

APPENDIX 4D

| | |
|---|----------------------------------|
| Name of Entity: | Love Group Global Ltd (ASX:LVE) |
| ABN: | 82 009 027 178 |
| Current Financial Period Ended: | Half-Year ended 31 December 2020 |
| Previous Corresponding Reporting Period: | Half-Year ended 31 December 2019 |

1. RESULTS FOR ANNOUNCEMENT TO THE MARKET

| | Percentage change Up or Down | % | | \$ |
|---|------------------------------|------|----|-----------|
| Revenue from continuing activities | Down | 39% | to | 1,490,552 |
| Loss from ordinary activities after tax attributable to members | Down | 148% | to | (234,026) |
| Loss for the period attributable to members | Down | 152% | to | (247,251) |

2. DIVIDENDS AND DISTRIBUTIONS

| Dividends | Amount per Security | Franked amount per security |
|---|---------------------|-----------------------------|
| Interim Dividend – Current reporting period | Nil | Nil |
| Final Dividend | Nil | Nil |
| Previous corresponding period | Nil | Nil |

Record date for determining entitlements to dividends (if any):

Not Applicable

Brief explanation of any of the figures reported above necessary to enable the figures to be understood:

Refer to Half Year Financial Report (Attachment 1).

The half-yearly financial report is to be read in conjunction with the most recent annual financial report.

3. NET TANGIBLE ASSETS PER SECURITY

| Net Tangible Assets / (Liabilities) (NTA) | December 2020 | December 2019 |
|---|----------------------|----------------------|
| Net Tangible Assets / (Liabilities) per security (before tax) | 1.71 cents per share | 1.89 cents per share |
| Net Tangible Assets / (Liabilities) per security (after tax) | 1.71 cents per share | 1.89 cents per share |

4. DETAILS OF ENTITIES OVER WHICH CONTROL HAS BEEN GAINED OR LOST DURING THE PERIOD

None

5. DETAILS OF ASSOCIATES AND JOINT VENTURE ENTITIES

None

6. AUDIT / REVIEW STATUS

This report is based on the Half-Year Financial Report which has been independently reviewed by our Company's auditor. The review report is not subject to a modified opinion, emphasis of matter or other matter paragraph. A copy of the review report is included in the Half-Year Financial Report (Attachment 1).

7. ATTACHMENTS FORMING PART OF APPENDIX 4D

| Attachment Number | Details |
|-------------------|---|
| 1 | Financial Report for the Half-Year Ended 31 December 2020 |

Signed By (Director):



Print Name:

Michael Ye

Date:

24 February 2021

LOVE GROUP

Stock code: LVE

LOVE GROUP GLOBAL LTD

ABN 82 009 027 178

Interim Financial Report

For the half-year ended 31 December 2020

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Love Group Global Ltd

Directors' Report – 31 December 2020

The Directors of Love Group Global Ltd (the "Company") present the financial report of the Company and its controlled entities (the "Group") for the half-year ended 31 December 2020.

Directors

Details of the Directors of the Company in office at any time during or since the end of the half-year end at the date of this report are:

| | |
|----------------|--|
| Terence Grigg | Chairman and Non-Executive Director |
| Michael Ye | Executive Director and Chief Executive Officer |
| Tod McGrouther | Non-Executive Director |

Company Secretaries

Nicholas Ong - Company Secretary

Principal activities

The principal continuing activities of the Group was Dating Services which including provision of matchmaking and dating product and services, including personalised matchmaking services, the Lovestruck and Noonswoon dating apps and member events.

Operating Results and Financial Review

Below is a summary of the operating results for the period:

| | 31-Dec-20 | 31-Dec-19 |
|--------------------------------|-----------|-----------|
| | \$ | \$ |
| Revenue | 1,490,552 | 2,431,305 |
| Net (Loss) / Profit before tax | (234,026) | 484,223 |

Financial Performance

Revenue: H1 FY2021 total revenues decreased 39% to \$1,490,552 compared to \$2,431,305 for the H1 of FY 2020.

