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**ASAPLUS RESOURCES LIMITED**  
(Incorporated in Singapore)  
(Company reg no: ARBN 158 717 492)

**CONDENSED CONSOLIDATED INTERIM  
FINANCIAL STATEMENTS  
31 DECEMBER 2021**

**ASAPLUS RESOURCES LIMITED**  
*(Incorporated in Singapore)*  
*(Company reg no: ARBN 158 717 492)*

**CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
FOR THE SIX-MONTHS ENDED 31 DECEMBER 2021**

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*The condensed consolidated interim financial report does 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 for the year ended 30 June 2021 and any public announcements made by Asaplus Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the Australian Securities Exchange ("ASX") Listing Rules.*

**ASAPLUS RESOURCES LIMITED  
DIRECTORS' REPORT  
FOR THE PERIOD FROM 1 JULY 2021 TO 31 DECEMBER 2021**

The Directors are pleased to present their report and the condensed consolidated interim financial statements of Asaplus Resources Limited for the six months ended 31 December 2021.

**DIRECTORS**

The Directors of the Company in office during the period were as follows:

<u>Name</u>	<u>Particulars</u>
DING Poi Bor	Managing Director
LAU Eng Foo	Non-executive Director/Non-independent Director
LIM Kian Gam, Dominic	Independent Non-executive Director
ONG Yih Ching	Independent Non-executive Director

**REVIEW OF OPERATIONS**

Asaplus Resources Limited (ASX Code: AJY) and its subsidiaries have commenced commercial operations during the period. The principal activity of the Company and its controlled entities are the exploration, mining and marketing of the iron ore.

The Company and its controlled entities for the six months ended 31 December 2021 produced a loss, which comprise mainly administrative and other operating expenses incurred from the Group.

**ASAPLUS RESOURCES LIMITED**

**STATEMENT BY DIRECTORS**

In the opinion of the Directors, the accompanying condensed consolidated statement of financial position, statement of comprehensive income, statement of changes in equity and statement of cash flows, together with notes thereon, are drawn up so as to give a true and fair view of the financial position of the Group as at 31 December 2021 and of their financial performance and cash flows of the Group for the six months ended on that date and as at the date of this statement there are reasonable grounds to believe that the Group will be able to pay its debts as and when they fall due.

On behalf of the Board of Directors



DING POI BOR  
**Managing Director**  
15 March 2022



ONG YIH CHING  
**Independent Director**

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**INDEPENDENT AUDITORS' REPORT ON REVIEW  
OF CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS  
TO THE MEMBER OF  
ASAPLUS RESOURCES LIMITED**  
(Company reg no: ARBN 158 717 492)

**Introduction**

We have reviewed the accompanying condensed consolidated statement of financial position of ASAPLUS RESOURCES LIMITED as at 31 December 2021 and the related condensed consolidated statement of comprehensive income, statement of changes in equity and statement of cash flows for the six-months period then ended, and notes to the condensed consolidated interim financial statements ("the condensed consolidated interim financial statements"). The Management is responsible for the preparation and presentation of these condensed consolidated interim financial statements in accordance with SFRS(I) 1-34 Interim Financial Reporting. Our responsibility is to express a conclusion on these condensed consolidated interim financial statements based on our review.

**Scope of Review**

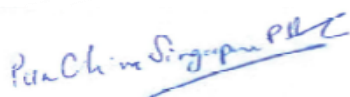
We conducted our review in accordance with the Singapore Standards on Review Engagements 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Singapore Standards on Auditing 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.

**Emphasis of Matter**

We draw attention to Note 3 of the financial statements, which highlights that the Group incurred a net loss of A\$313,849 during the interim period ended 31 December 2021 and as at 31 December 2021, the Company's current liabilities exceeded its current assets by A\$3,589,779. This indicates that a material uncertainty exist that may cash doubt on the Company's ability to continue as a going concern.

**Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements as at and for the six months ended 31 December 2021 are not presented fairly, in all material aspects, in accordance with SFRS(I) 1-34 Interim Financial Reporting.



