



# **Fitzroy River Corporation Ltd**

**ABN 75 075 760 655**

## **Half-year Financial Report - 31 December 2020**

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**Registered Office: Suite 6.02, Level 6, 28 O'Connell Street Sydney NSW 2000**

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**Fitzroy River Corporation Ltd**  
**Directors' report**  
**31 December 2020**

The Directors present their report, together with the financial statements, on the Consolidated Entity (referred to hereafter as the '**Consolidated Entity**') consisting of Fitzroy River Corporation Limited (referred to hereafter as the '**Company**' or '**Parent Entity**') and the entities it controlled at the end of, or during, the half-year ended 31 December 2020.

**Directors**

The following persons were directors of Fitzroy River Corporation Limited during the whole of the financial half-year and up to the date of this report:

Mr Malcolm McComas – Independent Non-Executive Chairman  
Ms Susan Thomas – Non-Executive Director  
Mr Justin Clyne - Non-Executive Director and Company Secretary

**Principal activities**

The principal activities of the Consolidated Entity are as an oil and gas and mineral investment holding company with a focus on non-operational assets such as royalties, free carried interests and equity investments. The Consolidated Entity's focus is a number of areas including but not limited to:

- The Canning Superbasin in Western Australia;
- Bass Strait through the 1% interest in the Weeks Royalty;
- The Gulf of Mexico through the company's investment in ASX listed Byron Energy Limited (ASX:BYE);
- A right to a royalty or payment on decision to mine (at the election of Federation Mining) in respect of the Blackwater Gold Project in New Zealand;
- A right to a royalty over the Bowden's Silver Mine in NSW held by ASX listed Silver Mines Limited (ASX: SVL); and
- The UK North Sea through its investment in the unlisted private Australian entity, Spark Exploration Pty Ltd.

The Consolidated Entity's activities are generally passive in nature and its royalty income is dependent on the activities and quantum of oil sales by third parties and the receipt of dividends, if any, from its investments.

**Review of operations**

The profit for the Consolidated Entity after providing for income tax amounted to \$386,000 (31 December 2019: loss of \$2,673,000).

During the financial half-year period, the Company's activities were more passive in nature than prior periods following an active 2020 financial year in which the Company completed its acquisition of Royalco Resources Limited (**Royalco**) and its second on-market share buy-back. Given the significance of COVID-19 related events across Calendar Year 2020 (**CY2020**) and the impact on oil sales and receipts, the Board's focus was on the sustained reduction of administrative overheads and in undertaking a detailed review of all Royalties acquired through the acquisition of Royalco.

**Significant changes in the state of affairs**

There were no significant changes in the state of affairs of the Consolidated Entity during the financial half-year.

**Matters subsequent to the end of the financial half-year**

The impact of the COVID-19 pandemic is ongoing it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by governments such as requiring social distancing, quarantine, travel restrictions and economic stimulus that may be provided.

No other matter or circumstance has arisen since 31 December 2020 that has significantly affected, or may significantly affect the Consolidated Entity's operations, the results of those operations, or the Consolidated Entity's state of affairs in future financial years.

**Fitzroy River Corporation Ltd**  
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**Rounding of amounts**

The Company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

**Auditor's independence declaration**

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out immediately after this Directors' report.

This report is made in accordance with a resolution of Directors, pursuant to section 306(3)(a) of the *Corporations Act 2001*.

On behalf of the Directors



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Malcolm McComas  
Director

5 February 2021  
Sydney

**RSM Australia Partners**

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**AUDITOR'S INDEPENDENCE DECLARATION**

As lead auditor for the review of the financial report of Fitzroy River Corporation Ltd for the half year ended 31 December 2020, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

A handwritten signature in black ink, appearing to be "RSM".

**RSM AUSTRALIA PARTNERS**

A handwritten signature in black ink, appearing to be "RJM".

**R J MORILLO MALDONADO**

Partner

Dated: 5 February 2021  
Melbourne, Victoria

## **Fitzroy River Corporation Ltd**

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**31 December 2020**

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### **General information**

The financial statements cover Fitzroy River Corporation Limited and its controlled entities for the half year ended 31 December 2020. The financial statements are presented in Australian dollars, which is Fitzroy's functional and presentation currency.