Net (loss) / profit: H1 FY2021 net profit before tax and net loss as a percentage of revenue were (\$234,026) and -16%, respectively, compared to net profit \$484,223 and 20%, respectively, for the H1 of FY2020.

Business continues to be impacted by COVID restrictions in our key markets of Hong Kong and Singapore.

Operating Cash Flow and Cash Balance

H1 FY2021 net operating cash inflow was \$8,511. As of December 31, 2020, total cash and cash equivalents, were \$1,378,285, and no debt.

Outlook

Looking ahead our team are acutely aware of the prevailing market conditions that continue to impede our organic growth and will adjust our expense profile accordingly in each location. Love Group will prioritize its strategic focus on growing its existing businesses in the Hong Kong, Singapore and Bangkok markets, which the company believes offer substantial room for further growth and market penetration. The company will focus on increasing the number of active members, consultations and dates arranged to drive revenue growth across its matchmaking, online dating and events businesses.

Besides, we will continue to manage our business in a cautious and prudent manner as a result of the ongoing COVID-19 pandemic, and will manage our operating expenses to be in line with our sales levels to maintain our balance sheet strength and liquidity.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* in relation to the review for the half-year is set out immediately after this directors' report.

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



Michael Ye

Director

Hong Kong

24 February 2021

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AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the review of the financial report of Love Group Global 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.

RSM

RSM AUSTRALIA PARTNERS

Tutu Phong

TUTU PHONG
Partner

Perth, WA
Dated: 24 February 2021

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING

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CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

| | Note | 31 Dec 2020 \$ | 31 Dec 2019 \$ |
|---|------|-------------------|-------------------|
| Revenue from continuing operations | | | |
| Dating Services | | 1,461,671 | 2,430,587 |
| Interest Income | | 118 | 704 |
| | 3 | <u>1,461,789</u> | <u>2,431,291</u> |
| Other Income | 3 | 28,763 | 14 |
| Expenses | | | |
| Auditing and accounting fees | | 37,755 | 19,225 |
| Consulting fees | | 18,682 | 47,122 |
| Depreciation and amortisation | | 194,800 | 271,136 |
| Employee benefits expense - SG&A | | 532,761 | 584,630 |
| Employee benefits expense - R&D | | 74,533 | 169,728 |
| Event expenses | | 766 | 2,365 |
| Finance costs | | 15,076 | 46,382 |
| Insurance | | 17,288 | 20,664 |
| Marketing expenses | | 680,128 | 513,345 |
| Matchmaking expenses | | 405 | 38,338 |
| Other expenses | | 76,045 | 40,902 |
| Payment process fees | | 59,942 | 144,445 |
| Recruitment expenses | | 2,300 | 2,393 |
| Research and development | | 14,107 | 19,067 |
| Software expenses | | - | 15,473 |
| Travel expenses | | 82 | 11,867 |
| Foreign exchange gains and losses | | (92) | - |
| | | <u>1,724,578</u> | <u>1,947,082</u> |
| (Loss) / Profit before income tax | | <u>(234,026)</u> | <u>484,223</u> |
| Income tax | | - | - |
| (Loss) / Profit for the half year | | <u>(234,026)</u> | <u>484,223</u> |
| Other comprehensive income for the half year | | | |
| Exchange difference on conversion of foreign operation | | (13,225) | (4,774) |
| Total comprehensive (loss) / income for the half year | | <u>(247,251)</u> | <u>479,449</u> |
| Earnings per share for profit for continuing operations attributable to the ordinary equity holders of the Company | | Cents | Cents |
| Basic (losses) / earnings per share | | (0.6) | 1.2 |
| Diluted (losses) / earnings per share | | (0.6) | 1.2 |
| Earnings per share for profit attributable to the ordinary equity holders of the Company | | Cents | Cents |
| Basic (losses) / earnings per share | | (0.6) | 1.2 |
| Diluted (losses) / earnings per share | | (0.6) | 1.2 |

