-centric design and utilising leading technologies encompassing mobility, big data analytics, geo-location engagement, social media, e-payments and POS, autonomous processing, AI and machine learning, cloud infrastructure, and complex integration.



The first product, PayT is a mobile wireless payment terminal developed specifically for the Taxi and limousine market. The terminal allows taxi and limousine drivers to accept a wider range of cashless payments, including mobile payments.

PayT also offers 'pay-by-miles' car insurance to drivers, allowing them to better manage their insurance cost while providing compulsory protection to the taxi driver and their passengers.

PayT is currently operating in Australia through partnerships with local taxi companies in New South Wales, with a planned expansion into Singapore within the second half of 2019.

However, PayT business is severely impacted by the Covid-19 pandemic last year and IDEAQU's management team is assessing the ongoing viability of its operations.



GivePls

The second product, GivePls, is a charity fundraising platform designed to increase efficiencies in the incumbent and ineffective charity funding market. While people are inherently generous in nature, in the era of digital payments, they are less likely to carry loose change for donations. Also, people do not like being stopped by intrusive charity sales agents.

Currently charities pay a high commission on donations to charity sale agencies. The GivePls product platform provides lower charges and more accessible donations for charities, allowing a bigger portion of the funds raised to go towards the actual cause.

In December 2020, IDEAQU had done its soft launch in Singapore for its GivePlease terminals. It has successfully deployed over 50 terminals in various Red Cross and Lions Clubs in Singapore. The response has been very encouraging and GivePlease has received a lot of enquiries after the launching. GivePlease is planning to do a full launch of its improved mobile apps in second half of 2021.

IDEAQU is intend to use Singapore as a base of operations and primarily serve global markets. IDEAQU is also eyeing to expand into Southeast Asian region, especially targeting the huge potentials of Islamic financial sector in Malaysia and Indonesia. IDEAQU is continuously exploring various avenues of fundraising for its future expansion plans.

Wobb Sdn Bhd

On 26 July 2019, the Company announced that it has entered into a funding arrangement with WOBB Sdn Bhd (**WOBB**). The funding round was arranged by Cradle Fund Sdn Bhd (Cradle), Malaysia's early stage start-up influencer, incorporated under the Ministry of Finance Malaysia (MOF) in 2003 and currently administered by Ministry of Energy, Science, Technology, Environment and Climate Change (MESTECC), with CAC Capital Co. Ltd (CAC), Accord Ventures Inc (Accord Ventures) and AIG investing alongside. The funding, totalling US\$1,300,000, will be made by way of redeemable convertible preference shares (RCPS). AIG's portion of the investment was US\$100,000.

Established in 2015, WOBB is a job listing platform that focuses on a niche but growing market of jobseekers who are post Gen-Y professionals. Through their three years in operation, WOBB has managed to capture more than 270,000 registered jobseekers and 9,200 registered employers. For the 2018 financial year, WOBB generated revenue of RM3.12 million, a 30% increase from FY 2017.

In addition to their own products, WOBB has been appointed as LinkedIn's partner in Malaysia, Indonesia and the Philippines, allowing WOBB to bundle their products with the LinkedIn platform. The strong partnership with LinkedIn provides WOBB with an efficient and effective channel to expand overseas. WOBB differentiates itself by focusing on employer branding and culture, and its web pages highlight the working environment, culture and people which appeals towards younger jobseekers.

In January 2020, WOBB has shifted from its "Pay as you go" model to Subscription model by launching Job Slots and the responses from employer were very encouraging. Job Slots contributed to more than 70% advertising revenue in 2020.

In April 2020, WOBB has launched the Video Cover Letter new feature in April 2020 to help employers screen candidates virtually before deciding to interview them to person. This feature had made recruitment more efficient and reduced unnecessary meetings.

In May 2020, WOBB has joined TikTok and it has gained over 30,000 followers and our content on TikTok has gotten over 500,000 likes.

In May 2020, WOBB launched its Digital Interviews in May 2020 due to the pandemic to help employers who wanted to share their story via video, but could no longer have physical video shoots. Digital Interviews allow them to conduct interviews via video conferencing tools. In 2020, WOBB has sold over 150 Digital Interviews to SMEs.

In July 2020, WOBB has launched Artificial Intelligence Virtual Interviewer Chatbox ("**AIVI 2.0**"). Since then there have been over 78,000+ completed interviews in last 6 months in 2020 on its platform. Also, currently over 45% of all active jobs on the platform run AIVI 2.0. This is a phenomenal increase in adoption by both employers and jobseekers.

In 2020, WOBB has formed two partnerships with key ecosystem players in its industry:

- (i.) WOBB collaborated with Malaysia Digital Economy Corporation (**MDEC**) to collate and match digital job vacancies across all industries with suitable talents. MDEC will engage its various partners to pull together all available career opportunities, while WOBB provides the engagement and facilitation platform for job seekers. WOBB has benefitted from an increase of over 10% of active jobs during the duration of the platform, and it gave us access to work with big employer names.

- (ii.) WOBB has also collaborated with Malaysian Global Innovation & Creativity Centre (“**MaGIC**”) to organise the E-Nation Virtual Career Fair, which aims to provide opportunities for job seekers, especially those with technology backgrounds. This gave WOBB’s access to many startup employers who could previously not afford of its services, as it was supported by MaGIC.