**Pan-China Singapore PAC**  
Public Accountants and Chartered Accountants

Singapore  
15 March 2022

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**ASAPLUS RESOURCES LIMITED**

**CONDENSED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2021**

		<b>Group</b>	
	<b>Note</b>	<b>31.12.2021</b>	<b>30.6.2021</b>
		<b>A\$</b>	<b>A\$</b>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	378,647	345,833
Exploration and evaluation assets	7	2,313,026	672,307
		<u>2,691,673</u>	<u>1,018,140</u>
<b>CURRENT ASSETS</b>			
Inventories	8	147,262	62,437
Other receivables		1,998,569	1,581,127
Cash and bank balances		218,312	314,102
		<u>2,364,143</u>	<u>1,957,666</u>
<b>TOTAL ASSETS</b>		<u>5,055,816</u>	<u>2,975,806</u>
<b>EQUITY AND LIABILITIES</b>			
<b>CAPITAL AND RESERVES</b>			
Share capital	9	18,630,751	18,630,751
Foreign currency translation reserves		1,765,820	1,768,333
Accumulated losses		(19,836,563)	(19,490,122)
		560,008	908,962
Non-controlling interest		(1,458,114)	(1,490,706)
<b>CAPITAL DEFICIENCY</b>		<u>(898,106)</u>	<u>(581,744)</u>
<b>CURRENT LIABILITY</b>			
Other payables		5,953,922	3,557,550
<b>TOTAL LIABILITY</b>		<u>5,953,922</u>	<u>3,557,550</u>
<b>TOTAL EQUITY AND LIABILITY</b>		<u>5,055,816</u>	<u>2,975,806</u>

The accompanying notes form an integral part of the financial statements

ASAPLUS RESOURCES LIMITED

CONDENSED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE PERIOD FROM 1 JULY 2021 TO 31 DECEMBER 2021

	Group	
	1.7.2021 to 31.12.2021 A\$	1.7.2020 to 31.12.2020 A\$
Revenue	-	-
Cost of sales	-	-
Gross profit	-	-
Other operating income	10,247	893
Administration expenses	(196,764)	(195,501)
Other operating expense	(127,332)	(141,044)
Loss before tax	(313,849)	(335,652)
Income tax expense	-	-
Loss and total comprehensive loss for the period	<u>(313,849)</u>	<u>(335,652)</u>
Attributable to		
Owners of the Company	(346,441)	(298,513)
Non-controlling interests	32,592	(37,139)
	<u>(313,849)</u>	<u>(335,652)</u>
<b>Other comprehensive income:</b>		
Items that are or may be reclassified subsequently to profit or loss:		
Foreign currency translation differences	(2,513)	(32,384)
Loss and total comprehensive loss for the period	<u>(316,362)</u>	<u>(368,036)</u>
<b>Loss per share:</b>		
Basic - cents per share	10	(0.002)
Diluted - cents per share	10	(0.002)

The accompanying notes form an integral part of the financial statements

ASAPLUS RESOURCES LIMITED

CONDENSED STATEMENT OF CHANGES IN EQUITY  
FOR THE PERIOD FROM 1 JULY 2021 TO 31 DECEMBER 2021

	Share capital A\$	Accumulated losses attributable to Owners of the Company A\$	Foreign currency translation reserve A\$	Total equity attributable to owners of the parent A\$	Non-controlling interests A\$	Total A\$
As at 1 July 2021	18,630,751	(19,490,122)	1,768,333	908,962	(1,490,706)	(581,744)
Loss and total comprehensive loss for the period	-	(346,441)	(2,513)	(348,954)	32,592	(316,362)
As at 31 December 2021	<u>18,630,751</u>	<u>(19,836,563)</u>	<u>1,765,820</u>	<u>560,008</u>	<u>(1,458,114)</u>	<u>(898,106)</u>

