

1. Company details

Name of entity:	CleanSpace Holdings Limited
ABN:	91 150 214 636
Reporting period:	For the half-year ended 31 December 2020
Previous period:	For the half-year ended 31 December 2019

2. Results for announcement to the market

				\$
Revenues from ordinary activities	up	445.6%	to	39,697,127
Profit from ordinary activities after tax attributable to the owners of CleanSpace Holdings Limited	up	n/a	to	13,039,091
Profit for the half-year attributable to the owners of CleanSpace Holdings Limited	up	n/a	to	13,039,091

Dividends

There were no dividends paid, recommended or declared during the current financial period.

Comments

The profit for the consolidated entity after providing for income tax amounted to \$13,039,091 (31 December 2019: loss of \$1,274,318).

3. Net tangible assets

	31 Dec 2020 Cents	31 Dec 2019 Cents
Net tangible assets per security	0.55	0.03

Notes

The Group adopted AASB 16 Leases on 1 July 2019. As a result, the Group has recognised significant lease liabilities and right-of-use assets on the balance sheet. The net tangible assets used in the net tangible assets per security calculation for both periods includes both the right-of-use assets and lease liabilities.

Total number of securities used in the net tangible assets per security calculation includes all classes of shares on issue at the end of each respective period.

4. Control gained over entities

Not applicable.

5. Loss of control over entities

Not applicable.

6. Dividends

Current period

There were no dividends paid, recommended or declared during the current financial period.

Previous period

There were no dividends paid, recommended or declared during the previous financial period.

7. Dividend reinvestment plans

Not applicable.

8. Details of associates and joint venture entities

Not applicable.

9. Foreign entities

Details of origin of accounting standards used in compiling the report:

Not applicable.

10. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements were subject to a review by the auditors and the review report is attached as part of the Interim Report.

11. Attachments

Details of attachments (if any):

The Interim Report of CleanSpace Holdings Limited for the half-year ended 31 December 2020 is attached.

12. Signed



Signed

Date: 24 February 2021

CleanSpace Holdings Limited and its controlled entities

ABN 91 150 214 636

Interim Report - 31 December 2020

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General information

The financial statements cover CleanSpace Holdings Limited as a consolidated entity consisting of CleanSpace Holdings Limited and the entities it controlled at the end of, or during, the half-year. The financial statements are presented in Australian dollars, which is CleanSpace Holdings Limited's functional and presentation currency.

CleanSpace Holdings Limited is a listed public Company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

Unit 5, 39 Herbert Street
St Leonards
NSW 2065
Australia

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 24 February 2021.

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'consolidated entity') consisting of CleanSpace Holdings 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 names of the directors in office at any time during, or since the end of, the period are:

Name	Position	
Dr Ronald Weinberger	Non-Executive Director and Chair	
Dr Alexandra Birrell	Executive Director and Chief Executive Officer	
Dan Kao	Executive Director and Director of Operations	
Craig Lawn	Non-Executive Director	
William Highland	Non-Executive Director	
Clement Doherty	Non-Executive Director	Resigned 28 August 2020

Directors have been in office since the start of the period to the date of this report unless otherwise stated.

Principal Activities

The principal activities of the Group are the design, manufacture and sale of respirators and related products and services.

Dividends

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

Review of operations

The profit for the consolidated entity after providing for income tax amounted to \$13,039,091 (31 December 2019: loss of \$1,274,318).

A summary of the results for the half year is below:

	Six months ended 31 December 2020	Six months ended 31 December 2019	Change
	\$	\$	\$
Revenue from sales of goods and services	39,697,127	7,263,049	32,434,078
EBITDA	19,090,614	(1,039,434)	20,130,048
Profit after tax	13,039,091	(1,274,318)	14,313,409

Sales for the period were \$39,697,127. This compares with sales of \$7,263,049 in the prior corresponding period. Gross profit was \$31,063,839 compared with \$4,921,108 in the prior corresponding period. Gross margin as a percentage of sales was 78% compared with 68% in the prior corresponding period. The increase in sales and gross margin was driven by increasing sales of healthcare products and accessories, largely as a result of the COVID-19 pandemic.

All categories of expenses increased. Significant growth was seen in the following categories:

- Employee benefits expense increased due to increased headcount and pay rises effective 1 July 2020.
- Marketing and sales expenses increased 43% as result of increased activity to grow sales.
- Legal and Professional fees increased by 1454%, mainly attributable to costs associated with the IPO.
- Administration and Other operating expenses increased by 123%. This category includes administration and general expenses which grew as activity increased across the business.
- Depreciation expense increased as a result of additional premises leased during the period.