Eyeport Sdn Bhd

The Company’s initial investment is a 30% interest in Eyeport Sdn Bhd (www.eye-port.com) trading as Trendy County (<http://trendycounty.com/>), a retail concept in the Southeast Asian market that AIG believes may redefine the retail industry. Eyeport provides consumers with a refreshing new shopping experience through a rich and innovative platform to shop and pay and a personalized brand that focuses on customer centricity giving shoppers a shopping experience via its three sales channels - automated store, e-store and mobile app purchase.

In September 2018, the Company advised shareholders that it had entered into a funding arrangement with Eyeport Sdn Bhd (**Eyeport**). The funding, totalling RM750,000, was been made by way of a redeemable convertible preference share (**RCPS**). The funding provided by the RCPS will be utilised by Eyeport for rolling out at least 20 more digital kiosk machines in targeted locations, including at Kuala Lumpur International Airport, which is now integrated with cashless payments and with enhanced AI & Big Data capabilities. The RCPS were for an initial 6 month term, with an interest rate of 6% per annum.

On 26 March 2019, the Company announced that it had agreed to extend the RCPS investment in Eyeport for an additional 6 months (initially due for redemption on 25 March 2019). The Company announced on 9 October 2019, that Eyeport had not repaid the principal and accrued interest under the RCPS agreement, and that the Company was in ongoing discussions with the management of Eyeport regarding repayment, and exploring options to recover its investment and to protect its rights and interest.

On 1 March 2021, the Company advised that it had commenced legal proceedings against Eyeport in the Session Court in Shah Alam, Malaysia. The Session Court has granted the Company’s application for Summary Judgement against Eyeport, and the Company is currently pursuing the execution of the said Judgement by way of a Writ of Seizure and Sale through the Session Court.

DIVIDENDS

No dividends were paid or are proposed to be paid to members during the financial year (2019: nil).

OPTIONS

No options over issued shares or interests in the Company were granted during or since the end of the year and there were no options outstanding at the date of this report (2019: nil).

ENVIRONMENTAL REGULATION

The Group’s operations have been carried out in accordance with all applicable environmental regulations effective under Commonwealth, State or Territory laws or that of any country in which the Company operated.

INDEMNIFYING OFFICER

No indemnities have been given or insurance premiums paid, during or since the end of the year for any person who is or has been an officer of the Company.

PROCEEDINGS ON BEHALF OF COMPANY

No person has applied for leave of Court to bring proceedings on behalf of the Company or intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or any part of those proceedings.

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

FINANCIAL POSITION

The loss from operations of the Company for the year ended 31 December 2020 was \$281,355 (31 December 2019: \$1,343,934).

At 31 December 2020, the Company had \$21,755 cash at bank (31 December 2019: \$35,350).

AFTER BALANCE DATE EVENTS

On 1 March 2021, the Company advised that it had commenced legal proceedings against Eyeport in the Session Court in Shah Alam, Malaysia. The Session Court has granted the Company's application for Summary Judgement against Eyeport, and the Company is currently pursuing the execution of the said Judgement by way of a Writ of Seizure and Sale through the Session Court.

On 15 March 2021, the Company advised that the Company and PEG Holding Sdn Bhd had mutually agreed to extend the term of the unsecured loan facility ("Facility") by a further 6 months. The Facility is now repayable by 25 August 2021, unless extended by the parties.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

There have been no other significant changes in the state of affairs of the Company during the financial year.

MEETINGS OF DIRECTORS

The following table sets out the number of meetings of the Company's Directors held during the year ended 31 December, and the number of meetings attended by each Director.

	Number eligible to attend	Number attended
Cheong Chen Khan	3	3
Rodney James Huey	3	3
Cameron Luu	3	3
Mohd Azmi Mohd Lila	3	3
Derrick De Souza	3	3

Signed in accordance with a resolution of the board of directors.

A handwritten signature in black ink, appearing to read 'Cheong Chen Khan', written in a cursive style.

Cheong Chen Khan
Director
31 March 2021

Actcelerate International Group Limited
Statement of Profit or Loss and Other Comprehensive Income
For the year ended 31 December 2020

	Note	2020 \$	2019 \$
Other income	2	39,562	31,121
Corporate administration expenses		(123,863)	(95,382)
Audit fee		(37,974)	(31,321)
Consulting and advisory fees		(36,300)	(46,200)
Directors' fees and remuneration	13	(108,710)	(114,000)
Fair value movement on financial assets	6	(14,070)	(20,347)
Impairment expense	4	-	(1,029,869)
Legal expenses		-	(4,392)
Share of net loss of associate	11	-	(33,544)
Loss before income tax		(281,355)	(1,343,934)
Income tax expense		-	-
Loss after income tax		(281,355)	(1,343,934)
Other comprehensive income			
<i>Items that may be reclassified to profit or loss</i>			
Exchange differences on translation of foreign operations		-	13,273
Total comprehensive income/(loss) for the year		(281,355)	(1,330,661)
Basic loss per share	12	(0.004)	(0.021)

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Actcelerate International Group Limited
Statement of Financial Position
As at 31 December 2020

