

Cape Range Limited

ACN: 009 289 481

Half Year Financial Report for the Six Months
Ended 30 June 2017



CAPE RANGE LIMITED

Table of Contents

Corporate Information	1
Directors' Report	2
Statement of Profit or Loss and other Comprehensive Income	4
Statement of Financial Position	5
Statement of Changes in Equity	6
Statements of Cash Flows	7
Notes to the Financial Statements	8
Directors' Declaration	11
Independent Auditor's Review Report	12
Auditor's Independence Declaration	14

Corporate Information

ASX Code: CAG

Directors

Mr Wayne Johnson (Non-Executive Chairman)
Mr Michael Higginson (Non-Executive Director)
Mr John Georgiopoulos (Non-Executive Director)

Company Secretary

Mr Michael Higginson

Registered Office

29 Brookside Place
Lota Queensland 4179
Tel: (07) 3901 0751
Fax: (07) 3901 0751

Share Registrar

29 Brookside Place
Lota Queensland 4179
Tel: (07) 3901 0751
Fax: (07) 3901 0751

Principal Place of Business

29 Brookside Place
Lota Queensland 4179
Tel: (07) 3901 0751
Fax: (07) 3901 0751

Auditors

Hall Chadwick
Level 40
2 Park Street
Sydney NSW 2000
Tel: (02) 9263 2600
Fax: (02) 9263 2800

CAPE RANGE LIMITED

Directors' Report

The Directors submit their report on Cape Range Limited (the "Company" or "CAG") for the half year ended 30 June 2017.

In order to comply with the provisions of the Corporations Act 2001, the Directors' Report as follows:

Directors

The Directors of the Company at any time during or since the end of the financial period are set out below:

Mr Wayne Johnson (Non-Executive Chairman)
Mr Michael Higginson (Non-Executive Director)
Mr John Georgiopoulos (Non-Executive Director)
Mr Rui Yuan Ong (Non-Executive Director – appointed 2 February 2017 and resigned 14 July 2017)

Review and Results of Operations

The loss after tax for the half year ended 30 June 2017 attributable to the member of the Company was \$81,141 (30 June 2016: profit of \$1,116). The loss for the half year ended 30 June 2017 was mainly attributable to the review and evaluation of projects of interest to the Company.

On 2 February 2017, Mr Rui Yuan Ong was appointed as a Director.

On 22 June 2017 (as amended on 17 August 2017), the Company entered into a binding Heads of Agreement for the acquisition of 100% of the issued share capital of Biztrak Business Solutions Sdn Bhd (Biztrak). Biztrak is a Malaysian private company that is a leading provider of accounting and business intelligence software solutions.

Pursuant to the Heads of Agreement, Biztrak was to merge with Cape Range via the issue of 30,000,000 post 1 for 8 consolidation Cape Range shares and, subject to the attainment of pre-determined milestones, the issue of up to an additional 30,000,000 post consolidation Cape Range shares.

The Heads of Agreement is subject to a number of conditions precedent, including the raising of \$350,000 for the Company via the issue of convertible notes (this raising has now been completed), Cape Range shareholder approval (shareholder approval was received 13 September 2017), a 1 for 8 consolidation of share capital (implemented as at 13 September 2017) and Cape Range preparing a prospectus to raise a minimum of \$4,500,000 (lodged with ASIC on 30 August 2017).

On 28 April 2017, the Company entered into convertible note deeds for the raising of \$350,000 (\$100,000 of which was received during the year ended 31 December 2017 and the balance of \$250,000 was received during the half year). The convertible notes are non-redeemable, interest free and can only be converted to equity on the date that the Company is admitted to the official list of the ASX. The conversion price of the convertible notes is \$0.10 per post 1 for 8 consolidation share (ie 3,500,000 post 1 for 8 consolidation shares).

Subsequent Events

On 14 July 2017, Mr Rui Yuan Ong resigned as a Director.