Reconciliation of results with the prospectus

On 29 September 2020 the Company issued a Prospectus for its Initial Public Offering (IPO) seeking to raise \$20 million of new capital through the issuance of 4,535,147 shares at \$4.41 per share. The Company's shares commenced trading on the ASX on 23 October 2020.

The prospectus contained a financial forecast for the period ended 31 December 2020. Actual revenue was \$7.9 million higher than the Prospectus statutory forecast for the half year ended 31 December 2020. The gross profit margin was 78%, 4% above the prospectus forecast of 74%. The combination of higher revenue and gross margins led to higher than forecast EBITDA and net profit after tax.

	Six months ended 31 December 2020	
	Prospectus \$ million	Actual \$ million
Revenue	31.8	39.7
Gross Profit margin	74%	78%
EBITDA	11.0	19.1

The statutory EBITDA of \$19.1 million was impacted by one-off costs associated with the IPO of \$1.2 million.

Cash and Cash equivalents (including term deposits) at 31 December 2020 totalled \$46,462,493 compared with \$10,320,490 at 31 December 2019. The cash on hand provides a strong balance sheet for the company to continue to execute its growth strategies.

Significant transactions and events for the current period

The following significant transactions and events affected the financial performance and financial position of the Group for the half year ended 31 December 2020:

Initial Public Offering

Effective 23 October 2020, the Company was officially listed on the Australian Stock Exchange. The listing was pursuant to an IPO through which new equity of \$19,999,998 was raised. Refer to the Review of Operations in this report for further information.

COVID-19

The COVID-19 pandemic with ongoing waves of infection has driven demand for personal protective equipment.

New facility

The business opened up a new facility in St Leonards, NSW, Australia which increased production capacity.

Subsequent events

No matters or circumstances have arisen since the end of the period which have significantly affected or may significantly affect the operations of the Group, the result of those operations, or the State of affairs of the Group in future years.

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



Dr Ronald Weinberger

24 February 2021

CleanSpace Holdings Limited

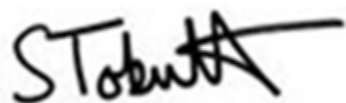
Auditors Independence Declaration under Section 307C of the Corporations Act 2001

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2020, there have been:

- a) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review, and
- b) no contraventions of any applicable code of professional conduct in relation to the review.



PKF



SCOTT TOBUTT
PARTNER

24 FEBRUARY 2021
SYDNEY, NSW

CleanSpace Holdings Limited and its controlled entities
Statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2020

CleanSpace®
 RESPIRATORS

		Consolidated	
	Note	31 Dec 2020	31 Dec 2019
		\$	\$
Revenue from sale of goods and services	2	39,697,127	7,263,049
Cost of sales		(8,633,288)	(2,341,941)
Gross profit		31,063,839	4,921,108
Other income	3	47,011	5,116
Employee benefits expense		(5,807,732)	(3,017,459)
Marketing and sales expenses		(1,817,198)	(1,273,158)
Research, development and intellectual property expenses		(717,618)	(663,391)
Legal and professional fees		(1,612,145)	(103,721)
Administration and other operating expenses		(2,021,708)	(906,901)
Depreciation, amortisation and impairment expenses		(722,210)	(197,836)
Operating profit/(loss)		18,412,239	(1,236,242)
Finance Income - Interest		25,998	28,985
Finance Costs		(55,680)	(67,061)
Profit/(loss) before income tax expense		18,382,557	(1,274,318)
Income tax expense		(5,343,466)	-
Profit/(loss) after income tax expense for the half-year attributable to the owners of CleanSpace Holdings Limited		13,039,091	(1,274,318)
Other comprehensive income			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Foreign currency translation		2,616	1,221
Other comprehensive income for the half-year, net of tax		2,616	1,221
Total comprehensive income for the half-year attributable to the owners of CleanSpace Holdings Limited		13,041,707	(1,273,097)

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

CleanSpace Holdings Limited and its controlled entities
Statement of financial position
As at 31 December 2020