	Note	2020 \$	2019 \$
Current assets			
Cash and cash equivalents	3	21,755	35,350
Trade and other receivables		28,999	25,018
Financial assets at fair value through profit or loss	6	394,422	-
Total current assets		<u>445,176</u>	<u>60,368</u>
Non-current assets			
Financial assets at fair value through profit or loss	6	102,822	546,404
Total non-current assets		<u>102,822</u>	<u>546,404</u>
Total assets		<u>547,998</u>	<u>606,772</u>
Current liabilities			
Trade and other payables	7	230,811	145,600
Borrowings	8	77,370	-
Total current liabilities		<u>308,181</u>	<u>145,600</u>
Total liabilities		<u>308,181</u>	<u>145,600</u>
Net assets		<u>239,817</u>	<u>461,172</u>
Equity			
Issued capital	9	2,413,849	2,353,849
Share premium		594,019	594,019
Reserves		92,549	92,549
Accumulated losses		(2,860,600)	(2,579,245)
Total equity		<u>239,817</u>	<u>461,172</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes

Actcelerate International Group Limited
Statement of Changes in Equity
For the year ended 31 December 2020

	Issued Capital	Share Premium	Foreign Currency Translation Reserve	Accumulated Losses	Total
	\$	\$	\$	\$	\$
Balance at 1 January 2019	2,353,849	594,019	79,276	(1,235,311)	1,791,833
Loss for the year	-	-	-	(1,343,934)	(1,343,934)
Other comprehensive income/(loss)	-	-	13,273	-	13,273
Total comprehensive loss for the period	-	-	13,273	(1,343,934)	(1,330,661)
Shares issued (net of costs)	-	-	-	-	-
Balance at 31 December 2019	2,353,849	594,019	92,549	(2,579,245)	461,172

	Issued Capital	Share Premium	Foreign Currency Translation Reserve	Accumulated Losses	Total
	\$	\$	\$	\$	\$
Balance at 1 January 2020	2,353,849	594,019	92,549	(2,579,245)	461,172
Loss for the year	-	-	-	(281,355)	(281,355)
Other comprehensive income/(loss)	-	-	-	-	-
Total comprehensive loss for the period	-	-	-	(281,355)	(281,355)
Shares issued (net of costs)	60,000	-	-	-	60,000
Balance at 31 December 2020	2,413,849	594,019	92,549	(2,860,600)	239,817

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Actcelerate International Group Limited
Statement of Cash Flows
For the year ended 31 December 2020

	Note	2020 \$	2019 \$
Cash flows from operating activities:			
Payments to suppliers and employees		(188,190)	(278,116)
Interest		39,562	19,833
Net cash used in operating activities	5	<u>(148,628)</u>	<u>(258,283)</u>
Cash flows from investing activities			
Investments		-	(571,834)
Net cash used in investing activities		<u>-</u>	<u>(571,834)</u>
Cash flows from financing activities			
Issue of shares during the period		60,000	-
Proceeds from borrowings		75,000	-
Net cash provided by financing activities		<u>135,000</u>	<u>-</u>
Net change in cash and cash equivalents		(13,628)	(830,117)
Cash and cash equivalents at beginning of financial year		35,350	865,459
Effect of exchange rate fluctuations		33	8
Cash and cash equivalents at end of financial year		<u>21,755</u>	<u>35,350</u>

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Actcelerate International Group Limited (the “Company”) is an exempted company incorporated in the Cayman Islands with limited liability on 9 January 2015. Its registered office is located at P.O. Box 31119, Grand Pavilion, Hibiscus Way, 802 West Bay Road, Grand Cayman, KY1-1205, Cayman Islands.

The Company has been established to act as an investment company for investments in private entities. The Company intends to invest mainly into small and medium businesses across the Southeast Asian Region. The target industries include financial services, information and communication technology, new age retail and green technology.

(a) Basis of Preparation

The Financial Report is a general purpose financial report, which has been prepared in accordance with the Australian Accounting Standards as issued by the Australian Accounting Standards Board (“AASB”). Compliance with Australian Accounting Standards ensures that the financial statements and notes of the Company comply with International Financial Reporting Standards (‘IFRS’) as issued by the International Accounting Standards Board.

The statutory financial year end of the Company is 31 December.

The financial statements have been prepared on an accruals basis and are based on historical costs, except for, where applicable, the revaluation of financial assets and liabilities at fair value through profit or loss and are presented in Australian Dollars (“AUD”). All values are rounded to the nearest dollar except when otherwise indicated.

These audited financial statements have been prepared on a going concern basis as the Directors anticipate that the Company will continue in business for the foreseeable future.

(b) Adoption of new and amended accounting standards

In the year ended 31 December 2020, the Company has reviewed all of the new and revised Standards and Interpretations issued by the AASB that are relevant to its operations and effective for annual reporting periods beginning on or after 1 January 2020.

(c) Changes in accounting policies

For the year ended 31 December 2020, the Company has reviewed all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board (“AASB”) that are relevant to its operations and effective for annual reporting periods beginning on or after 1 January 2020. The Company has not early adopted any standard, interpretation or amendment that has been issued but is not yet effective.

(d) Impact of standards issued but not yet applied by the entity

The Directors have also reviewed all new Standards and Interpretations in issue not yet adopted for the year ended 31 December 2020. As a result of this the Directors have determined that there is no impact, material or otherwise, of the standards and interpretations in issue not yet adopted on the Company’s business and, therefore, no change is necessary to the Company’s accounting policies.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) Functional and presentation currency

The functional and presentation currency of the Company is Australian Dollars (“A\$”) as the Company is of the opinion that A\$ best reflects the current and prospective economic substance of the underlying transactions and circumstances of the Company, given that previous capital raisings were denominated in A\$ and the majority of the cash at bank is denominated in A\$.

(e) Expenses and accruals

All expenses are accounted for on an accruals basis.