	Share capital A\$	Accumulated losses attributable to Owners of the Company A\$	Foreign currency translation reserve A\$	Total equity attributable to owners of the parent A\$	Non-controlling interests A\$	Total A\$
As at 1 July 2020	18,630,751	(18,354,963)	1,788,179	2,063,967	(1,273,143)	790,824
Loss and total comprehensive loss for the period	-	(298,513)	(32,384)	(330,897)	(37,139)	(368,036)
As at 31 December 2020	<u>18,630,751</u>	<u>(18,653,476)</u>	<u>1,755,795</u>	<u>1,733,070</u>	<u>(1,310,282)</u>	<u>422,788</u>

The accompanying notes form an integral part of the financial statements



**ASAPLUS RESOURCES LIMITED**

**CONDENSED STATEMENT OF CASH FLOWS  
FOR THE PERIOD FROM 1 JULY 2021 TO 31 DECEMBER 2021**

	<b>Group</b>	
	<b>1.7.2021 to 31.12.2021 A\$</b>	<b>1.7.2020 to 31.12.2020 A\$</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before tax	(313,849)	(335,652)
Adjustment for:		
Amortisation of evaluation assets	105,658	98,846
Depreciation of property, plant and equipment	20,739	19,320
Operating loss before working capital changes	(187,452)	(217,486)
(Increase)/Decrease in inventories	(84,825)	22,658
(Increase)/Decrease in other receivables	(417,442)	83,584
Increase in other payables	2,396,372	133,023
Net cash from operating activities	<u>1,706,653</u>	<u>21,779</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Exploration expenditure	(1,751,377)	(5,964)
Purchase of property, plant and equipment	(35,643)	(7,033)
Net cash used in investing activities	<u>(1,787,020)</u>	<u>(12,997)</u>
Net (decrease)/increase in cash and cash equivalents	(80,367)	8,782
Effect of exchange rate changes on cash and cash equivalents	(15,423)	2,748
Cash and cash equivalents at beginning of the period	314,102	221,866
Cash and cash equivalents at end of the period	<u>218,312</u>	<u>233,396</u>
<b>Cash and cash equivalents comprise:</b>		
Cash and bank balances	<u>218,312</u>	<u>233,396</u>

The accompanying notes form an integral part of the financial statements

**ASAPLUS RESOURCES LIMITED**  
**NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM 1 JULY 2021 TO 31 DECEMBER 2021**

**1 NATURE OF OPERATIONS**

The condensed consolidated interim financial statements of Asaplus Resources Limited for the period ended 31 December 2021 was authorised for issue in accordance with a resolution of the Director on the date of the Statement by Directors.

The principal activities of the Company and the Group comprise the following:

- exploration, mining and marketing of iron
- investment holdings
- trading of copper strips
- evaluation and assessment of strategic investment and project opportunities
- consulting services

**2 GENERAL INFORMATION AND BASIS OF PREPARATION**

The condensed consolidated interim financial statements are for the six months ended 31 December 2021 and have been prepared based on the currency of the primary economic environment in which the entity operates (i.e, its functional currency). The functional currency of the operating companies is Chinese Yuan or the Renminbi (“RMB”), while the presentation currency of the Group and of the Company are Australian Dollars (“A\$”). All financial information is presented in Australian Dollars, unless otherwise stated. They do not include all of the information required in annual financial statements in accordance with Financial Reporting Standards in Singapore, and should be read in conjunction with the consolidated financial statements of the Group for the year ended 30 June 2021.

Asaplus Resources Limited is the Group’s ultimate parent company. The Company was incorporated under the laws of Singapore as a public company limited by shares on 24 April 2012 and was registered as a foreign company in Australia on 22 June 2012.

The Company was listed on the Australian Securities Exchange on 16 November 2012. The registered office of the Company in Singapore is located at 60 Paya Lebar Road, Paya Lebar Square #08-55, Singapore 409051.

