

UNITED GLOBAL SIM LIMITED
REPORTS AND FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

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林伯熙會計師行
P. H. Lam & Company
Certified Public Accountants
HONG KONG

UNITED GLOBAL SIM LIMITED

REPORT OF THE DIRECTORS

The directors have pleasure in submitting their report and the audited financial statements for the period from April 1, 2014 to June 30, 2015.

PRINCIPAL ACTIVITIES

UNITED GLOBAL SIM LIMITED (the company) is a company incorporated and domiciled in Hong Kong and has its registered office at Unit 1010, Miramar Tower, 132 Nathan Road, Tsim Sha Tsui, Kowloon, Hong Kong and principal place of business in Australia. The principal activity of the company is provision of telecommunication services. There is no significant change compared with the activity conducted in previous period.

CHANGE OF ACCOUNTING DATE

The director resolved that the accounting date of the company be changed from March 31 to June 30 of each year.

RESULTS AND APPROPRIATION

The results of the company's business for the period from April 1, 2014 to June 30, 2015 and the state of affairs of the company as at that date are set out in the financial statements on pages 5 to 17.

Details of the dividends are set out in note 7 to the financial statements.

FIXED ASSETS

Details of the movements in property, plant and equipment of the company are set out in note 8 to the financial statements.

INTANGIBLE ASSETS

Details of the movements in intangible assets of the company are set out in note 9 to the financial statements.

SHARE CAPITAL AND RESERVES

Details of share capital of the company are set out in note 13 to the financial statements.

There are no changes in the composition of the issued capital of the company.

There were no movements in the reserves except for changes to accumulated losses which arose from profit or loss and payment of dividends.

UNITED GLOBAL SIM LIMITED

REPORT OF THE DIRECTORS

DIRECTORS

The directors of the company during the period and at the date of this report were:

GHATTAS Anthony Brahim
GHATTAS Nicholas Arthur

In accordance with the company's Articles of Association, the existing directors shall remain in office.

The company did not enter into any contract, other than the contracts of service with the directors or any person engaged in the full-time employment of the company, whereby any individual, firm, or body corporate undertakes the management and administration of the whole, or any substantial part of any business of the company.

ARRANGEMENTS TO PURCHASE SHARES OR DEBENTURES

At no time during the period was the company, its holding company, or its subsidiary a party to any arrangements to enable the directors of the company to acquire benefits by means of the acquisition of shares in, or debentures of, the company or any other body corporate.

DIRECTORS' INTERESTS IN CONTRACTS OF SIGNIFICANCE

No contract of significance to which the company, its holding company, or its subsidiary was a party and in which a director of the company had a material interest, whether directly or indirectly, subsisted at the end of the period or at any time during the period.

AUDITORS

A resolution will be submitted to the annual general meeting to re-appoint P. H. Lam & Company, Certified Public Accountants (Practising) as auditor of the company.

On behalf of the Board



Chairman (GHATTAS Anthony Brahim)

HONG KONG, October 27, 2016.

P. H. Lam & Company

Certified Public Accountants
Room 3310, 33/F., Hong Kong Plaza,
188 Connaught Road West, Hong Kong.
Tel: 2581 0212 Fax: 2543 5839

林伯熙會計師行
香港干諾道西
香港干諾道西
電話：二五五五
真話：二五五五
九二室號

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF **UNITED GLOBAL SIM LIMITED**

(Incorporated in Hong Kong with limited liability)

We have audited the financial statements of UNITED GLOBAL SIM LIMITED ("the company") set out on pages 5 to 17, which comprise the statement of financial position as at June 30, 2015, and the income statement, statement of changes in equity and statement of cash flows for the period then ended, and a summary of significant accounting policies and other explanatory notes.

Directors' responsibility for the financial statements

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with Hong Kong Financial Reporting Standards for Private Entities issued by the Hong Kong Institute of Certified Public Accountants and the Hong Kong Companies Ordinance, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

P. H. Lam & Company

Certified Public Accountants

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188 Connaught Road West, Hong Kong.

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INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF **UNITED GLOBAL SIM LIMITED**

(Incorporated in Hong Kong with limited liability)

Opinion

In our opinion, the financial statements give a true and fair view of the state of the company's affairs as at June 30, 2015 and of its profit and cash flows for the period then ended in accordance with Hong Kong Financial Reporting Standards for Private Entities and have been properly prepared in accordance with the Hong Kong Companies Ordinance.



P. H. LAM & COMPANY
Certified Public Accountants (Practising)

LAM Pak Hay
PC number: P02729

Hong Kong, October 27, 2016.