(f) Foreign currency translation

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to the reporting currency at the foreign exchange rate ruling at that date. Foreign currency exchange difference arising on translation and realised gains and losses on disposals or settlements of monetary assets and liabilities are recognised in the statement of comprehensive income.

Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are translated to the reporting currency at the foreign exchange rates ruling at the dates that the values are determined. Non-monetary assets and liabilities not at fair value through profit or loss are translated at the foreign exchange rate ruling at the date of the transaction.

(g) Cash at bank

Cash at bank comprises demand deposits which are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

(h) Investment in associates

Associates are entities over which the Company has significant influence but not control or joint control, generally accompanying a shareholding.

Associates, those entities over which significant influence is exercised but not joint control, and which are not intended for sale in the near future, are accounted for using the equity accounting method. Significant influence is generally accompanying a shareholding of between 20% and 50% of the voting rights of an entity, but can also arise where less than 20% is held through active involvement and influence of policy decisions affecting the entity.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments in associates are initially recognised at cost (fair value of consideration provided plus directly attributable costs) and are subsequently adjusted for the post-acquisition change in the investor's share of net assets of the investee.

The Company's share of the profit or loss of the investee is included in profit or loss and disclosed as a separate line in the statement of comprehensive income. Distributions received reduce the carrying amount of the investment and are not included as dividend revenue of the Company. Movements in the total equity of an associate that are not recognised in the profit or loss of the Company are recognised directly in equity of the Company and disclosed in the statement of changes in equity. The investments in associates are reviewed annually for impairment.

Where an entity either began or ceased to be an associate during the current financial reporting period, the investment is equity-accounted from the date significant influence commenced or up to the date significant influence ceased. The financial statements of associates are adjusted where necessary to comply with the significant accounting policies of the entity. When the investor's share of losses exceeds its interest in the investee, the carrying amount of the investment is reduced to nil and recognition of further losses is discontinued except to the extent that the investor has incurred obligations or made payments, on behalf of the investee.

Impairment of investments in associates

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

The requirements of *AASB 136 Impairment of assets* are applied to determine whether it is necessary to recognise any impairment loss with respect to the Company's investment in an associate. When necessary, the entire carrying amount of the investment (including goodwill) is tested for impairment in accordance with *AASB 136 Impairment of assets* as a single asset by comparing its recoverable amount (higher of value in use and fair value less costs of disposal) with its carrying amount.

Any impairment loss recognised forms part of the carrying amount of the investment. Any reversal of that impairment loss is recognised in accordance with *AASB 136* to the extent that the recoverable amount of the investment subsequently increases.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) Tax

Under current Cayman Islands law, there is no income tax, corporation tax, capital gains tax or any other type of tax on profits or gains or tax in the nature of estate duty or inheritance tax currently in effect.

(j) Investments and other financial assets

Recognition and derecognition

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and substantially all the risks and rewards are transferred. A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Classification and initial measurement of financial assets

Financial assets are classified according to their business model and the characteristics of their contractual cash flows and are initially measured at fair value adjusted for transaction costs (where applicable).

Subsequent measurement of financial assets

For the purpose of subsequent measurement, financial assets, other than those designated and effective as hedging instruments, are classified into the following four categories:

- Financial assets at amortised cost
- Financial assets at fair value through profit or loss (FVTPL)
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Equity instruments at FVTOCI

Equity instruments at FVTPL

Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVPL. A gain or loss on a debt investment that is subsequently measured at FVPL is recognised in profit or loss and presented net within other gains/(losses) in the period in which it arises.

The Company holds a convertible preference share investment that was impaired to nil in accordance with AASB 9 Financial Instruments in 2019.

During 2019 the Company invested in Ideaqu Pte Ltd and WOBB Sdn Bhd. Both these investments are carried at FVTPL (note 6).

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

(l) Significant Accounting Estimates and Judgements

The preparation of the Company's financial statements requires the Directors to make judgements, estimates and assumptions that may affect the reported amounts of revenues, expenses, assets and liabilities, and their accompanying disclosures, and the disclosures of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amounts of the assets or liabilities affected in the future.

Investment in associate

Significant influence

In disclosing an investment as an investment in associate the Company has made judgments to determine that significant influence is exercised but not control. The Company holds 30% of the issued share capital of the associate.

Measurement

The Company has initially measured the investment in associate at the date of acquisition at the transaction price agreed for the purchase of the investment in associate. The transaction was agreed between the Company and the vendors, which are connected entities. The transaction price at 30 June 2017 was based on the original purchase of 30% of the issued share capital of the associate by Vision Venturers Management Berhad (VVM) and PEG International Sdn Bhd (PEGI) in August 2015. No independent valuation was performed on the associate in June 2017 as the Directors of the Company and the Directors of the vendors assessed that the value had not changed since the original purchase.

Impairment

The Company has assessed its investment in associate, including goodwill, for impairment at the reporting date. Due to current operational and financial indications, together with information received from the associate's management the Company decided to impair its investment in the associate in the financial statements for the year ended 31 December 2019.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Redeemable convertible preference shares (RCPS)

Valuation/Recoverability

The Company has measured the RCPS at cost plus accrued interest at the coupon rate disclosed in note 6 below. The Company follows the guidance of AASB 9 *Financial Instruments* to determine if the RCPS are impaired. This determination requires significant judgement.

Eyeport Sdn Bhd

Due to current operational and financial indications, together with information received from the associate's management the Company decided to impair the carrying value of the RCPS in the financial statements for the year ended 31 December 2019.