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

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2020

| | Note | 31 Dec 2020 \$ | 30 Jun 2020 \$ |
|--------------------------------------|------|-------------------|-------------------|
| ASSETS | | | |
| Current assets | | | |
| Cash and cash equivalents | | 1,378,285 | 1,512,111 |
| Trade and other receivables | | 6,789 | 15,049 |
| Other assets | | 144,894 | 111,682 |
| Total Current Assets | | 1,529,968 | 1,638,842 |
| Non-current assets | | | |
| Plant and equipment | | 49,905 | 98,657 |
| Right-of-use asset | | 390,359 | 580,736 |
| Total Non-Current Assets | | 440,264 | 679,393 |
| Total Assets | | 1,970,232 | 2,318,235 |
| LIABILITIES | | | |
| Current liabilities | | | |
| Trade and other payable | | 280,092 | 284,833 |
| Contract liabilities | | 505,094 | 458,581 |
| Lease liabilities | | 321,647 | 300,992 |
| Total Current Liabilities | | 1,106,833 | 1,044,406 |
| Non-current liabilities | | | |
| Lease liabilities | | 171,016 | 334,195 |
| Total Non-current Liabilities | | 171,016 | 334,195 |
| Total Liabilities | | 1,277,849 | 1,378,601 |
| Net Assets | | 692,383 | 939,634 |
| EQUITY | | | |
| Contributed equity | 4 | 16,500,232 | 16,500,232 |
| Reserves | | 775,660 | 788,885 |
| Accumulated loss | | (16,583,509) | (16,349,483) |
| Total Equity | | 692,383 | 939,634 |

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

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

| | Contributed equity \$ | Share based payments reserve \$ | Accumulated losses \$ | Foreign currency translation reserve \$ | Total equity \$ |
|---|-----------------------------|--|-----------------------------|---|--------------------|
| Balance at 1 July 2019 | 16,500,232 | 1,176,600 | (17,096,167) | (292,325) | 288,340 |
| Profit for the half-year | - | - | 484,223 | - | 484,223 |
| Other comprehensive loss | - | - | - | (4,774) | (4,774) |
| Cancellation of option issued to employees | - | - | - | - | - |
| Total comprehensive income for the half year | - | - | 484,223 | (4,774) | 479,449 |
| Balance at 31 December 2019 | 16,500,232 | 1,176,600 | (16,611,944) | (297,099) | 767,789 |
| Balance at 1 July 2020 | 16,500,232 | 1,162,834 | (16,349,483) | (373,949) | 939,634 |
| Loss for the half-year | - | - | (234,026) | - | (234,026) |
| Other comprehensive loss | - | - | - | (13,225) | (13,225) |
| Total comprehensive income for half year | - | - | (234,026) | (13,225) | (247,251) |
| Balance at 31 December 2020 | 16,500,232 | 1,162,834 | (16,583,509) | (387,174) | 692,383 |

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

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

| | 31 Dec 2020 \$ | 31 Dec 2019 \$ |
|---|-------------------|-------------------|
| Cash flows from operating activities | | |
| Receipts from customers | 1,545,452 | 1,697,073 |
| Payments to suppliers and employees | (1,565,536) | (1,711,646) |
| Other revenue | 28,477 | - |
| Interest received | 118 | 767 |
| Net cash from / (used in) operating activities | 8,511 | (13,806) |
| Cash flows from investing activities | | |
| Payments for plant and equipment | (654) | (2,250) |
| Proceed from disposal of plant and equipment | 973 | - |
| Net cash from / (used in) investing activities | 319 | (2,250) |
| Cash flows from financing activities | | |
| Payment of lease liabilities | (85,939) | (213,942) |
| Net cash (used in) financing activities | (85,939) | (213,942) |
| Net decrease in cash held | (77,109) | (229,998) |
| Cash and cash equivalents at the beginning of the year | 1,512,111 | 1,658,004 |
| Effects of exchange changes on the balances held in foreign countries | (56,717) | (6,162) |
| Cash and cash equivalents at the end of the year | 1,378,285 | 1,421,844 |

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

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

1. BASIS OF PREPARATION

This consolidated interim financial statements for the half-year reporting period ended 31 December 2020 have been prepared in accordance with the *Corporations Act 2001* and Australian Accounting Standard AASB134 '*Interim Financial Reporting*'. Compliance with AASB134 ensures compliance with International Financial Reporting Standard IAS 34 '*Interim Financial Reporting*'. The interim financial statements reflect the operations and performance for the Company and its controlled entities as a consolidated group (the "Group").