UNITED GLOBAL SIM LIMITED
INCOME STATEMENT
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

	<u>NOTE</u>	<u>1/4/2014 - 30/6/2015</u>	<u>11/10/2012 - 31/3/2014</u>
TURNOVER	3	4,284,183	2,493,744
COST OF SERVICES		<u>(3,330,502)</u>	<u>(1,756,018)</u>
GROSS PROFIT		953,681	737,726
OTHER REVENUE	3	73,177	53,799
ADMINISTRATIVE COSTS		<u>(689,101)</u>	<u>(171,546)</u>
PROFIT BEFORE TAXATION	4	337,757	619,979
TAXATION	6	<u>31,679</u>	<u>-</u>
NET PROFIT FOR THE PERIOD		369,436	619,979
RETAINED PROFITS, B/F		<u>619,979</u>	<u>-</u>
PROFITS AVAILABLE FOR APPROPRIATION		989,415	619,979
APPROPRIATION			
Dividends	7	<u>(1,064,000)</u>	<u>-</u>
(ACCUMULATED LOSSES)/RETAINED PROFITS, C/F		<u><u>(74,585)</u></u>	<u><u>619,979</u></u>

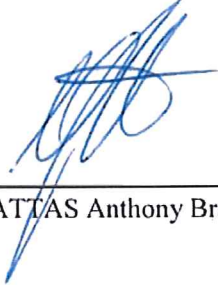
The accompanying notes form an integral part of these financial statements.

UNITED GLOBAL SIM LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2015

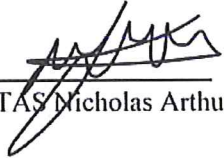
(Expressed in Australian dollars)

	<u>NOTE</u>	<u>30/6/2015</u>	<u>31/3/2014</u>
ASSETS AND LIABILITIES			
Non-current assets			
Property, plant and equipment	8	9,214	-
Intangible assets	9	649,164	31,231
Deferred tax assets		31,679	-
		<u>690,057</u>	<u>31,231</u>
Current assets			
Inventories	10	78,543	37,920
Trade and other receivables	11	2,273,660	2,341,316
Cash at bank and on hand		9,089	124,373
		2,361,292	2,503,609
LESS: Current liabilities			
Trade and other payables	12	3,125,796	1,914,723
Net current (liabilities)/assets		<u>(764,504)</u>	<u>588,886</u>
NET (LIABILITIES)/ASSETS		<u>(74,447)</u>	<u>620,117</u>
CAPITAL AND RESERVES			
Share capital	13	138	138
(Accumulated losses)/retained profits		<u>(74,585)</u>	<u>619,979</u>
		<u>(74,447)</u>	<u>620,117</u>

Approved by the board of directors on October 27, 2016.



 GHATTAS Anthony Brahim



 GHATTAS Nicholas Arthur

The accompanying notes form an integral part of these financial statements.

UNITED GLOBAL SIM LIMITED
STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

	<u>Share capital</u>	<u>Retained profits/ (accumulated losses)</u>	<u>Total</u>
Net profit for the period	-	619,979	619,979
Issue of share capital	138	-	138
At March 31, 2014	<u>138</u>	<u>619,979</u>	<u>620,117</u>
Net profit for the period	-	369,436	369,436
Dividends	-	(1,064,000)	(1,064,000)
	<u>-</u>	<u>(694,564)</u>	<u>(694,564)</u>
At June 30, 2015	<u><u>138</u></u>	<u><u>(74,585)</u></u>	<u><u>(74,447)</u></u>

UNITED GLOBAL SIM LIMITED
STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

	<u>1/4/2014 - 30/6/2015</u>	<u>11/10/2012 - 31/3/2014</u>
OPERATING ACTIVITIES		
Profit before taxation	337,757	619,979
Adjustments for:		
Amortization of intangible assets	91,785	3,375
Depreciation of owned assets	1,486	-
Interest income	(3)	(6)
	<u>93,268</u>	<u>3,369</u>
Operating profit before working capital changes	<u>431,025</u>	<u>623,348</u>
Increase in inventories	(40,623)	(37,920)
Decrease/(increase) in trade and other receivables	67,656	(2,341,316)
Increase in trade and other payables	147,073	1,914,723
	<u>174,106</u>	<u>(464,513)</u>
Cash generated from operations	605,131	158,835
Interest received	3	6
Net cash from operating activities	<u>605,134</u>	<u>158,841</u>
INVESTING ACTIVITIES		
Acquisition of of intangible assets	(709,718)	(34,606)
Acquisition of of property, plant and equipment	(10,700)	-
Net cash used in investing activities	<u>(720,418)</u>	<u>(34,606)</u>
FINANCING ACTIVITIES		
Proceeds from issue of ordinary share capital	-	138
(Decrease)/increase in cash and cash equivalents	(115,284)	124,373
Cash and cash equivalents at beginning of the period	<u>124,373</u>	<u>-</u>
Cash and cash equivalents at end of the period	<u><u>9,089</u></u>	<u><u>124,373</u></u>
ANALYSIS OF THE BALANCES OF CASH AND CASH EQUIVALENTS		
Cash at bank and on hand	<u><u>9,089</u></u>	<u><u>124,373</u></u>