Fair value, impairment and risk exposure of investments

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

Valuation/Recoverability

The Company has used discounted cash flow (DCF) models to determine the fair value of its Financial assets at fair value through profit or loss (note 6).

Ideaqu Pte Ltd

The fair value of the Ideaqu convertible note is determined using a discounted cash flow (DCF) model. The DCF model is calculated for the term of the convertible note to 30 June 2021 and includes the expected cashflows from interest payments. The discount rate used in the DCF model is 9%. The higher the discount rate, the lower the fair value of the asset.

WOBB Sdn Bhd

The fair value of the WOBB Sdn Bhd investment is calculated using a similar DCF model. The DCF is calculated for an estimated 4 year term from the original investment. The discount rate used in the DCF model is 10%. The higher the discount rate, the lower the fair value of the asset.

(m) Going concern

For the year ended 31 December 2020 the entity recorded a loss of \$281,355 (2019: \$1,343,934) and had a working capital surplus of \$136,995 (2019 deficit: 85,232). The entity recorded a net operating cash outflow of \$148,628 for the financial year (2019: 258,283).

These conditions indicate a material uncertainty that may cast significant doubt about the ability of the Company to continue as a going concern and, therefore, it may be unable to realise its assets and discharge its liabilities in the normal course of business.

The ability of the Company to continue as a going concern is principally dependent upon its ability to raise further funds as required from the issue of equity or debt instruments, the repayment of convertible notes and support from its major shareholder.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Directors believe that there will be sufficient funds available to continue to meet the Company's working capital requirements as at the date of this report and that sufficient funds will be available to finance the operations of the Company for the following reasons:

- The directors expect to continue to receive full support from its creditors, directors and related party, in particular, for them to not demand payment of balances due to them until such time that the Company has sufficient working capital to pay. Of the total \$230,811 trade and other payables disclosed in note 7 \$163,989 is deferred;
- the company has received a financial support letter from its founding shareholder, and the directors are comfortable with its capacity to provide the support
- managing the Company's working capital requirements;
- ability to raise additional finance from debt or equity if and when required.

The Directors have reasonable grounds to believe that they will be able to complete any required future capital raising and/or achieve any of the above funding alternatives.

Should the Company not be able to continue as a going concern, it may be unable to realise its assets and discharge its liabilities in the normal course of business. In this instance, it may be required to realise its assets and discharge its liabilities other than in the ordinary course of business, and at amounts that differ from those stated in the financial statements. The financial report does not include any adjustments relating to the recoverability and classification of recorded asset amounts or liabilities that might be necessary should the Company not continue as a going concern.

2 Revenue from continuing operations

	2020	2019
	\$	\$
Interest Income	39,562	31,121
	<u>39,562</u>	<u>31,121</u>

3 Cash and Cash Equivalents

	2020	2019
	\$	\$
Cash at bank and in hand	21,755	35,350
	<u>21,755</u>	<u>35,350</u>

4 Impairment expense

	2020	2019
	\$	\$
Investments accounted for using the equity method	-	753,712
Convertible Preference Shares	-	276,157
	<u>-</u>	<u>1,029,869</u>

5 Cash flow information	2020	2019
	\$	\$
Reconciliation of Cash Flow from Operations with Profit after income tax:		
Net loss from ordinary activities	(281,352)	(1,343,934)
Share of net loss of associate	-	33,544
Impairment expense	-	1,029,869
Fair value movement on financial assets	45,443	20,347
Interest	2,370	(9,582)
Changes in assets and liabilities		
– (Increase)/decrease in receivables	(3,982)	(7,231)
– (Decrease)/increase in payables	88,893	18,704
Cash flows used in operations	(148,628)	(258,283)

6 Financial Assets at Fair Value Through Profit or Loss	2020	2019
	\$	\$
Opening balance	546,404	-
Financial assets acquired (i)	-	571,834
Foreign exchange movement	(35,090)	(5,083)
Fair value movement (ii)	(14,070)	(20,347)
Closing balance	<u>497,244</u>	<u>546,404</u>
Current Assets (a)	394,422	-
Non-current Assets (b)	102,822	546,404
	<u>497,244</u>	<u>546,404</u>

(i) Financial assets acquired

(a) On 1 July 2019 the Company announced that it had executed a convertible note deed with Ideaqu Pte Ltd for an investment of SGD\$400,000 (AUD\$394,422¹) by way of subscribing for convertible notes. The key terms of the Notes are:

- Face value of Notes of SGD\$1 each;
- In the occurrence of a Conversion Event, such as listing on a recognised stock exchange, the Notes will convert at an agreed valuation;
- 24-month maturity date; and
- Coupon of 9% per annum paid half-yearly.

(b) On 26 July 2019 the Company announced it had entered into a funding agreement with WOBB Sdn Bhd (WOBB). The funding totalling US\$100,000 was made by way of redeemable convertible preference shares (RCPS). The key terms of the RCPS are:

- Face value of RCPS US\$44.16 per RCPS;
- Dividends receivable of 50% of the retained earnings excluding funds allocated to R&D and expansion purposes approved by investors;
- 4 year maturity date with an option to extend for an additional 2 years.

¹ At spot rate as at 31 December 2020: 1.014

6 Financial Assets at Fair Value Through Profit or Loss (continued)

(ii) Fair value

The fair value measurement of the above investments is categorised within Level 3 of the fair value hierarchy and uses a DCF model for each investment (note 10).

