

SARAMANIS LIMITED AND CONTROLLED ENTITIES

A.C.N 603108925

Interim Financial Report

APPENDIX 3 - INTERIM FINANCIAL REPORT FOR THE HALF-YEAR ENDED 30 JUNE 2019

Result for Announcement to the Market

Reporting Period: Half year from 1 January 2019 to 30 June 2019

Previous Corresponding Period: Half year from 1 January 2018 to 30 June 2018

Key Information

		Half-year Ended 30 June 2019 \$
Revenue from ordinary activities	Increased 216% to	41,270
Loss after tax from ordinary activities	Decreased 9% to	(299,082)
Loss attributable to members of the parent	Decreased 9% to	(299,082)

There were no dividends paid or proposed during the period ended in June 2019.

Explanation of Key Information

Saramanis Limited acquired the remaining 40% of shareholding in Saramanis Agropine Sdn Bhd for a nominal consideration.

The Group's revenue for the 6 months ended 30 June 2019 was \$41,270 which was \$28,222 or 216% higher than the 30 June 2018 half year period. Saramanis Seedlings Sdn Bhd being the main operational company reported a 6 months loss after tax of \$140,304. During the same period, Saramanis Sdn Bhd and Saramanis Limited being the investment holding companies in Malaysia and Australia respectively, incurred total expenses of \$72,441 and Saramanis TGM Sdn Bhd and TG Agropine Sdn Bhd incurred total expenses of \$56,768 mainly due to ongoing company half yearly expenses as well as ongoing NSX expenses. This contributed in a group net loss of \$299,082 for the half year ended 30 June 2019.

The Group was taken over by new management as of 24 April 2018 which resulted in the change of business strategy. Previously, the Group was focused on the planting of pineapple fruits to generate income while suckers are used to refresh the plantation upon the harvesting of mature fruits. The Group has decided to focus on suckers production in the short term to cater to future expansion plans of the plantation which would lower the cost of production significantly, as well as the selling of excess suckers which would yield higher profit margins if sold to third parties. As such, the revenue of the group for the first 6 months of this year increased compared to the previous period and the Group expects revenue to increase significantly in 2020 from the sale of fruits as well as excess suckers.

Net Tangible Assets per Share

	Half-year Ended 30 June 2019 cents/Share	Half-year Ended 30 June 2018 cents/Share
	(0.31)	(0.51)

Dividend Reinvestment Plans

The Group does not have any dividend reinvestment plans.

Review of Financials

The attached financial statements have been reviewed for the period ended 30 June 2019. The review report is attached at page 16.

Attachment

The half year financial report of Saramanis Limited and its controlled entities is attached.

SARAMANIS LIMITED AND CONTROLLED ENTITIES

A.C.N 603108925

DIRECTOR'S REPORT

Your directors present their report on the consolidated entity (referred to herein as the Group) consisting Saramanis Limited and its controlled entities for the half year ended 30 June 2019.

Directors

The names of directors who held office during or since the end of the half-year:

Datu Robert Lian BALANGALIBUN

Jason Tze Yun JONG

Anson Fucong QIAO

Gee Pun TONG

Principal Activities

The Group principally engages in the business of cultivating and supplying pineapple seedlings in Malaysia and other agricultural products such as coconut and durian.

Review of Operations

Saramanis Limited acquired the remaining 40% of shareholding in Saramanis Agropine Sdn Bhd for a nominal consideration.

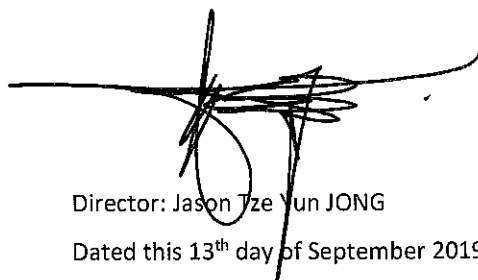
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Auditor's Independence Declaration

The lead auditor's independence declaration pursuant to Section 307C of the Corporations Act 2001 is set out on page 3 for the half-year ended 30 June 2019.