On 13 September 2017 following the receipt of shareholder approval, the Company's share capital was consolidated on a 1 for 8 basis. As a result of the consolidation, the number of shares on issue reduced from 51,296,812 to 6,411,613.

On 13 September 2017, shareholders also approved the following:

- the acquisition of Biztrak via the issue of 30,000,000 post consolidation shares and, subject to the attainment of pre-determined milestones, the issue of up to an additional 30,000,000 post consolidation shares;
- the issue of 1,666,667 post consolidation shares to directors in lieu of fees;
- subject to the completion of the acquisition of Biztrak, the appointment of Mr Chin Hock Lim as a director;
- the adoption of a new Constitution; and
- the issue of 750,000 post consolidation incentive shares to each of Messrs RY Ong, W Johnson and M Higginson.

There has not been any other matter or circumstance, that has arisen since the end of the half year, that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial periods.

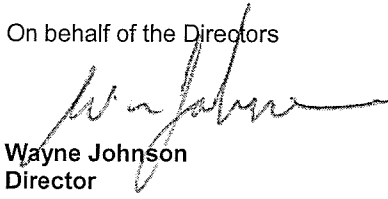
Auditor's Independence Declaration

The auditor's independence declaration for the half year ended 30 June 2017 has been received and can be found on page 14.

CAPE RANGE LIMITED

Signed in accordance with a resolution of the Board of Directors made pursuant to Section 306(3) of the Corporations Act 2001.

On behalf of the Directors



Wayne Johnson
Director

Date: 18th day of September 2017

CAPE RANGE LIMITED

Statement of Profit or Loss and other Comprehensive Income
For the Six Months Ended 30 June 2017

	30 June 2017	30 June 2016
	\$	\$
Continuing operations		
Other income	5	50,001
Debt forgiveness	10,800	-
Total other income		
ASIC fees	(1,176)	(3,481)
ASX fees	-	(1,300)
Share registry fees	(250)	(720)
Accounting & Audit fees	(6,133)	-
Consultants fees	(46,114)	(34,382)
Legal and professional fees	(23,424)	(6,482)
Occupancy expenses	(2,216)	(2,400)
Travel and accommodation fees	(12,453)	-
Interest expense	-	-
Share based payment expense	-	-
Other expenses	(180)	(120)
(Loss)/profit before income tax benefit	(81,141)	1,116
Income tax benefit	-	-
Net (loss)/profit for the period	(81,141)	1,116
Total comprehensive loss for the period attributable to the owners of the Company	(81,141)	1,116
Basic earnings (loss) per share	(0.0016)	0.00002
Diluted earnings (loss) per share	(0.0016)	0.00002

The above statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

CAPE RANGE LIMITED

Statement of Financial Position

As at 30 June 2017

	Notes	30 June 2017	31 December 2016
		\$	\$
Current Assets			
Cash and cash equivalents		211,177	52,803
Trade and other receivables		11,587	3,557
Total Current Assets		222,764	56,360
Total Assets			
		222,764	56,360
Current Liabilities			
Trade and other payables		430,324	432,779
Total Current Liabilities		430,324	432,779
Total Liabilities			
		430,324	432,779
Net Liabilities			
		(207,560)	(376,419)
Equity			
Equity	7	8,612,733	8,362,733
Reserves		-	-
Accumulated losses		(8,820,293)	(8,739,152)
Total Equity		(207,560)	(376,419)

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

CAPE RANGE LIMITED

Statement of Changes in Equity For the Six Months Ended 30 June 2017

	Issued Capital \$	Convertible Notes \$	Share- based Payment Reserve \$	Accumulated Losses \$	Total \$
Balance as at 1 January 2017	8,262,733	100,000	-	(8,739,152)	(376,419)
Net loss for the period	-	-	-	(81,141)	(81,141)
Proceeds from issue of convertible notes	-	250,000	-	-	250,000
Balance as at 30 June 2017	8,262,733	350,000	-	(8,820,293)	(207,560)
Balance as at 1 January 2016	8,262,733	-	48,090	(8,683,542)	(372,719)
Net profit for the period	-	-	-	1,116	1,116
Balance as at 30 June 2016	8,262,733	-	48,090	(8,682,426)	(371,603)