**3 GOING CONCERN BASIS**

The Group incurred a net loss of A\$313,849 during the interim period ended 31 December 2021. Also, the Group’s current liabilities exceeded its current assets by A\$3,589,779. Accordingly, the ability of the Group to meet its obligations is therefore dependent on the viable operations existence for the foreseeable future, adjustments may have to be made to reflect the situation that assets may need to be realised other than the amounts at which they are currently recorded in the financial position. In addition, the Group may have to provide for further liabilities that might arise. The financial statements do not included such adjustment, as the Directors are optimistic that the Group will operate in a profitable manner in the foreseeable future, and accordingly they believe that it is appropriate for the financial statements of the Company to be prepared on the going concern basis.

#### **4 SIGNIFICANT ACCOUNTING POLICIES**

The condensed consolidated interim financial statements have been prepared in accordance with the accounting policies adopted on the last annual financial statements for the period ended 30 June 2021, except for the adoption of the following accounting standards that became effective after 1 January 2022 onwards:

Amendment to SFRS(I) 4, SFRS(I) 7, SFRS(I) 9, SFRS(I) 16 and SFRS(I) 1-39 – Interest Rate Benchmark Reform – Phase 2

The adoption of these new or amended SFRS(I) and Interpretations of SFRS(I), where relevant to the Group, did not result in substantial changes to the Group's accounting policies or any significant impact on the Group's financial statements.

#### **5 ACCOUNTING ESTIMATES AND MANAGEMENT JUDGEMENTS DUE TO THE COVID-19 PANDEMIC**

When preparing the condensed consolidated interim financial statements, management undertakes a number of judgements, estimates and assumptions about recognition and measurement of assets, liabilities, income and expenses. The actual results may differ from the judgements, estimates and assumptions made by management, and will seldom equal the estimated results.

Due to the currently unforeseeable global consequences of the COVID-19 pandemic, these accounting estimates and management judgements are subject to increased uncertainty. Actual amounts may differ from the estimates and management judgements; changes can have a material impact on the condensed consolidated interim financial statements.

6 PROPERTY, PLANT AND EQUIPMENT

	As at 1 July 2021 A\$	Additions A\$	Exchange difference A\$	As at 31 December 2021 A\$
<b><u>Cost</u></b>				
Computer	8,479	-	433	8,912
Equipment and tools	273,082	19,936	14,289	307,307
Furniture, fittings and fixtures	16,160	-	824	16,984
Motor vehicles	164,520	1,185	8,415	174,120
Office equipment	5,699	14,522	550	20,771
Storage room	122,752	-	6,263	129,015
	590,692	35,643	30,774	657,109
	590,692	35,643	30,774	657,109

	As at 1 July 2021 A\$	Charges for the period A\$	Exchange difference A\$	As at 31 December 2021 A\$
<b><u>Accumulated Depreciation</u></b>				
Computer	7,057	258	365	7,680
Equipment and tools	51,180	13,513	2,853	67,546
Furniture, fittings and fixtures	13,321	560	690	14,571
Motor vehicles	149,673	2,260	7,677	159,610
Office equipment	4,969	1,106	273	6,348
Storage room	18,659	3,042	1,006	22,707
	244,859	20,739	12,864	278,462
	244,859	20,739	12,864	278,462

	31.12.2021 A\$	30.6.2021 A\$
<b><u>Carrying Amounts</u></b>		
Computer	1,232	1,422
Equipment and tools	239,761	221,902
Furniture, fittings and fixtures	2,413	2,839
Motor vehicles	14,510	14,847
Office equipment	14,423	730
Storage room	106,308	104,093
	378,647	345,833
	378,647	345,833

## 7 EXPLORATION AND EVALUATION ASSETS

	Group	
	31.12.2021	30.6.2021
	A\$	A\$
Balance at beginning of the period	672,307	800,723
Foreign exchange differences	34,302	(2,312)
Amortisation during the period	(105,658)	(201,173)
Expenditure incurred during the period	1,717,075	-
Transferred	-	75,069
Balance at end of the period	<u>2,313,026</u>	<u>672,307</u>

Exploration and evaluation assets comprise the cost of obtained Exploration License in relation to the Beikeng Mine and related cost of search for mineral resources, the determination of technical feasibility and the assessment of the commercial viability of an identified resource in the Beikeng Mine.