This director's report is signed in accordance with a resolution of the Board of Directors.



Director: Jason Tze Yun JONG

Dated this 13th day of September 2019, Malaysia

**AUDITORS' INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF SARAMANIS LIMITED**

We declare that, to the best of our knowledge and belief, during the half year ended 30 June 2019 there have been:

- (i) no contraventions of the auditors' independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.



Walker Wayland NSW
Chartered Accountants



Wali Aziz
Partner

Dated this 13th day of September 2019
Sydney

SARAMANIS LIMITED AND CONTROLLED ENTITIES
A.C.N 603108925

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR
THE HALF-YEAR ENDED 30 JUNE 2019**

	Note	Consolidated Group	
		Half-year Ended	Half-year Ended
		30-Jun-19	30-Jun-18
		\$	\$
Revenue from continuing operations			
Sales revenue		41,270	13,048
Interest income		12	15,345
Revaluation on biological assets		69,889	-
Total Revenue		111,171	28,393
Expenses from continuing operations			
Cost of goods sold		(119,658)	(25,817)
Employee and contractor expense		(60,238)	(32,649)
Depreciation and amortization expense		(32,749)	(24,080)
Depreciation over right use of assets		(22,319)	-
Professional fees		(78,466)	(37,542)
Director's other emoluments		(25,920)	(25,397)
Petrol, parking and tolls		(13,051)	(10,022)
NSX Listing fees		-	(21,071)
Entertainment		(8,615)	(6,489)
Accommodation		(415)	(3,010)
Upkeep of machinery		(6,943)	(4,282)
Upkeep of motor vehicles		(9,483)	(8,624)
Upkeep of buildings		(9,438)	(5,084)
Lease interest over leased assets		(899)	(516)
Lease interest over right use of assets		(15,098)	-
Impairment of receivables write back / (provision)	3	10,613	(127,659)
Other expenses		(17,574)	(22,448)
Total expenses		(410,253)	(354,690)
Loss before income tax		(299,082)	(326,297)
Income tax benefit		-	2,847
Loss from continuing operations		(299,082)	(323,450)
Loss for the period		(299,082)	(323,450)
Other comprehensive income			
Items that will be reclassified subsequently to profit or loss, when specific conditions are met			
Movement in the foreign currency translation reserve		11,380	(84,000)
Other comprehensive (loss)/income for the period		11,380	(84,000)
Total comprehensive loss for the period		(287,702)	(407,450)

SARAMANIS LIMITED AND CONTROLLED ENTITIES
A.C.N 603108925

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR
THE HALF-YEAR ENDED 30 JUNE 2019**

	Consolidated Group	
	Half-year Ended	Half-year Ended
	30-Jun-19	30-Jun-18
	\$	\$
Loss attributable to:		
- members of the parent entity	(299,082)	(322,746)
- outside equity interests	-	(704)
	(299,082)	(323,450)
Total comprehensive loss attributable to:		
- members of the parent entity	(287,702)	(406,746)
- outside equity interests	-	(704)
	(287,702)	(407,450)
Earnings per share		
From continuing and discontinued operations:		
- Basic earnings per share (cents)	(0.07)	(0.12)
- Diluted earnings per share (cents)	(0.07)	(0.12)