These interim financial statements do not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report of the Group for the year ended 30 June 2020 and considered together with any public announcements made by Love Group Global Ltd during the interim reporting period.

a) Going Concern

The financial statements have been prepared on the going concern basis, which contemplates continuity of normal business activities and the realisation of assets and discharge of liabilities in the normal course of business.

The Group made a loss for \$234,026 and had net cash outflows from financing activities of \$85,939 for the half-year ended 31 December 2020.

The Directors believe that it is reasonably foreseeable that the Group will continue as a going concern and that it is appropriate for it to adopt the going concern basis in the preparation of the financial report, due to:

- the cash balance of the Group as at 31 December 2020 is sufficient to meet the budgeted expenditure for the next 12 months from the date of this report; and
- the contract liabilities of \$505,094 recognised as a current liability as at 31 December 2020 which no cash outflows are expected to be required to settle this liability, other than the cash outflows that will be incurred as a result of providing the services to fulfil the contract liabilities. The contract liabilities will unwind when the service is provided by the Group during the years ended 30 June 2021 and 30 June 2022.

The accounting policies and methods of computation are consistent with those adopted in the most recent annual financial report and the corresponding interim reporting period, except as set out below:

b) New and amended standards adopted by the Group

The Group has adopted all applicable new and amended Australian Accounting Standards and AASB Interpretations that are mandatory to the current reporting period.

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

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

2. OPERATING SEGMENT

The operating segments are based on the units identified in the operating reports reviewed by the Board and executive management, and that are used to make strategic decision, in conjunction with the quantitative thresholds established by *AASB 8 Operating segments*. As such, there are two identifiable and reportable segments which are outlined below:

| | |
|-----------------|---|
| Dating Services | the online, events, restaurant commission and matchmaking services in China, Hong Kong, Singapore, Thailand and United Kingdom |
| Other | indirect expenses like auditing and accounting fees, employee benefits expenses for General and Administrative and Research and Development staff, transaction costs and office rent. |

Management measures the performance of the segments identified at the 'net profit before tax' level.

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

2. OPERATING SEGMENT (Continued)

| Half Year 31 December 2020 | Dating Services | Other | Total |
|---------------------------------------|-----------------|-----------|-------------|
| | \$ | \$ | \$ |
| Revenue | | | |
| Sales to external customers | 1,461,671 | - | 1,461,671 |
| Other Revenue | | 28,763 | 28,763 |
| Total segment revenue | 1,461,671 | 28,763 | 1,490,434 |
| Interest revenue | | | 118 |
| Total Revenue | | | 1,490,552 |
| EBITDA | 349,611 | (373,879) | (24,268) |
| Depreciation and amortisation | | | (194,800) |
| Interest revenue | | | 118 |
| Finance costs | | | (15,076) |
| Loss before income tax expense | | | (234,026) |
| Income tax expense | | | - |
| Loss after income tax expense | | | (234,026) |
| Asset and Liabilities | | | |
| Asset | Dating Services | Other | Total |
| | \$ | \$ | \$ |
| Segment assets | 564,906 | 27,041 | 591,947 |
| <i>Unallocated assets:</i> | | | |
| Cash and cash equivalents | | | 1,378,285 |
| Total assets | 564,906 | 27,041 | 1,970,232 |
| Liabilities | Dating Services | Other | Total |
| | \$ | \$ | \$ |
| Segment Liabilities | (1,216,355) | (61,494) | (1,277,849) |
| Total Liabilities | (1,216,355) | (61,494) | (1,277,849) |

**NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

2. OPERATING SEGMENT (Continued)

| Half Year 31 December 2019 | Dating Services | Other | Total |
|---------------------------------------|-----------------|-----------|-------------|
| | \$ | \$ | \$ |
| Revenue | | | |
| Sales to external customers | 2,430,587 | - | 2,430,587 |
| Other Revenue | | 14 | 14 |
| Total segment revenue | 2,430,587 | 14 | 2,430,601 |
| Interest revenue | | | 704 |
| Total Revenue | | | 2,431,305 |
| EBITDA | 1,613,647 | (812,610) | 801,037 |
| Depreciation and amortisation | | | (271,136) |
| Interest revenue | | | 704 |
| Finance costs | | | (46,382) |
| Loss before income tax expense | | | 484,223 |
| Income tax expense | | | - |
| Loss after income tax expense | | | 484,223 |
| Asset and Liabilities | | | |
| Asset | Dating Services | Other | Total |
| | \$ | \$ | \$ |
| Segment assets | 1,246,553 | 20,026 | 1,266,579 |
| <i>Unallocated assets:</i> | | | |
| Cash and cash equivalents | | | 1,421,844 |
| Total assets | 1,246,553 | 20,026 | 2,688,423 |
| Liabilities | Dating Services | Other | Total |
| | \$ | \$ | \$ |
| Segment Liabilities | (1,847,174) | (73,460) | (1,920,634) |
| Total Liabilities | (1,847,174) | (73,460) | (1,920,634) |

Major customers

No single customer contributed 10% or more to the Group's external revenue during the half-years ended 31 December 2020 and 31 December 2019.

**NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

2. OPERATING SEGMENT (Continued)

Revenue by Geographical area

The Group operates in 3 regions. The sales revenue for each region is as follows:

| | Sales to external customers | |
|---------|------------------------------------|------------------|
| | 2020 | 2019 |
| | \$ | \$ |
| Oceania | - | 194 |
| Asia | 1,425,732 | 2,288,299 |
| Europe | 35,939 | 142,094 |
| | <u>1,461,671</u> | <u>2,430,587</u> |

No individual customer constitutes more than 10% of revenue.

3. REVENUE

| | 2020 | 2019 |
|------------------------------------|----------------------|----------------------|
| | \$ | \$ |
| From continuing operations | | |
| <i>Sales revenue</i> | | |
| Dating Services | 1,461,671 | 2,430,587 |
| Interest Income | 118 | 704 |
| | <u>1,461,789</u> | <u>2,431,291</u> |
| <i>Other Income</i> | 28,763 | 14 |
| | <u>28,763</u> | <u>14</u> |
| Total revenue and other income | <u>1,490,552</u> | <u>2,431,305</u> |

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

3. REVENUE (Continued)

Disaggregation of revenue

The disaggregation of revenue from contracts with customers is as follows:

Dating Services

| | 2020 | 2019 |
|-----------|------------------|------------------|
| | \$ | \$ |
| Australia | - | 194 |
| Malaysia | - | 2,955 |
| Hong Kong | 1,015,622 | 1,657,639 |
| London | 35,939 | 142,094 |
| Singapore | 357,570 | 531,592 |
| Bangkok | 47,579 | 96,113 |
| China | 4,961 | - |
| | <u>1,461,671</u> | <u>2,430,587</u> |

Timing of revenue recognition

Good transferred at a point in time

Service transferred over time

| | | |
|--|------------------|------------------|
| | 143,581 | 826,143 |
| | <u>1,318,090</u> | <u>1,604,444</u> |
| | <u>1,461,671</u> | <u>2,430,587</u> |

4. CONTRIBUTED EQUITY

| | NUMBER OF SHARES | | SHARE CAPITAL | |
|---|------------------|------------|-------------------|-------------------|
| | 31-Dec-20 | 30-Jun-20 | 31-Dec-20 | 30-Jun-20 |
| | | | \$ | \$ |
| Ordinary shares - fully paid (no par value) | 40,534,169 | 40,534,169 | 16,500,232 | 16,500,232 |
| Total Share Capital | | | <u>16,500,232</u> | <u>16,500,232</u> |

Movements in ordinary share capital:

| DETAILS | ORDINARY SHARES | Issue Price \$ | 31-Dec-20 \$ | 30-Jun-20 \$ |
|----------------------------|--------------------|-------------------|-------------------|-------------------|
| | No. | | | |
| Balance at start of period | 40,534,169 | | 16,500,232 | 16,500,232 |
| Balance at end of period | <u>40,534,169</u> | | <u>16,500,232</u> | <u>16,500,232</u> |

**NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2020**

4. CONTRIBUTED EQUITY (Continued)

Terms and Conditions of Issued Capital

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Company in proportion to the number of and amounts paid on shares held.