CleanSpace®
 RESPIRATORS

		Consolidated	
	Note	31 Dec 2020	30 Jun 2020
		\$	\$
Assets			
Current assets			
Cash and cash equivalents		42,432,861	6,744,311
Trade and other receivables		3,175,120	8,706,739
Financial assets	4	4,029,632	3,576,179
Inventories		4,810,889	1,833,726
Other assets		445,728	159,864
Total current assets		<u>54,894,230</u>	<u>21,020,819</u>
Non-current assets			
Property, plant and equipment		1,664,486	931,210
Right-of-use assets	6	2,186,135	83,385
Deferred tax		1,452,858	915,206
Total non-current assets		<u>5,303,479</u>	<u>1,929,801</u>
Total assets		<u>60,197,709</u>	<u>22,950,620</u>
Liabilities			
Current liabilities			
Trade and other payables		3,959,258	4,336,326
Contract liabilities		210,294	970,185
Borrowings	5	2,362,675	2,390,987
Lease liabilities	6	430,528	112,491
Income tax		8,000,307	2,221,232
Employee benefits		452,451	295,333
Provisions		554,248	331,093
Total current liabilities		<u>15,969,761</u>	<u>10,657,647</u>
Non-current liabilities			
Borrowings	5	8,717	2,352,208
Lease liabilities	6	1,798,296	-
Deferred tax		133,718	43,962
Employee benefits		280,843	160,952
Total non-current liabilities		<u>2,221,574</u>	<u>2,557,122</u>
Total liabilities		<u>18,191,335</u>	<u>13,214,769</u>
Net assets		<u>42,006,374</u>	<u>9,735,851</u>
Equity			
Issued capital	7	33,430,564	14,347,548
Reserves		159,411	10,995
Retained profits/(accumulated losses)		8,416,399	(4,622,692)
Total equity		<u>42,006,374</u>	<u>9,735,851</u>

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

CleanSpace Holdings Limited and its controlled entities
Statement of changes in equity
For the half-year ended 31 December 2020

CleanSpace®
 RESPIRATORS

Consolidated	Issued capital \$	Reserves \$	Retained Profits \$	Total equity \$
Balance at 1 July 2019	14,331,884	-	(10,544,841)	3,787,043
Loss after income tax expense for the half-year	-	-	(1,274,318)	(1,274,318)
Other comprehensive income for the half-year, net of tax	-	1,221	-	1,221
Total comprehensive income for the half-year	-	1,221	(1,274,318)	(1,273,097)
Balance at 31 December 2019	<u>14,331,884</u>	<u>1,221</u>	<u>(11,819,159)</u>	<u>2,513,946</u>
Consolidated	Issued capital \$	Reserves \$	Retained Profits \$	Total equity \$
Balance at 1 July 2020	14,347,548	10,995	(4,622,692)	9,735,851
Profit after income tax expense for the half-year	-	-	13,039,091	13,039,091
Other comprehensive income for the half-year, net of tax	-	2,616	-	2,616
Total comprehensive income for the half-year	-	2,616	13,039,091	13,041,707
<i>Transactions with owners in their capacity as owners:</i>				
Contributions of equity, net of transaction costs (note 7)	19,083,016	-	-	19,083,016
Share-based payments (note 8)	-	145,800	-	145,800
Balance at 31 December 2020	<u>33,430,564</u>	<u>159,411</u>	<u>8,416,399</u>	<u>42,006,374</u>

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

CleanSpace Holdings Limited and its controlled entities
Statement of cash flows
For the half-year ended 31 December 2020

CleanSpace®
 RESPIRATORS

	Consolidated	
Note	31 Dec 2020	31 Dec 2019
	\$	\$
Cash flows from operating activities		
Receipts from customers (inclusive of GST)	44,465,232	7,479,083
Payments to suppliers and employees (inclusive of GST)	(24,416,382)	(8,140,692)
Other revenue received	76,632	34,101
Interest and other finance costs paid	(71,086)	(67,061)
Income taxes received (net after research and development grant)	744,300	-
Net cash from/(used in) operating activities	20,798,696	(694,569)
Cash flows from investing activities		
Purchase of plant and equipment	(1,178,486)	(323,628)
Purchase of financial assets	(453,453)	(1,533,390)
Net cash used in investing activities	(1,631,939)	(1,857,018)
Cash flows from financing activities		
Proceeds from issue of shares	7 19,083,016	-
(Repayment of) / proceeds from borrowings	(2,345,046)	2,431,646
Net payment of lease liabilities	(218,793)	(57,126)
Net cash from/ (used in) financing activities	16,519,177	2,374,520
Net increase/(decrease) in cash and cash equivalents	35,685,934	(177,067)
Cash and cash equivalents at the beginning of the financial half-year	6,744,311	1,806,217
Effects of exchange rate changes on cash and cash equivalents	2,616	(1,221)
Cash and cash equivalents at the end of the financial half-year	42,432,861	1,627,929

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

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.

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.