SARAMANIS LIMITED AND CONTROLLED ENTITIES
A.C.N 603108925

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2019

		Consolidated Group	
	Note	As at 30-Jun 2019 \$	As at 31-Dec 2018 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	9	34,725	31,746
Trade and other receivables		21,490	60,536
Inventories		44,729	38,125
Biological Assets		321,617	273,563
Other Assets		17,734	14,930
TOTAL CURRENT ASSETS		440,295	418,900
NON-CURRENT ASSETS			
Property, plant and equipment	4	463,005	310,032
TOTAL NON-CURRENT ASSETS		463,005	310,032
TOTAL ASSETS		903,300	728,932
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	5	93,989	183,149
Loans and borrowings	6	1,452,255	789,524
Tax liabilities	7	430,724	680,193
TOTAL CURRENT LIABILITIES		1,976,968	1,652,866
NON-CURRENT LIABILITIES			
Borrowings	6	137,968	-
TOTAL NON-CURRENT LIABILITIES		137,968	-
TOTAL LIABILITIES		2,114,936	1,652,866
NET LIABILITIES		(1,211,636)	(923,934)
SHAREHOLDERS' DEFICIENCY			
Issued capital	8	2,451,029	2,451,029
Accumulated losses		(4,023,878)	(3,720,368)
Minority interest		-	(4,428)
Foreign currency translation reserve		361,213	349,833
TOTAL DEFICIENCY		(1,211,636)	(923,934)

SARAMANIS LIMITED AND CONTROLLED ENTITIES
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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE HALF-YEAR ENDED 30 JUNE 2019

	Ordinary Share Capital \$	Accumulated losses \$	Foreign Currency Translation Reserve \$	Minority Interest \$	Total \$
Balance at 1 January 2018	1,451,796	(2,860,169)	132,217	(3,220)	(1,279,376)
Comprehensive income					
Loss for the period	-	(322,746)	-	(704)	(323,450)
Foreign currency translation	-	-	(84,000)	-	(84,000)
Total comprehensive (loss)/income for the period	-	(322,746)	(84,000)	(704)	(407,450)
Balance at 30 June 2018	1,451,796	(3,182,915)	48,217	(3,924)	(1,686,826)
Balance at 1 January 2019	2,451,029	(3,720,368)	349,833	(4,428)	(923,934)
Comprehensive income					
Loss for the period	-	(298,762)	-	(320)	(299,082)
Foreign currency translation	-	-	11,380	-	11,380
Total comprehensive loss for the period	-	(298,762)	11,380	(320)	(287,702)
Transfer from acquisition of minority interest	-	(4,748)	-	4,748	-
Balance at 30 June 2019	2,451,029	(4,023,878)	361,213	-	(1,211,636)

SARAMANIS LIMITED AND CONTROLLED ENTITIES
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CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE HALF-YEAR ENDED 30 JUNE 2019

	Notes	Half-Year Ended 30 June 2019 \$	Half-Year Ended 30 June 2018 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from operating activities		63,060	47,248
Payments to suppliers and employees		(434,332)	(701,724)
Interest received		12	15,345
Interest paid		(900)	(516)
Income tax paid		(235,361)	(96,563)
Net cash used in operating activities		(607,521)	(736,210)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from property, plant and equipment		-	111,912
Payments for property, plant and equipment		(35,244)	(115,638)
Net cash used in investing activities		(35,244)	(3,726)
CASH FLOWS FROM FINANCING ACTIVITIES			
Net proceeds from related parties loan		635,327	566,821
Net proceeds / (repayment) from borrowings		16,082	(89,014)
Net cash provided by financing activities		651,409	477,807
NET INCREASE /(DECREASE) IN CASH HELD		8,644	(262,129)
Cash and cash equivalents at beginning of period		31,746	276,232
Effects of changes in exchange rates		(5,665)	114
Cash and cash equivalents at end of period	9	34,725	14,217

SARAMANIS LIMITED AND CONTROLLED ENTITIES

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Preparation

These general purpose interim financial statements for half-year reporting period ended 30 June 2019 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: *Interim Financial Reporting*. The Group is a for-profit entity for financial reporting purposes under Australian Accounting Standards.

This interim financial report is intended to provide users with an update on the annual financial statements of Saramanis Limited and its controlled entities (referred to as the “consolidated group” or “Group”). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Group for the year ended 31 December 2018, together with any public announcements made during the half-year.