On a show of hands every holder 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.

Ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

Shares in escrow

There were 60,000 shares in escrow at 31 December 2020 (30 June 2020: 160,000).

Options

There were no shares under option as at 31 December 2020 (30 June 2020: 700,000).

NOTES TO AND FORMING PART OF FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 31 DECEMBER 2020

5. EVENTS OCCURRING AFTER REPORTING DATE

On 18 February 2021, the Group has appointed Lewis Murawski as Chief Marketing Office. Lewis is eligible to receive up to 1,000,000 performance rights on 31 December 2021, based on the achievement of cash receipts and marketing expense targets set by the board. Each performance right converts into 1 fully paid ordinary share in the Group. The performance right will be cancelled in the event the Consultancy Agreement is cancelled prior to 31 December 2021. Lewis must advise the Group in writing by no later than 31 January 2022 to convert the performance rights into fully paid ordinary shares.

The outbreak of the COVID-19 pandemic is impacting global economic markets. The Directors continue to monitor the situation closely and have considered the impact of COVID-19 on the Group's business and financial performance. However, the situation is continually evolving and the consequences are therefore inevitably uncertain.

There are no other matters or circumstances, other than those disclosed within the financial statements, which have arisen since 31 December 2020 that have significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in subsequent financial years.

6. CONTINGENT LIABILITIES

There are no matters which the Group consider would result in a contingent liability as at 31 December 2020 (30 June 2020: Nil).

7. COMMITMENTS

There are no commitments as at 31 December 2020 (30 June 2020: Nil).

DIRECTORS' DECLARATION

In the Directors' opinion:

- (a) the interim financial statements and notes are in accordance with the *Corporations Act 2001*, including:
 - i) complying with Australian Accounting Standard AASB:134 Interim Financial Reporting, the Corporations Regulations 2001 and other mandatory professional reporting requirements, and
 - ii) giving a true and fair view of the Group's financial position as at 31 December 2020 and of its performance for the half-year ended on that date,
- (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 is made in accordance with a resolution of the Directors made pursuant to section 303(5)(a) of the *Corporations Act 2001*.



Michael Ye

Director

Hong Kong

24 February 2021

RSM Australia Partners

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**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF
LOVE GROUP GLOBAL LTD**

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Love Group Global Ltd which comprises the statement of financial position as at 31 December 2020, 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 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*, 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 Love Group Global 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.

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RSM Australia Partners is a member of the RSM network and trades as RSM. RSM is the trading name used by the members of the RSM network. Each member of the RSM network is an independent accounting and consulting firm which practices in its own right. The RSM network is not itself a separate legal entity in any jurisdiction.

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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 Love Group Global Ltd, would be in the same terms if given to the directors as at the time of this auditor's review 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 Love Group Global 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 ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and *Corporations Regulations 2001*.

A handwritten signature in black ink that reads "RSM".

RSM AUSTRALIA PARTNERS

A handwritten signature in black ink, appearing to read "Tutu Phong".

TUTU PHONG
Partner

Perth, WA
Dated: 24 February 2021

Corporate Directory

Board of Directors

Terence Grigg, Non-executive Chairman

Michael Ye, Executive Director, Chief Executive Officer

Tod McGrouther, Non-Executive Director

Company Secretary

Minerva Corporate Pty Ltd

Nicholas Ong

Website

www.lovegroup.co

Lawyers

Mills Oakley Lawyers

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Brisbane QLD 4000

Australia

www.millsoakley.com.au

Registered Office

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Perth WA 6000

Australia

Corporate Directory (Continued)

Auditor

RSM Australia Partners

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Perth WA 6000

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Share Registry

Advanced Share Registry Services Limited

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Nedlands, WA 6009

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