Fitzroy is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Suite 6.02, Level 6  
28 O'Connell Street  
Sydney NSW 2000

A description of the nature of the Consolidated Entity's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of Directors, on 5 February 2021.

**Fitzroy River Corporation Ltd**  
**Consolidated statement of profit or loss and other comprehensive income**  
**For the half-year ended 31 December 2020**

|   | Note | Consolidated<br>Dec 2020<br>\$'000 | Dec 2019<br>\$'000 |
|---|------|------------------------------------|--------------------|
| Royalty income  |      | 326                                | 144                |
| Other income  | 4    | 498                                | -                  |
| Interest revenue calculated using the effective interest method   |      | 1                                  | 11                 |
| <b>Expenses</b>   |      |                                    |                    |
| Professional and consultancy fees   |      | (68)                               | (148)              |
| Director and company secretarial fees   |      | (90)                               | (90)               |
| Impairment of investment in associate   |      | -                                  | (17)               |
| Impairment of intangible assets   |      | -                                  | (2,284)            |
| Fair value loss on warrants over unlisted equity securities   |      | (47)                               | (6)                |
| Share of net loss from associate accounted for using the equity method  |      | -                                  | (64)               |
| Amortisation of royalty rights  |      | (148)                              | (12)               |
| Other expenses  |      | (60)                               | (91)               |
| Finance costs   |      | (140)                              | (116)              |
| <b>Profit/(loss) before income tax benefit</b>  |      | <b>272</b>                         | <b>(2,673)</b>     |
| Income tax benefit  |      | 114                                | -                  |
| <b>Profit/(loss) after income tax benefit for the half-year attributable to the owners of Fitzroy River Corporation Ltd</b> |      | <b>386</b>                         | <b>(2,673)</b>     |
| <b>Other comprehensive income</b>   |      |                                    |                    |
| <i>Items that will not be reclassified subsequently to profit or loss</i>   |      |                                    |                    |
| Gain / (loss) on the revaluation of financial assets at fair value through other comprehensive income, net of tax           |      | 266                                | 302                |
| Other comprehensive income for the half-year, net of tax  |      | 266                                | 302                |
| <b>Total comprehensive income / (loss) for the half-year attributable to the owners of Fitzroy River Corporation Ltd</b>    |      | <b>652</b>                         | <b>(2,371)</b>     |
|   |      | <b>Cents</b>                       | <b>Cents</b>       |
| Basic earnings / (loss) per share   | 10   | 0.45                               | (3.09)             |
| Diluted earnings / (loss) per share   | 10   | 0.45                               | (3.09)             |

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

**Fitzroy River Corporation Ltd**  
**Consolidated statement of financial position**  
**As at 31 December 2020**

|   | Note | Consolidated<br>Dec 2020<br>\$'000 | Consolidated<br>Jun 2020<br>\$'000 |
|---|------|------------------------------------|------------------------------------|
| <b>Assets</b>   |      |                                    |                                    |
| <b>Current assets</b>   |      |                                    |                                    |
| Cash and cash equivalents   |      | 224                                | 624                                |
| Trade and other receivables                                       |      | 240                                | 181                                |
| Other   |      | 14                                 | 30                                 |
| Total current assets  |      | <u>478</u>                         | <u>835</u>                         |
| <b>Non-current assets</b>   |      |                                    |                                    |
| Financial assets at fair value through other comprehensive income | 5    | 3,139                              | 3,038                              |
| Derivative financial instruments                                  |      | 8                                  | 55                                 |
| Intangibles   |      | 3,668                              | 3,816                              |
| Total non-current assets  |      | <u>6,815</u>                       | <u>6,909</u>                       |
| <b>Total assets</b>   |      | <u>7,293</u>                       | <u>7,744</u>                       |
| <b>Liabilities</b>  |      |                                    |                                    |
| <b>Current liabilities</b>  |      |                                    |                                    |
| Trade and other payables  |      | 65                                 | 92                                 |
| Borrowings  | 6    | 2,500                              | -                                  |
| Other   |      | 42                                 | 118                                |
| Total current liabilities   |      | <u>2,607</u>                       | <u>210</u>                         |
| <b>Non-current liabilities</b>                                    |      |                                    |                                    |
| Borrowings  | 6    | -                                  | 3,500                              |
| Total non-current liabilities                                     |      | <u>-</u>                           | <u>3,500</u>                       |
| <b>Total liabilities</b>  |      | <u>2,607</u>                       | <u>3,710</u>                       |
| <b>Net assets</b>   |      | <u>4,686</u>                       | <u>4,034</u>                       |
| <b>Equity</b>   |      |                                    |                                    |
| Issued capital  |      | 41,378                             | 41,378                             |
| Reserves  |      | 738                                | 472                                |
| Accumulated losses  |      | <u>(37,430)</u>                    | <u>(37,816)</u>                    |
| <b>Total equity</b>   |      | <u>4,686</u>                       | <u>4,034</u>                       |