UNITED GLOBAL SIM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

1 GENERAL

UNITED GLOBAL SIM LIMITED (the company) is a company incorporated and domiciled in Hong Kong and has its registered office at Unit 1010, Miramar Tower, 132 Nathan Road, Tsim Sha Tsui, Kowloon, Hong Kong and principal place of business in Australia. The principal activity of the company is provision of telecommunication services.

2 SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") for Private Entities and the requirements of the Hong Kong Companies Ordinance.

The measurement basis used in the preparation of the financial statements is the historical cost basis, and a summary of the significant accounting policies adopted by the company is set out below.

a) Revenue recognition

Revenue is recognised when it is probable that the economic benefits will flow to the company and when the revenue can be measured reliably, on the following bases:

Service income is recognized when services are rendered.

Interest income is recognised on actual basis.

Any other income not mentioned above is recognised whenever it is received or receivable.

b) Income tax

Income tax represents all domestic and foreign taxes that are based on taxable profit, including current tax and deferred tax.

Current tax is the amount of income taxes payable/recoverable in respect of the taxable profit/loss for the corresponding periods. Taxable profit/loss differs from accounting profit/loss because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period.

UNITED GLOBAL SIM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

b) Income tax (continued)

Deferred tax is the amount of income taxes payable/recoverable in future periods in respect of differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The company's deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted by the end of the reporting period.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow the benefit of part or all of the deferred tax assets to be utilised.

Current and deferred tax are recognised as income or an expense and included in profit or loss for the period, except to the extent that the tax arises from a transaction or event which is recognised, in the same or a different period, outside profit or loss, either in other comprehensive income or directly in equity, or from a business combination.

c) Foreign currencies

In preparing the financial statements of the company, transactions in currencies other than the company's functional currency (foreign currencies) are recorded at the rates of exchanges prevailing on the dates of the transactions. At each balance sheet date, monetary items denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are recognised in profit or loss in the period in which they arise, except for exchange differences arising on a monetary item that forms part of the company's net investment in a foreign operation, in which case, such exchange differences are recognised in equity in the financial statements. Exchange differences arising on the retranslation of non-monetary items carried at fair value are included in profit or loss for the period except for differences arising on the retranslation of non-monetary items in respect of which gains and losses are recognised directly in equity, in which cases, the exchange differences are also recognised directly in equity.

UNITED GLOBAL SIM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

2 SIGNIFICANT ACCOUNTING POLICIES (continued)

d) Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

The depreciable amount of an item of property, plant and equipment is allocated on a systematic basis over its estimated useful life using the straight-line method. The principal annual rate used for depreciation is 25%.

e) Intangible assets

Intangible assets with finite useful lives are carried at costs less accumulated amortisation and any accumulated impairment losses. Amortisation for intangible assets with finite useful lives is provided on a straight-line basis over their estimated useful lives. Alternatively, intangible assets with indefinite useful lives are carried at cost less any subsequent accumulated impairment losses.

The following intangible assets with finite useful lives are amortised from the date they are available for use and their estimated useful lives are as follows:-

- Computer software	4 years
- Web development	4 years

Both the period and method of amortisation and any conclusion that the useful life of an intangible asset is indefinite are reviewed annually.

f) Impairment of non-financial assets

An assessment is made at each balance sheet date to determine whether there is any indication of impairment or reversal of previous impairment, including items of property, plant and equipment and intangible assets. In the event that an asset's carrying amount exceeds its recoverable amount, the carrying amount is reduced to recoverable amount and an impairment loss is recognised in the income statement. A previously recognised impairment loss is reversed only if there has been a change in the estimates used to determine the recoverable amount, however not to an amount higher than the carrying amount that would have been determined (net of amortisation or depreciation), had no impairment losses been recognised for the asset in prior years.

UNITED GLOBAL SIM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

2 SIGNIFICANT ACCOUNTING POLICIES

g) **Financial instrument**

Financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Basic financial instruments include cash, debt instruments, commitments to receive loan and investments in non-convertible preference shares and non-puttable ordinary shares or preference shares.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition. Bank overdrafts that are repayable on demand and form an integral part of the company's cash management are also included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

Trade and other receivables

Most receivables are within normal credit terms and do not bear interest. Where credit is extended beyond normal credit terms, receivables are measured at amortised cost using the effective interest method. At the end of each reporting period, the carrying amounts of receivables are reviewed to determine whether there is any objective evidence that the amounts are not recoverable. If so, an impairment loss is recognised immediately in profit or loss.