These interim financial statements were authorised for issue on 13th September 2019.

b. Going Concern Basis of Accounting

The Group has incurred a loss after tax for the period of \$299,082 (30 June 2018: loss of \$323,450 loss). The Group has also incurred operating cash outflow of \$607,521 (30 June 2018: cash outflow of \$736,210). As at 30 June 2019 the Group has net current asset deficiency of \$1,536,073 (31 December 2018: deficiency of \$1,233,966). Saramanis Seedlings Sdn Bhd has experienced a increase in revenue compared to the 30 June 2018 half-year period as the new Group management have decided to pivot away from the rubber industry and focus on the pineapple industry, which requires at least one year gestation period and began selling suckers in this period . The Group also has \$430,724 (31 December 2018: \$680,193) in tax liabilities which have been successfully restructured into a repayment plan in January 2018.

The above matters give rise to material uncertainties that casts significant doubt over the Group’s ability to continue as a going concern.

The continuing viability of the Group and its ability to meet its debts and commitments as they fall due is dependent upon the Group being successful in all of the following areas:

- Management being successful in operating pineapple plantations and managing to generate positive cash flows from operational activities in future periods,
- Obtaining continued financial support from directors and shareholders and/or receiving funds from the issue of ordinary shares, and
- meeting the payment terms of the Malaysian tax debt.

Should the Group not achieve either or all of the above, this may impact the Group’s ability to continue as a going concern, and therefore the Group may not be able to realise its assets and extinguish its liabilities in the ordinary course of operations and at the amounts stated in the financial report.

Notwithstanding the above, the directors believe that the Group will be successful in the above matters as it has received a letter of ongoing financial support for its major shareholder and will therefore be in a position to realise its assets and settle its liabilities and commitments in the normal course of business and at the amounts stated in the financial report. Accordingly, the financial report has been prepared on a going concern basis.

SARAMANIS LIMITED AND CONTROLLED ENTITIES

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2019

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT.)

b. Going Concern Basis of Accounting (cont.)

In the event that the Group does not achieve the conditions stated by the Directors, the ability of the Company and therefore the Group to continue as a Going Concern may be impacted and therefore the Group may not be able to realise its assets and extinguish its liabilities in the ordinary course of operations and at the amounts stated in the financial report. No adjustments have been made to the recoverability and classification of recorded asset values and the amount and classification of liabilities that might be necessary should the Group and company not continue as going concerns.

c. Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements, except for the adoption of AASB16 Leases noted below

The Group has considered the implications of new or amended Accounting Standards, but determined that their application to the financial statements is either not relevant or not material.

AASB 16 Leases.

The Group has adopted AASB 16 which is effective for annual periods beginning on or after 1 January 2019. AASB 16 introduces a single lessee accounting model that eliminates the requirement for leases to be classified as operating or finance leases. The Group has adopted AASB 16 using the modified retrospective method of adoption.

The effect of the change in accounting policies was recognition of both lease liabilities and right-of-use-assets of \$185,307 and depreciation charged of \$22,319 on the right of use of assets and an interest expense (within finance cost) on the amortisation of the lease liability of \$14,650.

NOTE 2: DIVIDENDS

No dividends have been paid or declared during the period.

NOTE 3: PROVISION FOR IMPAIRMENT OF RECEIVABLES

During the half-year ended 30 June 2019, an impairment write back of \$10,613 was recognised compared to 30 June 2018 whereby \$127,659 impairment provision in relation to Risda Semain Dan Landskap (Risda) was recognised.