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

**Fitzroy River Corporation Ltd**  
**Consolidated statement of changes in equity**  
**For the half-year ended 31 December 2020**

| <b>Consolidated</b>  | <b>Issued capital<br/>\$'000</b> | <b>Reserves<br/>\$'000</b> | <b>Accumulated losses<br/>\$'000</b> | <b>Total equity<br/>\$'000</b> |
|--|----------------------------------|----------------------------|--------------------------------------|--------------------------------|
| Balance at 1 July 2019                                       | 41,413                           | 2,414                      | (31,986)                             | 11,841                         |
| Loss after income tax expense for the half-year              | -                                | -                          | (2,673)                              | (2,673)                        |
| Other comprehensive income for the half-year, net of tax     | -                                | 302                        | -                                    | 302                            |
| Total comprehensive income / (loss) for the half-year        | -                                | 302                        | (2,673)                              | (2,371)                        |
| <i>Transactions with owners in their capacity as owners:</i> |                                  |                            |                                      |                                |
| Share buy backs  | (35)                             | -                          | -                                    | (35)                           |
| Balance at 31 December 2019                                  | <u>41,378</u>                    | <u>2,716</u>               | <u>(34,659)</u>                      | <u>9,435</u>                   |
| <b>Consolidated</b>  | <b>Issued capital<br/>\$'000</b> | <b>Reserves<br/>\$'000</b> | <b>Accumulated losses<br/>\$'000</b> | <b>Total equity<br/>\$'000</b> |
| Balance at 1 July 2020                                       | 41,378                           | 472                        | (37,816)                             | 4,034                          |
| Profit after income tax benefit for the half-year            | -                                | -                          | 386                                  | 386                            |
| Other comprehensive income for the half-year, net of tax     | -                                | 266                        | -                                    | 266                            |
| Total comprehensive income for the half-year                 | -                                | 266                        | 386                                  | 652                            |
| Balance at 31 December 2020                                  | <u>41,378</u>                    | <u>738</u>                 | <u>(37,430)</u>                      | <u>4,686</u>                   |

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

**Fitzroy River Corporation Ltd**  
**Consolidated statement of cash flows**  
**For the half-year ended 31 December 2020**