2. Revenue and segment information

Disaggregation of revenue

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

	Consolidated	
	31 Dec 2020	31 Dec 2019
	\$	\$
<i>Major product lines</i>		
Respirators Revenue	20,290,461	4,084,192
Consumables, Accessories and Other Revenue	19,406,666	3,178,857
	<u>39,697,127</u>	<u>7,263,049</u>
<i>Timing of revenue recognition</i>		
At a point in time	<u>39,697,127</u>	<u>7,263,049</u>

The Company has two main types of revenue:

- (1) *Respirator revenues*: reflects sales of the respirator units only; and
- (2) *Consumables, Accessories and Other Revenues*: reflects all other revenue and revenue adjustments. This is substantially related to the sales of accessories and consumable items, including masks, filters and docking stations. It also includes freight and deductions for customer rebates and payment incentives.

Segment Information

For the purposes of the internal reporting to the chief operating decision makers, business activities, performances and any associated assets and liabilities are viewed as a consolidated group.

3. Other income

	Consolidated	
	31 Dec 2020	31 Dec 2019
	\$	\$
Government grants	50,000	-
Other (expense)/income	(2,989)	5,116
Other income	<u>47,011</u>	<u>5,116</u>

4. Financial assets

	Consolidated	
	31 Dec 2020	30 Jun 2020
	\$	\$
<i>Current assets</i>		
Financial assets held at amortised cost	<u>4,029,632</u>	<u>3,576,179</u>

Financial assets held at amortised cost consist of term deposits held with Australian banks.

5. Borrowings

During the half-year, the Group repaid borrowings of \$2.3 million (30 June 2020: \$0) in line with previously disclosed repayment terms.

6. Lease liabilities

In the half-year ended 31 December 2020 CleanSpace entered into leases for a new site in St Leonards, Sydney, NSW to allow for the continued expansion of the business. The entry into these leases created a Right of Use Asset of \$2.3 million and a corresponding Lease Liability of the same value. In line with the requirements of AASB 16 Leases, the Right of Use Asset has been depreciated during the period and the lease payments have been allocated between the Lease Liability and finance costs. This has resulted in a closing Lease Liability balance of \$2.2 million at 31 December 2020 (30 June 2020: \$112,491).

	Consolidated	
	31 Dec 2020	30 Jun 2020
	\$	\$
<i>Current liabilities</i>		
Lease liability	<u>430,528</u>	<u>112,491</u>
<i>Non-current liabilities</i>		
Lease liability	<u>1,798,296</u>	<u>-</u>

7. Issued capital

Ordinary Shares

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares and share options are recognised as a deduction from equity, net of any tax effects.

7. Issued capital (continued)

Preference Shares

All preference shares were converted to ordinary shares during the period.

Employee N Class Shares

During the period a total of 517,627 employee N class shares were cancelled. It was resolved on 28 September 2020 that the remaining employee N class shares be vested and converted to ordinary shares.

IPO and Australian Securities Exchange ("ASX") Listing

CleanSpace completed an IPO in October 2020 and the Group was listed on the Australian Securities Exchange ("ASX") on 23 October 2020. Capital of \$20 million was raised at \$4.41 per share (4,535,147 shares).

	Consolidated			
	31 Dec 2020 Shares	30 Jun 2020 Shares	31 Dec 2020 \$	30 Jun 2020 \$
Ordinary shares - fully paid	77,019,523	54,460,746	33,430,564	10,778,560
Preference shares - fully paid	-	11,904,762	-	3,000,000
Employee N class shares - fully paid	-	6,636,495	-	568,988
	<u>77,019,523</u>	<u>73,002,003</u>	<u>33,430,564</u>	<u>14,347,548</u>
	Ordinary Shares \$	Preference Shares \$	Employee Shares \$	Total Share Capital \$
Movements in share capital				
Balance 1 July 2020	10,778,560	3,000,000	568,988	14,347,548
Conversion of preference shares to ordinary shares	3,000,000	(3,000,000)	-	-
Employee N class shares issued	-	-	20,100	20,100
Conversion of employee N class shares to ordinary shares	589,088	-	(589,088)	-
Contribution from holders of employee N class shares	103,165	-	-	103,165
IPO - new shares issued	19,999,998	-	-	19,999,998
Share issue costs	(1,040,247)	-	-	(1,040,247)
Balance 31 December 2020	<u>33,430,564</u>	<u>-</u>	<u>-</u>	<u>33,430,564</u>
	Ordinary Shares #	Preference Shares #	Employee Shares #	Total Shares #
Movements in share capital				
Balance 1 July 2020	54,460,746	11,904,762	6,636,495	73,002,003
Conversion of preference shares to ordinary shares	11,904,762	(11,904,762)	-	-
Cancellation of employee N class shares	-	-	(517,627)	(517,627)
Conversion of employee N class shares to ordinary shares	6,118,868	-	(6,118,868)	-
IPO - new shares issued	4,535,147	-	-	4,535,147
Balance 31 December 2020	<u>77,019,523</u>	<u>-</u>	<u>-</u>	<u>77,019,523</u>

Ordinary shares

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

7. Issued capital (continued)

On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

8. Share-based payments

During the period, the Board approved the terms of the Company's new umbrella equity-based long-term incentive plan ("Equity Incentive Plan"). The Board may from time to time, operate the Equity Incentive Plan, determine employees who are eligible to participate and make an invitation to an employee to acquire awards or grant awards to an employee. These grants have been amortised on a straight line basis over the vesting period. Total expensed in the six months ended 31 December 2020 was \$145,800 (31 December 2019: \$nil).