SARAMANIS LIMITED AND CONTROLLED ENTITIES
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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2019

NOTE 4: PROPERTY, PLANT AND EQUIPMENT

		30 June 2019	31 Dec 2018
		\$	\$
	Note		
Plant and equipment			
At cost		264,100	241,366
Accumulated depreciation		(145,062)	(130,080)
		<u>119,038</u>	<u>111,286</u>
 Motor Vehicles			
At cost		54,504	55,658
Accumulated depreciation		(51,877)	(52,594)
		<u>2,627</u>	<u>3,064</u>
 Office Equipment, furniture and fittings			
At cost		54,051	54,363
Accumulated depreciation		(20,075)	(17,681)
		<u>33,976</u>	<u>36,682</u>
 Leasehold improvements			
At cost		226,503	231,301
Accumulated depreciation		(82,127)	(72,301)
		<u>144,376</u>	<u>159,000</u>
 Right of use assets	1 (c)		
At cost		185,307	-
Accumulated depreciation		(22,319)	-
		<u>162,988</u>	<u>-</u>
 Total Property, Plant & Equipment		<u><u>463,005</u></u>	<u><u>310,032</u></u>

SARAMANIS LIMITED AND CONTROLLED ENTITIES

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2019

NOTE 5: TRADE AND OTHER PAYABLES

	30 June 2019	31 Dec 2018
	\$	\$
CURRENT		
Unsecured liabilities:		
Trade payables	15,247	76,923
Sundry payables and accrued expenses	78,742	106,226
	<u>93,989</u>	<u>183,149</u>

NOTE 6: LOANS AND BORROWINGS

		30 June 2019	31 Dec 2018
		\$	\$
CURRENT	Notes		
Loans from Directors – unsecured	(i)	62,795	63,522
Loan from shareholders – unsecured	(ii)	1,346,269	726,002
Finance lease liability over leased assets	(iii)	2,411	-
Lease Liability over right of use assets	1(c)	40,780	-
		<u>1,452,255</u>	<u>789,524</u>
NON CURRENT			
Finance lease liability over leased assets	(iii)	13,671	-
Lease liability over right of use assets	1(c)	124,297	-
		<u>137,968</u>	<u>-</u>

- (i) Loans from directors are unsecured, non-interest bearing and no fixed payments terms.
- (ii) This liability pertains to a loan from Wong Mei Kwan (shareholder), amounting to RM4,016,317 (AUD1,346,269) as at 30 June 2019. The liability is unsecured, non-interest bearing and no fixed payment terms.
- (iii) Finance lease liabilities are secured by the underlying leased assets.

NOTE 7: CURRENT TAX LIABILITIES

	30 June 2019	31 Dec 2018
	\$	\$
CURRENT		
Income tax liabilities	<u>430,724</u>	<u>680,193</u>

On 22 January 2018, the Group entered into a consent judgement with the Malaysian Tax Authorities to pay the income tax arising from the years of assessment of 2013 and 2014 over a period of 31 months from January 2018 until July 2020. In accordance with the repayment plan, a monthly instalment of RM100,000 is payable until 30 June 2020 with the last instalment of RM77,609 payable on 31 July 2020.

SARAMANIS LIMITED AND CONTROLLED ENTITIES

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2019

NOTE 7: CURRENT TAX LIABILITIES (CONTINUED)

On 29 August 2018, the Group entered into a consent judgement with the Malaysian Tax Authorities to pay the income tax arising from the year of assessment of 2015 over a period of 23 months from September 2018 until July 2020. In accordance with the repayment plan, a monthly instalment of RM10,000 is payable until 15 June 2020 with the last instalment of RM10,907.48 payable on 15 July 2020.

NOTE 8: ISSUED CAPITAL

	30 June 2019	31 Dec 2018
	No.	No.
Ordinary shares on issue		
Balance at beginning of the period	383,260,500	333,270,000
Issue of shares 24 Dec 2018	-	49,990,500
Balance at end of the period	383,260,500	383,260,500
	\$	\$
Balance at beginning of the period	2,451,029	1,451,796
Issue of shares on 24 Dec 2018 at \$0.019	-	949,991
Foreign exchange	-	49,242
Balance at end of the period	2,451,029	2,451,029

NOTE 9: CASH AND CASH EQUIVALENTS

Cash and cash equivalents in the statement of cash flows are made up as follows

	30 June 2019	31 Dec 2018
	\$	\$
Cash and cash equivalents	34,725	31,746

NOTE 10: CONTINGENT ASSETS AND LIABILITIES

There have been no changes to contingent assets and liabilities since the last annual reporting period.