| Note   | Consolidated<br>Dec 2020<br>\$'000 | Dec 2019<br>\$'000 |
|--|------------------------------------|--------------------|
| <b>Cash flows from operating activities</b>                                    |                                    |                    |
| Payments to suppliers and employees (inclusive of GST)                         | (218)                              | (284)              |
| Dividends, interest and royalties received                                     | 307                                | 130                |
|  | <hr/>                              | <hr/>              |
| Interest received  | 89                                 | (154)              |
| Interest and other finance costs paid  | 1                                  | 11                 |
|  | <hr/>                              | <hr/>              |
| Net cash used in operating activities  | (148)                              | (100)              |
|  | <hr/>                              | <hr/>              |
| Net cash used in operating activities  | (58)                               | (243)              |
| <b>Cash flows from investing activities</b>                                    |                                    |                    |
| Cash acquired from purchase from Royalco Resources Limited                     | -                                  | 2,394              |
| Payment of deferred consideration for acquisition of Royalco Resources Limited | (76)                               | -                  |
| Proceeds from disposal of investments  | 734                                | -                  |
|  | <hr/>                              | <hr/>              |
| Net cash from investing activities   | 658                                | 2,394              |
| <b>Cash flows from financing activities</b>                                    |                                    |                    |
| Proceeds from borrowings   | -                                  | 5,000              |
| Payments for share buy-backs   | -                                  | (47)               |
| Repayment of borrowings  | (1,000)                            | -                  |
|  | <hr/>                              | <hr/>              |
| Net cash from/(used in) financing activities                                   | (1,000)                            | 4,953              |
|  | <hr/>                              | <hr/>              |
| Net increase/(decrease) in cash and cash equivalents                           | (400)                              | 7,104              |
| Cash and cash equivalents at the beginning of the financial half-year          | 624                                | 1,251              |
|  | <hr/>                              | <hr/>              |
| Cash and cash equivalents at the end of the financial half-year                | 224                                | 8,355              |
|  | <hr/> <hr/>                        | <hr/> <hr/>        |

*The above consolidated statement of cash flows should be read in conjunction with the accompanying notes*

**Fitzroy River Corporation Ltd**  
**Notes to the consolidated financial statements**  
**31 December 2020**

**Note 1. Significant accounting policies**

These general purpose financial statements for the interim half-year reporting period ended 31 December 2020 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the *Corporations Act 2001*, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2020 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

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

**Going Concern**

The financial report has been prepared on the going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business.

As at 31 December 2020, the Consolidated Entity's current liabilities exceeded its current assets by \$2,129,000 and the Consolidated Entity had net cash outflows from operating activities amounting to \$58,000 for the half-year ended 31 December 2020.

The Directors have reviewed the cash flow forecast for the next 12 months from the date of signing this financial report and assessed it is reasonably foreseeable that the Consolidated Entity will continue as a going concern. The Directors' assessment considered the fact that the negative current asset position of the entity is primarily due to the borrowings of \$2,500,000 repayable in November 2021, which the Directors are confident can be funded by a number of methods either alone or in combination, including:

- refinancing the existing debt facility;
- realising some or all of its listed financial assets, whose current market value at the date of signing this financial report amounted to \$2,254,000; and
- raising capital in the coming months.

Accordingly, the Directors believe that the Consolidated Entity will be able to continue as a going concern and that it is appropriate to adopt the going concern basis in the preparation of the financial report.

**New or amended Accounting Standards and Interpretations adopted**

The Consolidated Entity has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**Note 2. Impact of COVID 19 pandemic**

The global economy has continued to be affected by the global COVID-19 pandemic during the current-financial half-year. Many countries have required entities to limit or suspend business operations and have also implemented travel restrictions and quarantine measures. Monetary and fiscal stimulus packages have also been introduced in some countries. As the COVID-19 outbreak continues to evolve, the estimated financial impact cannot be fully determined at this time. The impact which COVID 19 has had on the Consolidated Entity is set out below.

The pandemic has had a significant impact on oil and gas commodity prices which have had a significant impact on the Consolidated Entity's financial performance during the current year. In the prior financial year the Consolidated Entity recognised a significant impairment in relation to its intangible assets, revaluation losses through other comprehensive income in relation to its financial assets and a fair value loss to derivative financial instruments.

**Fitzroy River Corporation Ltd**  
**Notes to the consolidated financial statements**  
**31 December 2020**

**Note 2. Impact of COVID 19 pandemic (continued)**

During the current financial half-year the Consolidated Entity's royalty income has stabilised but is still well below pre-COVID levels. The Board have reviewed the carrying values of all intangibles, financial assets and derivative financial instruments. There have been no further impairments, revaluation losses or financial losses incurred that can be attributed to the pandemic.

The impact of COVID-19 on the Consolidated Entity's corporate operations has not been material due to their scale and nature of operations. The Consolidated Entity has not received any government support of stimulus.