## 8 INVENTORIES

	Group	
	31.12.2021	30.6.2021
	A\$	A\$
Balance at beginning of the period	62,437	694,959
Foreign exchange differences	3,186	1,015
Additions during the period	81,639	62,437
Inventories written down	-	(695,974)
Balance at end of the period	<u>147,262</u>	<u>62,437</u>
Inventories at the lower of cost and net realisable value	<u>147,262</u>	<u>62,437</u>

Inventories are stated at the lower of costs and net realisable value. Costs incurred in bringing the inventories to their present location and condition are accounted for on a weighted average method.

## 9 SHARE CAPITAL

	Group	
	31.12.2021	30.6.2021
<b>Number of shares (units)</b>		
At beginning/end of the period	<u>136,000,000</u>	<u>136,000,000</u>
<b>Issued and Paid-up (A\$)</b>		
At beginning/end of the period	<u>18,630,751</u>	<u>18,630,751</u>

## 10 LOSS PER SHARE

The loss per share is calculated based on the consolidated losses attributable to owners of the parent divided by the weighted average number of ordinary shares during the period.

The following table reflects the profit or loss and share data used in the computation of basic and diluted loss per share from continuing operations for the period ended 31 December 2021.

	<b>Group</b>	
	<b>31.12.2021</b>	<b>30.6.2021</b>
Weighted average number of ordinary shares for the purpose of calculating basic loss per share	<u>136,000,000</u>	<u>136,000,000</u>

Loss figures are calculated as follows:

	<b>Group</b>	
	<b>31.12.2021</b>	<b>30.6.2021</b>
	<b>A\$</b>	<b>A\$</b>
Loss for the purpose of calculating basic and diluted loss per share	<u>(313,849)</u>	<u>(335,652)</u>

As at the date of the financial statement, none of the options were exercised during the period.

## 11 NET TANGIBLE ASSET BACKING PER SECURITY

	<b>Group</b>	
	<b>31.12.2021</b>	<b>30.6.2021</b>
	<b>A\$</b>	<b>A\$</b>
Net tangible assets	<u>(898,106)</u>	<u>(581,744)</u>
Number of issued shares	<u>136,000,000</u>	<u>136,000,000</u>
<b>Net tangible assets backing per ordinary security</b>	<u>(0.007)</u>	<u>(0.004)</u>

## 12 RELATED PARTY DISCLOSURE

During the interim period, there were no related party transactions except for:

### COMPENSATION OF KEY MANAGEMENT PERSONNEL

	<b>1.7.2021</b>	<b>1.7.2020</b>
	<b>to</b>	<b>to</b>
	<b>31.12.2021</b>	<b>31.12.2020</b>
	<b>A\$</b>	<b>A\$</b>
Short term benefits	<u>25,096</u>	<u>20,849</u>

Key management personnel comprise Directors of the Group and other persons in the Group, having authority and responsibility for planning, directing and controlling the activities of the entity either directly or indirectly.

## 13 SEGMENT REPORTING

The Group identifies its operating segments based on the regular internal financial information reported to the executive Directors for their decisions about resources allocation to the Group's business components and for their review of the performance of those components. The business components in the internal financial information reported to the executive Directors are determined following the Group's major products and services. The Group has identified the following reportable segments:

- Mining and trading in related industry – exploration, mining and trading of iron ore
- Other – Others relate to corporate activities of the Company as well as the other operating segments that are not significant