7 Trade and Other Payables

		2020	2019
		\$	\$
Trade payables		97,554	49,125
Advance payable	(i)	49,257	52,975
Accruals		84,000	43,500
		<u>230,811</u>	<u>145,600</u>

(i) Advance payable

An amount of SGD 50,000 (AUD \$49,257) was advanced to the company by Dr Sherwin Chew Chen Yee in September 2015. The amount is repayable on demand and is non-interest bearing. Dr Sherwin Chew Chen Yee a principal of Actcelerate Asset Management Ltd (the “Manager”) and of Potential Excelerate Group Limited, is the Company’s founding shareholder and promoter. Dr Sherwin Chew Chen Yee has committed to the Company that he will not seek repayment of the amount until such time as the Company has the means to do so.

8 Borrowings

		2020	2019
		\$	\$
PEG Holding Sdn Bhd Loan	(i)	<u>77,370</u>	-
		<u>77,370</u>	-

(i) On 26 August 2020, the Company announced the execution of an unsecured loan facility agreement with PEG Holding Sdn Bhd.

The key terms of the Facility are as follows:

- Principal Amount: AUD\$150,000.00
- Drawn Down Period: 6 Months.
- Term: Initial 6-month term. Extended to 25 August 2021 on 16 March 2021.
- Interest Rate: Accrued 10% interest payable at maturity.
- Security: Unsecured.

9 Issued Capital

		2020	2019
		\$	\$
Share capital			
Fully paid ordinary shares (a)		<u>2,413,849</u>	<u>2,353,849</u>

9 Issued Capital (continued)

(a) Movement in shares - year ended 31 December 2020

	Date	No.	\$
<i>(1) Fully paid ordinary shares</i>			
Opening balance	1/1/20	62,982,000	2,353,849
Placement	8/1/20	600,000	60,000
Closing balance	31/12/20	63,582,000	2,413,849

(b) Movement in shares - year ended 31 December 2019

	Date	No.	\$
<i>(1) Fully paid ordinary shares</i>			
Opening balance	1/1/19	62,982,000	2,353,849
Closing balance	31/12/19	62,982,000	2,353,849

Ordinary shares participate in dividends and the proceeds on winding up of the parent entity in proportion to the number of shares held. At shareholders' meetings each ordinary share is entitled to one vote when a poll is called, otherwise each shareholder has one vote on a show of hands.

10 Financial Risk Management Objectives and Policies

The Company's principal financial instruments comprise cash at bank and receivables and payables, which arise directly from its operations.

Interest rate risk

Interest rate risk is the risk that the value or future cash flows of a financial instrument will fluctuate because of changes in interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's cash at a bank which is subject to floating interest rates but attracts an immaterial level of interest income. The Directors therefore consider the Company's exposure to interest rate risk is minimal.

Foreign currency risk

Foreign currency risk is the risk that the future cash flows or the fair value of financial instruments will fluctuate because of changes in foreign exchange rates. The Company may hold financial instruments and enter into transactions denominated in currencies other than its functional currency. Consequently, the Company may be exposed to risks that the exchange rate of its currency relative to other foreign currencies may change in a manner that has an adverse effect on the value of that portion of the Company's assets or liabilities denominated in currencies other than AUD.

The foreign currency exposure of the Company at 31 December 2020 and 31 December 2019 is as follows, based on the carrying value of monetary assets and liabilities:

31 December 2020	Assets AUD	Liabilities AUD	Net Exposure AUD
USD	102,822	-	102,822
SGD	394,422	(49,257)	345,165

10 Financial Risk Management Objectives and Policies (continued)

31 December 2019	Assets AUD	Liabilities AUD	Net Exposure AUD
USD	102,406	(18,526)	83,880
SGD	444,984	(52,974)	392,010

The table below summarises the sensitivity of the Company's assets and liabilities to changes in foreign exchange movements at 31 December 2020 and 31 December 2019. The analysis is based on the assumptions that the relevant foreign exchange rate increased/decreased against the AUD by +/- 5%, with all other variables held constant. This represents the Directors' best estimate of a reasonable possible shift in the foreign exchange rates, having regard to historical volatility of those rates.

	31/12/20 AUD	31/12/19 AUD
USD	+/-5,149	+/-6,508
SGD	+/-17,258	+/-29,185

Credit risk

Credit risk relates to the extent to which failures by counterparties to discharge their obligations could reduce the amount of future cash flows to the Company from financial assets on hand as at the end of the reporting period.

As at 31 December 2020 the carrying amount of financial assets represents the Company's maximum exposure to the credit risk in relation to the financial assets.

The Board of Actcelerate considers the risk of non-repayment of the RCPS facility at the end of term to be significant and has impaired the carrying value of the facility to nil.

The credit risk of the financial assets has been considered when determining an appropriate discount rate in the DCF models (note 6).

Fair value measurement of financial instruments

(i) Fair value estimation

The fair value of financial assets and financial liabilities must be estimated for recognition and measurement or for disclosure purposes.

The carrying value less impairment provision for trade receivables and trade payables are assumed to approximate their fair values due to their short-term nature.

(ii) Fair value hierarchy

During the year ended 31 December 2020, there were no transfers between levels 1 and 2 for recurring fair value measurements during the year. There were also no transfers into or out of level 3 during the year.

Level 1: the fair value of financial instruments traded in active markets is based on quoted market prices at the end of the market period.

Level 2: the fair value of financial instruments not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity specific estimates.