**Note 3. Operating segments**

*Identification of reportable operating segments*

The Consolidated Entity is organised into one operating segment: management of resources based royalties and investments. This operating segment is based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers (CODM) in assessing performance and in determining the allocation of resources.

**Note 4. Other income**

|   | <b>Consolidated</b> |                 |
|---|---------------------|-----------------|
|   | <b>Dec 2020</b>     | <b>Dec 2019</b> |
|   | <b>\$'000</b>       | <b>\$'000</b>   |
| Gain on receipt of shares for nil consideration | 498                 | -               |
|   | <u>498</u>          | <u>-</u>        |

During the current financial half year the company received a further 3,354,472 fully paid ordinary shares for nil consideration in the unlisted company, Spark Exploration Pty Ltd . This was done as a two for one share issue to non-founder investors and saw the company's investment stake in Spark Exploration Pty Ltd increased from 1.43% to 3.09%. The resultant increase in value has been recognised in other income. Refer to note 5.

**Note 5. Financial assets at fair value through other comprehensive income**

|  | <b>Consolidated</b> |                 |
|--|---------------------|-----------------|
|  | <b>Dec 2020</b>     | <b>Jun 2020</b> |
|  | <b>\$'000</b>       | <b>\$'000</b>   |
| <i>Non-current assets</i>                  |                     |                 |
| Listed equity securities - at fair value   | 2,423               | 2,666           |
| Unlisted equity securities - at fair value | 716                 | 372             |
|  | <u>3,139</u>        | <u>3,038</u>    |

Refer to note 8 for further information on fair value measurement.

As stated in note 4, during the current financial half year the company received a further 3,354,472 fully paid ordinary shares for nil consideration in the unlisted company, Spark Exploration Pty Ltd.

Reconciliation of the fair values at the beginning and end of the current financial half-year is set out below:

**Fitzroy River Corporation Ltd**  
**Notes to the consolidated financial statements**  
**31 December 2020**

**Note 5. Financial assets at fair value through other comprehensive income (continued)**

|  | Listed<br>investments | Unlisted<br>investment | Total        |
|--|-----------------------|------------------------|--------------|
| Opening balance  |                       |                        |              |
| Shares received for nil consideration                            | 2,666                 | 372                    | 3,038        |
| Disposals  | (777)                 | -                      | (777)        |
| Revaluations recognised through other comprehensive income       | 534                   | (154)                  | 380          |
| Shares received for nil consideration recognised as other income | -                     | 498                    | 498          |
|  | <u>2,423</u>          | <u>716</u>             | <u>3,139</u> |

**Note 6. Borrowings**

|                                | Consolidated       |                    |
|--------------------------------|--------------------|--------------------|
|                                | Dec 2020<br>\$'000 | Jun 2020<br>\$'000 |
| <i>Current liabilities</i>     |                    |                    |
| Borrowings payable             | <u>2,500</u>       | <u>-</u>           |
| <i>Non-current liabilities</i> |                    |                    |
| Borrowings payable             | <u>-</u>           | <u>3,500</u>       |

Interest is payable monthly at 10% per annum and the loan terminates on 14 November 2021. The loan has been recognised as a current liability in the current financial half-year.

*Assets pledged as security*

A security interest has been registered over all the Consolidated Entity's present and after-acquired property.

**Note 7. Dividends**

There were no dividends paid, recommended or declared during the current or previous financial half-year.