SARAMANIS LIMITED AND CONTROLLED ENTITIES

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NOTES TO THE FINANCIAL STATEMENTS FOR THE HALF-YEAR ENDED 30 JUNE 2019

NOTE 11: EVENTS OCCURING AFTER BALANCE SHEET DATE

On 1 July 2019, the Company issued 42,706,000 fully paid ordinary share valued at \$726,002 in consideration for a loan issued in 2018 from an existing shareholder.

On 3 July 2019, a new 100% wholly owned subsidiary company of Saramanis Pacific Sdn Bhd was incorporated.

On 10 July 2019, a new 80% owned subsidiary company of Superior Sutera Sdn Bhd was incorporated.

No other matters have arisen since 30 June 2019 that have significantly affected the Group operations in future financial years, the result of those operations in future financial years or the Group state of affairs in future financial years.

NOTE 12: RELATED PARTY TRANSACTIONS

A related party shareholder loaned the Group \$620,267, increasing their total loan balance to \$1,346,269, in the half-year ended to 30 June 2019. The balance is interest free and unsecured. The transaction is on terms favourable to the Group.

NOTE 13: OPERATING SEGMENTS

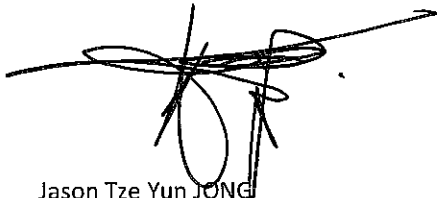
The Group has only one (1) reportable business segment, which is the pineapple plantation in Sarawak, Malaysia.

SARAMANIS LIMITED AND CONTROLLED ENTITIES
A.C.N 603108925

DIRECTOR'S DECLARATION

In accordance with a resolution of the directors of Saramanis Limited, the directors of the company declare that;

1. The financial statements and notes, as set out on pages 4 to 14, are in accordance with the *Corporations Act 2001*, including;
 - a. complying with Accounting Standard AASB 134: *Interim Financial Reporting*; and
 - b. giving a true and fair view of the consolidated entity's financial position as at 30 June 2019 and of its performance for the half-year ended on that date.
2. In the director's opinion there are reasonable grounds to believe that the company and consolidated entity will be able to pay their debts as and when they become due and payable.



Jason Tze Yun JONG
Director
Dated this 13th day of September 2019
Malaysia

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
SARAMANIS LIMITED**

Report on the Half-year Financial Report

Conclusion

We have reviewed the accompanying half-year financial report of Saramanis Limited and its controlled entities (the "Group"), which comprises the consolidated statement of financial position as at 30 June 2019, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, a description of significant accounting policies, other selected explanatory notes and the directors' declaration.

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

- (i) giving a true and fair view of the Group's financial position as at 30 June 2019 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

Material Uncertainty regarding Going Concern

Without modifying our conclusion, we draw attention to the following matter. As a result of the matters disclosed in Note 1b) "Going Concern basis of accounting" of the financial report, there are material uncertainties that cast significant doubt as to whether the Group can continue as a going concern and therefore whether it will realise its assets and extinguish its liabilities in the normal course of business and at amounts stated in the financial report. The ability of the Group to continue as a going concern is dependent upon the Group being successful in all of the following areas:

- a) management being successful in operating pineapple plantations in order to generate adequate sales to derive positive cash flows from operational activities in future periods,
- b) obtaining continued financial support from directors and shareholders and/or receiving funds from the issue of ordinary shares, and
- c) meeting the payment terms of the Malaysian tax debt.

Directors' Responsibility for the Half-Year Financial Report

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

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements *ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not presented fairly, in all material respects, in accordance with the *Corporations Act 2001*. As the auditor of Saramanis 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 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.


Walker Wayland NSW

Chartered Accountants



Wali Aziz

Partner

Dated this 13th day of September 2019
Sydney