10 Financial Risk Management Objectives and Policies (continued)

Level 3: if one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

The convertible note with Ideaqu Pte Ltd and the investment in WOBB Sdn Bhd is determined as level 3. A significant input is not based on observable market data. Refer below for further detail of the valuation technique.

(iii) Recognised fair value measurements

	31/12/20	31/12/19
	\$	\$
Ideaqu Pte Ltd convertible note (Level 3)	394,422	443,998
Investment in WOBB Sdn Bhd (Level 3)	102,822	102,406

(iv) Valuation techniques used to determine level 3 fair values

The fair value of the Ideaqu convertible note is determined using a discounted cash flow (DCF) model. The DCF model is calculated for the term of the convertible note to 30 June 2021 and includes the expected cashflows from interest payments. The discount rate used in the DCF model is 9%. The higher the discount rate, the lower the fair value of the asset.

The fair value of the WOBB Sdn Bhd investment is calculated using a similar DCF model. The DCF is calculated for an estimated 4 year term from the original investment. The discount rate used in the DCF model is 10%. The higher the discount rate, the lower the fair value of the asset.

The table below summarises the sensitivity of the Company's assets to changes in the discount rate at 31 December 2020 and 31 December 2019. The analysis is based on the assumptions that the relevant discount rate increased/decreased against the AUD by +/- 3%, with all other variables held constant. This represents the Directors' best estimate of a reasonable possible shift in the discount rate for the investments.

	31/12/20		31/12/19	
	AUD		AUD	
	-3%	+3%	-3%	+3%
Ideaqu Pte Ltd	5,542	(5,318)	17,389	(15,334)
WOBB Sdn Bhd	7,359	(6,689)	10,406	(9,204)

11 Investments accounted for using the equity method

	31/12/20	31/12/19
	\$	\$
Opening Balance	-	773,984
Share of net loss of associate after tax for the period	-	(33,544)
FX gain from translation investment asset	-	13,272
Impairment (i)	-	(753,712)
Closing Balance	-	-

On 30 June 2017 the Company entered into a transaction with Vision Venturers Management Berhad (VVM) and PEG International Sdn Bhd (PEGI), each a Malaysian registered company, in which the Company acquired an investment in Eyeport Sdn Bhd in exchange for issuing 20,924,049 ordinary shares of par value USD 0.01 to VVM and PEGI in equal proportion.

11 Investments accounted for using the equity method (continued)

The Company acquired 30% of the issued shares of Eyeport Sdn Bhd (Eyeport), a private company registered in Malaysia. Each of VVM and PEGI held 15% of Eyeport.

VVM and PEGI initially acquired the investment in Eyeport at a cost of RM 2,500,000, equal to SGD 804,061 at 30 June 2017. In concluding the transaction in which the Company acquired the Eyeport investment from VVM and PEGI, the Directors of the Company and the Directors of VVM and PEGI assessed that the value had not changed. This value was agreed as the transfer value for the purposes of the transaction.

The investment in associate is accounted for using the equity method of accounting.

(i) Due to current operational and financial indications, together with information received from the associate's management the Company has decided to impair its investment in the associate in the financial statements for the year ended 31 December 2019.

12 Basic Loss Per Share

The loss and weighted average number of ordinary shares used in the calculation of basic loss per share is as follows. There are no potential ordinary shares on issue at the date of this report.

	For the year ended 31 December 2020	For the year ended 31 December 2019
	AUD	AUD
Loss for the year ended continuing operations	(281,355)	(1,343,934)
	Number	Number
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic loss per share	63,568,885	62,982,000

13 Related Party Transactions

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless stated otherwise.

The Board has agreed that any transaction with Dr Sherwin Chew Chen Yee, Mr Cheong Chen Khan, Actcelerate Asset Management Ltd, Potential Excelerate Group Limited (or their associates) are disclosed as related party transactions.

Potential Excelerate Group Limited

The Company's founding shareholder and promoter is Potential Excelerate Group Limited (PEG), a Seychelles incorporated company founded and controlled by Dr Sherwin Chew Chen Yee.

An amount of SGD 50,000 was advanced to the company by Dr Sherwin Chew Chen Yee in September 2015. The amount is repayable on demand and is non-interest bearing. Dr Sherwin Chew Chen Yee has agreed to not seek repayment of the loan until the company has sufficient funds to repay.

13 Related Party Transactions (continued)

PEG Holding Sdn Bhd

An unsecured loan facility of \$150,000 was provided to the company by PEG holding Sdn Bhd on 26 August 2020. \$75,000 was drawn down at 31 December 2020. PEG Holding Sdn Bhd is controlled by Dr Sherwin Chew Chen Yee who has agreed to not seek repayment of the loan until the company has sufficient funds to repay.

The total remuneration paid to Key Management Personnel is summarised below:

Year ended 31 December 2020

Director	Short-term Benefits		
	Fees \$	Consultancy \$	Total \$
Cheong Chen			
Khan	36,000	-	36,000
Rodney James			
Huey	30,000	-	30,000
Cameron Luu	6,000	-	6,000
Mohd Azmi Mohd			
Lila	18,000	-	18,000
Derrick De Souza	18,710	-	18,710
	<u>108,710</u>	<u>-</u>	<u>108,710</u>

Year ended 31 December 2019

Director	Short-term Benefits		
	Fees \$	Consultancy \$	Total \$
Cheong Chen			
Khan	36,000	-	36,000
Rodney James			
Huey	30,000	-	30,000
Cameron Luu	24,000	-	24,000
Mohd Azmi Mohd			
Lila	24,000	-	24,000
Derrick De Souza	-	-	-
	<u>114,000</u>	<u>-</u>	<u>114,000</u>

14 Contingent Liabilities

There are no material contingent liabilities as at 31 December 2020 (31 December 2019: nil).