**Note 8. Fair value measurement**

*Fair value hierarchy*

The following tables detail the Consolidated Entity's assets and liabilities, measured or disclosed at fair value at the end of each reporting period, using a three level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

| Consolidated - Dec 2020                    | Level 1<br>\$'000 | Level 2<br>\$'000 | Level 3<br>\$'000 | Total<br>\$'000 |
|--|-------------------|-------------------|-------------------|-----------------|
| <i>Assets</i>                              |                   |                   |                   |                 |
| Listed equity securities - at fair value   | 2,423             | -                 | -                 | 2,423           |
| Unlisted equity securities - at fair value | -                 | -                 | 716               | 716             |
| Warrants over unlisted equity securities   | -                 | -                 | 8                 | 8               |
| Total assets                               | <u>2,423</u>      | <u>-</u>          | <u>724</u>        | <u>3,147</u>    |

**Fitzroy River Corporation Ltd**  
**Notes to the consolidated financial statements**  
**31 December 2020**

**Note 8. Fair value measurement (continued)**

| <b>Consolidated - Jun 2020</b>             | Level 1<br>\$'000 | Level 2<br>\$'000 | Level 3<br>\$'000 | Total<br>\$'000 |
|--|-------------------|-------------------|-------------------|-----------------|
| <i>Assets</i>                              |                   |                   |                   |                 |
| Listed equity securities - at fair value   | 2,666             | -                 | -                 | 2,666           |
| Unlisted equity securities - at fair value | -                 | -                 | 372               | 372             |
| Warrants over unlisted equity securities   | -                 | -                 | 55                | 55              |
| <b>Total assets</b>                        | <u>2,666</u>      | <u>-</u>          | <u>427</u>        | <u>3,093</u>    |

There were no transfers between levels during the financial half-year.

The carrying amounts of trade and other receivables and other payables are assumed to approximate their fair values due to their short term nature.

**Note 9. Events after the reporting period**

The impact of the COVID-19 pandemic is ongoing it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation is rapidly developing and is dependent on measures imposed by governments such as requiring social distancing, quarantine, travel restrictions and economic stimulus that may be provided.

No other matter or circumstance has arisen since 31 December 2020 that has significantly affected, or may significantly affect the Consolidated Entity's operations, the results of those operations, or the Consolidated Entity's state of affairs in future financial years.

**Note 10. Earnings /(loss) per share**

|  | <b>Consolidated</b> | <b>Consolidated</b> |
|--|---------------------|---------------------|
|  | <b>Dec 2020</b>     | <b>Dec 2019</b>     |
|  | <b>\$'000</b>       | <b>\$'000</b>       |
| Profit/(loss) after income tax attributable to the owners of Fitzroy River Corporation Ltd | <u>386</u>          | <u>(2,673)</u>      |
|  | <b>Number</b>       | <b>Number</b>       |
| Weighted average number of ordinary shares used in calculating basic earnings per share    | <u>86,363,401</u>   | <u>86,389,653</u>   |
| Weighted average number of ordinary shares used in calculating diluted earnings per share  | <u>86,363,401</u>   | <u>86,389,653</u>   |
|  | <b>Cents</b>        | <b>Cents</b>        |
| Basic earnings / (loss) per share  | 0.45                | (3.09)              |
| Diluted earnings / (loss) per share  | 0.45                | (3.09)              |

**Fitzroy River Corporation Ltd**  
**Directors' declaration**  
**31 December 2020**

In the Directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Consolidated Entity's financial position as at 31 December 2020 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of Directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the Directors



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Malcolm McComas  
Director

5 February 2021  
Sydney

**INDEPENDENT AUDITOR'S REVIEW REPORT**  
**TO THE MEMBERS OF**  
**FITZROY RIVER CORPORATION LTD**

**Report on the Half-Year Financial Report**

We have reviewed the accompanying half-year financial report of Fitzroy River Corporation Ltd, which comprises the consolidated statement of financial position as at 31 December 2020, the consolidated statement of profit or loss and other comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the half-year end or from time to time during the half-year.

*Directors' Responsibility for the Half-Year Financial Report*

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards 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* (ASRE 2410), 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 the consolidated entity's financial position as at 31 December 2020 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 Fitzroy River Corporation Ltd, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### *Independence*

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of Fitzroy River Corporation Ltd, would be in the same terms if given to the directors as at the time of this auditor's report.

### *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 Fitzroy River Corporation Ltd is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2020 and of its performance for the half-year then ended; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.



### **RSM AUSTRALIA PARTNERS**



**R J MORILLO MALDONADO**  
Partner

Dated: 5 February 2021  
Melbourne, Victoria