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

CAPE RANGE LIMITED

Statement of Cash Flows For the Six Months Ended 30 June 2017

		30 June 2017	30 June 2016
	Note	\$	\$
<i>Cash Flows From Operating Activities</i>			
Payments to suppliers and employees		(91,631)	(20,042)
Interest & other income received		5	50,001
Interest paid		-	-
<i>Net cash (used in) operating activities</i>	6	<u>(91,626)</u>	<u>29,959</u>
<i>Cash Flows From Investing Activities</i>		-	-
<i>Net cash (used in) investing activities</i>		<u>-</u>	<u>-</u>
<i>Cash Flows From Financing Activities</i>			
Proceeds from issue of convertible notes		250,000	-
<i>Net cash from financing activities</i>		<u>250,000</u>	<u>-</u>
<i>Net increase in cash and cash equivalents</i>		158,374	29,959
Cash and cash equivalents at beginning of period		52,803	683
Cash and cash equivalents at end of period		<u>211,177</u>	<u>30,642</u>

The above statement of cash flows should be read in conjunction with the accompanying note.

CAPE RANGE LIMITED
Notes to the Financial Statements
For the Six Months Ended 30 June 2017

1. Reporting Entity

Cape Range Limited is a company limited by shares incorporated in Australia. The Company's registered office is 29 Brookside Place, Lota, Queensland 4179.

2. Statement of Compliance

The half-year financial report is a general purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 134 *Interim Financial Reporting*. The half-year financial report does not include notes of the type normally included in an annual financial report and shall be read in conjunction with the most recent annual financial report and considered together with any public announcements made by Cape Range Limited during the half year ended 30 June 2017.

3. Basis of Preparation

The financial statements have been prepared on the basis of historical cost. Cost is based on the fair values of the consideration given in exchange for assets. All amounts are presented in Australian dollars, unless otherwise noted.

The half-year financial report does not include all the types of notes normally included within the annual financial report and therefore cannot be expected to provide as full understanding of the financial position, financial performance and financing and investing activities of the Company as the year-end financial report. The accounting policies and methods of computation adopted in the preparation of the half-year financial report are consistent with those adopted and disclosed in the Company's 2016 annual financial report for the financial year ended 31 December 2016 and the previous corresponding half-year period. These accounting policies are consistent with Australian Accounting Standards and with International Financial Reporting Standards.

New and Revised Accounting Requirements Applicable to the Current Half-year Reporting Period

In the current half year Cape Range Ltd has adopted all of the new and revised Standards and Interpretations issued by the Australian Accounting Standards Board that are relevant to its operations and effective for the current reporting period. The adoption of these new and revised Standards and Interpretations has not resulted in a significant or material change to the entity's accounting policies.

4. Going Concern

The half year financial report has been prepared on a going concern basis, which contemplates continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business. The Company incurred an operating loss after tax of \$81,141 for the period and had negative net assets of \$207,560 as at 30 June 2017 (31 December 2016 \$376,419). At 30 June 2017 the Company had \$211,177 in cash.

With the Company's current cash reserves, its ability to continue paying its debts as and when they fall due is dependent upon it continuing to secure additional debt/equity funding and the ultimate establishment of profitable operations. The Directors have provided ongoing support to the Company through the reduction and deferral of the payment of fees and expenses.