(a) Segment results, assets and liabilities

	<b>Mining</b>	<b>Others*</b>	<b>Total</b>
<b>31 December 2021</b>	<b>A\$</b>	<b>A\$</b>	<b>A\$</b>
Revenue			
From external customers	-	-	-
From other segments	-	-	-
Segment revenues	<u>-</u>	<u>-</u>	<u>-</u>
Segment operating loss before tax	<u>(313,849)</u>	<u>-</u>	<u>(313,849)</u>
Segment assets	<u>11,126,130</u>	<u>9,708,756</u>	<u>20,834,886</u>
Segment liabilities	<u>7,468,125</u>	<u>647,010</u>	<u>8,115,135</u>
	<b>Mining</b>	<b>Others*</b>	<b>Total</b>
	<b>A\$</b>	<b>A\$</b>	<b>A\$</b>
<b>31 December 2020</b>			
Revenue			
From external customers	-	-	-
From other segments	-	-	-
Segment revenues	<u>-</u>	<u>-</u>	<u>-</u>
Segment operating loss before tax	<u>(335,652)</u>	<u>(58,240)</u>	<u>(335,652)</u>
<b>30 June 2021</b>			
Segment assets	<u>2,745,624</u>	<u>13,850,308</u>	<u>16,595,932</u>
Segment liabilities	<u>1,426,959</u>	<u>2,717,801</u>	<u>4,144,760</u>

\*Others relate to the corporate activities of the Company as well as the other operating segments that are not reportable.

- (b) Reconciliations of reportable segment profit or loss, assets and liabilities to its consolidated financial statement:

**Loss before taxation**

	<b>1.7.2021 to 31.12.2021 A\$</b>	<b>1.7.2020 to 31.12.2020 A\$</b>
Reportable segments loss before taxation	(313,849)	(335,652)
Unallocated income	-	-
	<u>(313,849)</u>	<u>(335,652)</u>

**Assets**

	<b>31.12.2021 A\$</b>	<b>30.6.2021 A\$</b>
Segments assets	20,834,886	16,595,932
Elimination of inter-segment assets	<u>(15,779,070)</u>	<u>(13,620,126)</u>
Consolidated assets	<u>5,055,816</u>	<u>2,975,806</u>

**Liabilities**

	<b>31.12.2021 A\$</b>	<b>30.6.2021 A\$</b>
Segments liabilities	8,115,135	4,144,760
Elimination of inter-segment liabilities	<u>(2,161,213)</u>	<u>(587,210)</u>
Consolidated liabilities	<u>5,953,922</u>	<u>3,557,550</u>

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#### 14 OPERATING LEASE COMMITMENTS

The Company leases office premises for sales, marketing and administrative support purpose.

Short term leases has not been capitalised in right of use assets and lease liabilities are as follow:

	<b>Group</b>	
	<b>31.12.2021</b>	<b>31.12.2020</b>
	<b>A\$</b>	<b>A\$</b>
Not later than one year	7,084	7,084
Later than one year but not later than five years	4,722	11,806
	<u>11,806</u>	<u>18,890</u>

Operating lease payments represents rents payable by the Company for office premises and other operating facilities. Lease is negotiated for a term of 3 years and rentals are fixed for an average of 1 to 3 years. Certain office premise has the options to renew for another one year at market rate subject to agreement by both parties for which the related lease payments had not been included in lease liabilities as the Company is not reasonably certain to exercise these options as it is also subject to final agreement with the lessor.

#### 15 FOREIGN EXCHANGE RATES

The principal closing foreign exchange rates used (expressed on the basis of one unit of foreign currency to A\$ equivalent) for the translation of foreign currency balances at the statement of financial position date are as follows:

	<b>31.12.2021</b>	<b>30.6.2021</b>
	<b>A\$</b>	<b>A\$</b>
Chinese Reminbi	0.2163	0.2058

#### 16 SEASONAL/CYCLICAL FACTORS

The operations of the Company were not significantly affected by seasonality and cyclical factors.

#### 17 MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates of amounts reported in the prior financial period that have a material effect in the six months ended 31 December 2021.

#### 18 DEBT AND EQUITY SECURITIES

There were no issuance, repurchase and repayments of debt and equity securities during the six months ended 31 December 2021.

#### 19 DIVIDEND PAID

No dividend paid during the reporting period.

**20 CONTINGENT LIABILITIES**

There are no contingent liabilities as at the date of these financial statements.

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