15 Commitments for Expenditure

There are no material commitments as at 31 December 2020 (31 December 2019: nil).

16 Auditors' Remuneration

Remuneration of auditors of the Company:	2020	2019
	\$	\$
BDO (WA) Pty Ltd – Audit and Review	37,974	31,321
	37,974	31,321

17 Events Subsequent to Reporting Date

On 1 March 2021, the Company advised that it had commenced legal proceedings against Eyeport in the Session Court in Shah Alam, Malaysia. The Session Court has granted the Company's application for Summary Judgement against Eyeport, and the Company is currently pursuing the execution of the said Judgement by way of a Writ of Seizure and Sale through the Session Court.

On 15 March 2021, the Company advised that the Company and PEG Holding Sdn Bhd had mutually agreed to extend the term of the unsecured loan facility ("Facility") by a further 6 months. The Facility is now repayable by 25 August 2021, unless extended by the parties.

DECLARATION BY DIRECTORS

The Directors of the Company declare that:

1. The financial statements, comprising the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Financial Position, the Statement of Cash Flows, the Statement of Changes in Equity and accompanying notes:
 - a) comply with Accounting Standards in Australia and other mandatory professional reporting requirements; and
 - b) present fairly of the Company's financial position as at 31 December 2020 and of its performance as represented by the results of its operations, changes in equity and its cash flows, for the financial 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.

This declaration is made in accordance with a resolution of the Board of Directors and is signed for and on behalf of the directors by:



Cheong Chen Khan
Director
31 March 2021

INDEPENDENT AUDITOR'S REPORT

To the members of Actcelerate International Group Limited

Report on the Audit of the Financial Report

Qualified Opinion

We have audited the financial report of Actcelerate International Group Limited (the Company), which comprises the statement of financial position as at 31 December 2020, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and notes to the financial report, including a summary of significant accounting policies and the directors' declaration.

In our opinion, except for the effects of the matter described in the *Basis for qualified opinion* section of our report, the accompanying financial report presents fairly, in all material respects, the financial position of the Company as at 31 December 2020, and its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards.

Basis for qualified opinion

As disclosed in Note 6 to the financial report, included in the Financial Asset at Fair Value through profit or loss is the convertible note receivable from from Ideaqu Pte. Ltd ("the note holder") which is carried at \$394,422 on the statement of financial position as at 31 December 2020. The Directors were unable to obtain access to the financial information of the note holder to support the assumptions used in determining the fair value of the receivable at balance date. Due to this, we were unable to obtain sufficient appropriate audit evidence in relation to the carrying value of the convertible note receivable as at 31 December 2020. Consequently, we were unable to determine whether any adjustment to carrying value of the convertible note receivable is necessary.

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the Financial Report* section of our report. We are independent of the Company in accordance with the ethical requirements of the Accounting Professional and 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 financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Material uncertainty related to going concern

We draw attention to Note 1(m) in the financial report which describes the events and/or conditions which give rise to the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern and therefore the company may be unable to realise its assets and discharge its liabilities in the normal course of business. Our opinion is not modified in respect of this matter.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial report of the current period. These matters were addressed in the context of our audit of the financial report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. In addition to the matters described in the *Basis for qualified opinion and Material uncertainty related to going concern* sections, we have determined the matters described below to be the key audit matters to be communicated in our report.

Carrying Value of Financial Assets

<i>Key audit matter</i>	<i>How the matter was addressed in our audit</i>
<p>As disclosed in Note 6 of the financial report, the Company's investment in WOBB Sdn Bhd is recognised as a financial asset at fair value through profit or loss at 31 December 2020.</p> <p>The assessment of the fair value of the financial asset is considered to be a key audit matter due to the assessment requiring management to make significant judgements and estimates in determining the fair value as disclosed in Note 1 (l) and Note 10.</p>	<p>Our procedures included, but were not limited to the following:</p> <ul style="list-style-type: none"> • Holding discussions with management to understand key changes in business activities, including the impact of Covid-19, of the investee during the year; • Reviewing the most recent financial information of the investee; • Reviewing the discount rate applied in calculating the fair value of the investment; • Reviewing managements' calculation of the movements in fair value of the financial assets, ensuring that all movements have been treated appropriately; and • Reviewing the adequacy and completeness of the disclosures in Note 1 (l), Note 6 and Note 10 of the financial report.

Other information

Those charged with governance are responsible for the other information. The other information obtained at the date of this auditor's report is information included in the directors' report, but does not include the financial report and our auditor's report thereon.

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

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

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

Responsibilities of management and those charged with governance for the Financial Report

Management is responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards and for such internal control as management determines is necessary to enable the preparation and fair presentation of a financial report that is free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the Financial Report

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

A further description of our responsibilities for the audit of the financial report is located at the Auditing and Assurance Standards Board website (<http://www.auasb.gov.au/Home.aspx>) at:

http://www.auasb.gov.au/auditors_responsibilities/ar2.pdf

This description forms part of our auditor's report.

BDO Audit (WA) Pty Ltd

BDO


Phillip Murdoch

Director

Perth, 31 March 2021