As set out in the Directors' Report the Company has entered into a conditional Heads of Agreement for the acquisition of Biztrak Business Solutions Sdn Bhd (Biztrak) and is planning to secure additional funding and have its securities listed on the ASX following completion of the acquisition of Biztrak. If the acquisition of Biztrak and ASX listing of the Company's securities is not successful, then there is significant uncertainty whether the Company can continue as a going concern and, therefore, whether it will be able to realise its assets and extinguish its liabilities in the normal course of business and at the amounts recognised in the financial report. In the event that the Company is unable to continue as a going concern, it may be required to realise all assets at amounts different from that recorded in the statement of financial position, settle liabilities other than in the ordinary course of business and make provision for other costs which may arise as a result of cessation or curtailment of normal business procedures.

5. Loss for the Period

All significant revenue and expense items for the period are disclosed on the face of the Statement of Profit or Loss and Other Comprehensive Income.

CAPE RANGE LIMITED

Notes to the Financial Statements

For the Six Months Ended 30 June 2017

6. Reconciliation of operating loss after income tax to net cash (outflow) from operating activities

	30 June 2017	30 June 2016
	\$	\$
(Loss)/profit for the half-year	(81,141)	1,116
<i>Change in operating assets and liabilities</i>		
Decrease / (increase) in trade and other receivables	(8,030)	20,988
(Decrease) / increase in trade and other payables	(2,455)	7,855
Cash inflow/(outflow) from operating activities	(91,626)	29,959

7. Share Capital

	30 June 2017	30 June 2017	31 Dec 2016	31 Dec 2016
	No.	\$	No.	\$
(a) Ordinary Shares				
Fully paid ordinary shares	51,296,812	8,612,733	51,296,812	8,362,733

30 June 2015

	No.	\$
Issue of ordinary shares during the period		
Balance as at 1 January 2017	51,296,812	8,362,733
New shares issued	-	-
Capital raising costs	-	-
Issued capital as at 30 June 2017	51,296,812	8,262,733

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds of winding up of the Company in proportion to the number and amounts paid on the shares held. On show of hands every shareholder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

(b) Convertible Notes

During the year ended 31 December 2016, the Company received an initial \$100,000 and during the half year received a further \$250,000, being payment in relation to the raising of \$350,000 in convertible notes. The convertible notes are non-redeemable, bear no interest and are converted to ordinary shares on the date that the Company is admitted to the official list of the ASX. The conversion price of the convertible notes will be \$0.10 per post 1 for 8 consolidation share (ie 3,500,000 post 1 for 8 consolidation shares). Convertible note deeds for the raising of \$350,000 were entered into on 28 April 2017.

Balance as at 1 January 2017	100,000	-
Convertible notes issued	250,000	-
Balance as at 30 June 2017	350,000	-

8. Options

As at 30 June 2017, zero (2016: 3,000,000) options were on issue.

On 30 November 2016, 3,000,000 options over unissued ordinary shares each exercisable at \$0.20 lapsed.

CAPE RANGE LIMITED

Notes to the Financial Statements

For the Six Months Ended 30 June 2017

9. Segment Information

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the Company that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance. The adoption of AASB 8 has not resulted in any changes to the segments that are disclosed in the annual financial statements, as the segments are consistent with the internal management reporting information that is regularly reviewed by the chief operating decision maker.

The Company engaged in one business activity, being project evaluation and search, and its results are analysed as a whole by the chief operating decision maker. Consequently revenues, losses and net assets for the operating segment are the amounts reflected in the half year report.

10. Subsequent Events

On 14 July 2017, Mr Rui Yuan Ong resigned as a Director of the Company.

On 13 September 2017 following the receipt of shareholder approval, the Company's share capital was consolidated on a 1 for 8 basis. As a result of the consolidation, the number of shares on issue reduced from 51,296,812 to 6,411,613.