Non-Executive Director (NED) options

On 22 October 2020, 339,621 NED Options were granted for Nil consideration at an exercise price of \$4.41 with a vesting date of 30 June 2021.

Employee options

On 22 October 2020, 444,169 Employee Options were granted for Nil consideration at an exercise price of \$4.41. 50% of the options granted will vest if the participant remains employed by the Company at the date of release of the Company's full year results for financial year ended 30 June 2022 (expected to be in or around August 2022) and 50% will vest if the participant remains employed at the date of the release of the Company's full-year results for the financial year ended 30 June 2023 (expected to be in or around August 2023).

Set out below are summaries of options granted under the plan as at 31 December 2020:

	Grant date	Expiry date	Exercise price	Balance at the start of the half-year	Granted	Exercised	Expired/ forfeited/ other	Balance at the end of the half-year
Executive Options	22/10/2020	22/10/2025	\$4.41	-	444,169	-	-	444,169
NED Options	22/10/2020	22/10/2025	\$4.41	-	339,621	-	-	339,621
TOTAL				-	783,790	-	-	783,790

There were no options on issue at 31 December 2019 or 30 June 2020.

9. Dividends

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

10. Contingencies

At balance date, bank guarantees were supported by security deposit guarantees, for which no liabilities have been recorded in the financial statements. Total bank guarantees of the consolidated entity at 31 December 2020 were \$441,144 (30 June 2020: \$34,376).

11. Key management personnel disclosures

The compensation for key management personnel for the reporting period is \$610,675 inclusive of the value of all benefits (unaudited) (H1 FY2020 (unaudited): \$295,414). Total Directors compensation including fees and share based payment expenses are \$203,652 for the half-year ended 31 December 2020 (unaudited) (H1 FY2020 (unaudited): \$61,000).

12. Commitments

The parent entity did not have any commitments at 31 December 2020 or 31 December 2019.

13. Related party transactions

Parent entity

CleanSpace Holdings Limited is the parent entity.

Subsidiaries

Interests in subsidiaries are set out in note 14.

Key management personnel

Disclosures relating to key management personnel are set out in note 11.

Transactions with related parties

During the period the Group has not entered into any material contracts involving related parties or Directors' interests. No amounts owed by related parties have been written off or forgiven during the period.

14. Interests in subsidiaries

The consolidated financial statements incorporate the assets, liabilities and results of the following subsidiaries in accordance with the accounting policy described in note 1:

Name	Principal place of business / Country of incorporation	Ownership interest	
		31 Dec 2020	30 Jun 2020
		%	%
CleanSpace IP Pty Ltd	Australia	100	100
CleanSpace Technology Pty Ltd	Australia	100	100
CleanSpace Americas, Inc	USA	100	100
CleanSpace Technology Singapore Pte Ltd	Singapore	100	-

15. Events after the reporting period

No 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.

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



24 February 2021

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF CLEANSPACE HOLDINGS LIMITED

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of CleanSpace Holdings Limited (the Company), which comprises the consolidated statement of financial position as at 31 December 2020, and 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 ended on that date, a statement of accounting policies, other selected explanatory notes, and the directors' declaration of the Company and the consolidated entity comprising the Company and the entities it controlled at the half-year's end or from time to time during the financial half-year.

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 CleanSpace Holdings Limited 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 financial performance for the half-year ended on that date; and
- (b) complying with the Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001.

Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001. In accordance with the Corporations Act 2001, we have given the directors of the Company a written Auditor's Independence Declaration.

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 the Australian Accounting Standards and the Corporations Regulations 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.

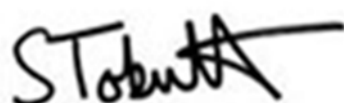
Auditor's Responsibility for the Review of the Half-Year Financial Report

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 Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001. As the auditor of CleanSpace Holdings 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 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.



PKF



SCOTT TOBUTT
PARTNER

24 FEBRUARY 2021
SYDNEY, NSW