On 13 September 2017, shareholders also approved the following:

- the acquisition of Biztrak via the issue of 30,000,000 post consolidation shares and, subject to the attainment of pre-determined milestones, the issue of up to an additional 30,000,000 post consolidation shares;
- the issue of 1,666,667 post consolidation shares to directors in lieu of fees;
- subject to the completion of the acquisition of Biztrak, the appointment of Mr Chin Hock Lim as a director;
- the adoption of a new Constitution; and
- the issue of 750,000 post consolidation incentive shares to each of Messrs RY Ong, W Johnson and M Higginson.

There has not been any other matter or circumstance, that has arisen since the end of the half year, that has significantly affected, or may significantly affect, the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial periods.

CAPE RANGE LIMITED

Directors' Declaration

In the Directors' opinion:

- a. the financial statements and notes set out on pages 4 to 10 are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the Company's financial position as at 30 June 2017 and of its performance, as represented by the results of its operations, changes in equity and its cash flows, for the six months ended on that date; and
 - (ii) complying with Accounting Standards AASB 134 *Interim Financial Reporting*.
- b. there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration has been made after receiving the declarations required to be made to the Directors in accordance with Section 295A of the Corporations Act 2001 for the financial period ended 30 June 2017

On behalf of the Board



Wayne Johnson
Director

Date: 18th day of September 2017



CAPE RANGE LIMITED
ABN 43 009 289 481

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
CAPE RANGE LIMITED

SYDNEY
Level 40
2 Park Street
Sydney NSW 2000
Australia

GPO Box 3655
Sydney NSW 2001

Ph: (612) 9263 2600
Fk: (612) 9263 2800

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Cape Range Limited, which comprises the statement of financial position as at 30 June 2017, the statement of profit or loss and other comprehensive income, statement of changes in equity, and statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of Cape Range Limited are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including Australian Accounting Interpretations) and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard 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 in accordance with the *Corporations Act 2001* including: giving a true and fair view of Cape Range Limited's financial position as at 30 June 2017 and its performance for the half-year ended on that date, and complying with Accounting Standard AASB 134: Interim Financial Reporting and the *Corporations Regulations 2001*. As the auditor of Cape Range 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 *Corporations Act 2001*.

A Member of PricewaterhouseCoopers
An Association of Independent
Accounting Firms

 PrimeGlobal

CAPE RANGE LIMITED
ABN 43 009 289 481

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF
CAPE RANGE LIMITED

Conclusion

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 Cape Range Limited is not in accordance with the Corporations Act 2001 including:

- (i) giving a true and fair view of Cape Range Limited's financial position as at 30 June 2017 and of its performance for the half-year ended on that date; and
- (ii) complying with AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.

Material Uncertainty Related to Going Concern

We draw attention to Note 4 in the financial report, which indicates that the Company incurred a net loss after tax of \$81,141 during the half year ended 30 June 2017 and as at that date the Company's current liabilities exceeded its current assets by \$207,560. As stated in Note 4, these events or conditions along with other matters as set forth in Note 4, indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our conclusion is not modified in respect of this matter.

Nat Chadwick

HALL CHADWICK
Level 40, 2 Park Street
Sydney NSW 2000

G Webb

Graham Webb
Partner
Dated: 18 September 2017

CAPE RANGE LIMITED
ABN 43 009 289 481

AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE
DIRECTORS OF CAPE RANGE LIMITED

SYDNEY
Level 40
2 Park Street
Sydney NSW 2000
Australia

GPO Box 3555
Sydney NSW 2001

Tel: (612) 9263 2600
Fax: (612) 9263 3500

I declare that, to the best of my knowledge and belief, during the half year ended 30 June 2017 there have been:

- (a) the auditor independence requirements as set out in the Corporations Act 2001 in relation to the review; and
- (b) any applicable cost of professional conduct in relation to the review.

Nell Chadwick

HALL CHADWICK
Level 40, 2 Park Street
Sydney NSW 2000

Graham Webb

Graham Webb
Partner
Dated: 18 September 2017

A Member of PrimeGlobal
An Association of Independent
Accounting Firms

 PrimeGlobal