Trade and other payables

Payables are obligations on the basis of normal credit terms and do not bear interest.

h) **Inventories**

Inventories are stated at the lower of cost (using first-in-first-out) and net realisable value. In arriving at net realisable value an allowance has been made for deterioration and obsolescence.

UNITED GLOBAL SIM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

3 REVENUE

An analysis of the company's revenue is as follows:-

	1/4/2014 - 30/6/2015	11/10/2012 - 31/3/2014
Turnover		
Telecommunication services income	4,284,183	2,493,744
Other revenue		
Exchange gains	-	45,189
Interest income	3	6
Sundry income	73,174	8,604
	<u>73,177</u>	<u>53,799</u>
	<u>4,357,360</u>	<u>2,547,543</u>

4 PROFIT BEFORE TAXATION

Profit before taxation is stated after charging the following:-

	1/4/2014 - 30/6/2015	11/10/2012 - 31/3/2014
CHARGING		
Amortization of intangible assets	91,785	3,375
Auditor's remuneration	6,164	4,145
Depreciation of owned assets	1,486	-
Exchange losses	24,302	-
Rental expenses	24,000	-
	<u>147,737</u>	<u>7,520</u>

5 DIRECTORS' REMUNERATION

Directors' remuneration disclosed pursuant to Section 161 of the Companies Ordinance is as follows:-

	1/4/2014 - 30/6/2015	11/10/2012 - 31/3/2014
Fees	-	-
Other emoluments	-	-
	<u>-</u>	<u>-</u>

6 TAXATION

Taxation charged in the income statement consists of:-

	1/4/2014 - 30/6/2015	11/10/2012 - 31/3/2014
Deferred tax		
Taxation for the year	(31,679)	-
	<u>(31,679)</u>	<u>-</u>

UNITED GLOBAL SIM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

6 TAXATION (continued)

No provision for Hong Kong profits tax has been made as the company has lodged an application for a full exemption of profits tax, and the directors are of the opinion that the Company is likely to obtain the exemption. Subject to the approval by the Commissioner of the Hong Kong Inland Revenue Department, the provision of tax for the current period will not be provided.

Taxation credited for the period can be reconciled to the result per the income statement as follows:-

	<u>1/4/2014 - 30/6/2015</u>	<u>11/10/2012 - 31/3/2014</u>
Profit before taxation	<u>337,757</u>	<u>619,979</u>
Notional tax at income tax rate of 16.5% (2014: 16.5%)	55,729	102,296
Tax effect of non-deductible expenses	47,629	-
Tax effect of non-taxable revenue	-	(97,143)
Tax effect of origination and reversal of temporary differences	<u>(135,037)</u>	<u>(5,153)</u>
	<u>(31,679)</u>	<u>-</u>

7 DIVIDENDS

	<u>1/4/2014 - 30/6/2015</u>	<u>11/10/2012 - 31/3/2014</u>
Interim declared - AUD1,064 (2014: NIL) per share	<u>1,064,000</u>	<u>-</u>

8 PROPERTY, PLANT AND EQUIPMENT

	<u>Computer equipment</u>	<u>Office equipment</u>	<u>Total</u>
Cost			
Additions and at June 30, 2015	8,418	2,282	10,700
LESS: Accumulated depreciation Charged for the period and at June 30, 2015	<u>1,342</u>	<u>144</u>	<u>1,486</u>
Net book value At June 30, 2015	<u>7,076</u>	<u>2,138</u>	<u>9,214</u>

UNITED GLOBAL SIM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

9 INTANGIBLE ASSETS

	Computer software	Web development	Trademarks	Total
Cost				
Additions and at March 31, 2014	13,348	19,168	2,090	34,606
Additions	25,731	679,664	4,323	709,718
At June 30, 2015	<u>39,079</u>	<u>698,832</u>	<u>6,413</u>	<u>744,324</u>
LESS: Accumulated amortisation				
Charged for the period and at March 31, 2014	1,750	1,625	-	3,375
Charged for the period	8,137	83,648	-	91,785
At June 30, 2015	<u>9,887</u>	<u>85,273</u>	<u>-</u>	<u>95,160</u>
Net book value				
At June 30, 2015	<u>29,192</u>	<u>613,559</u>	<u>6,413</u>	<u>649,164</u>
At March 31, 2014	<u>11,598</u>	<u>17,543</u>	<u>2,090</u>	<u>31,231</u>

10 INVENTORIES

	30/6/2015	31/3/2014
Trading goods	<u>78,543</u>	<u>37,920</u>

11 TRADE AND OTHER RECEIVABLES

	30/6/2015	31/3/2014
Trade receivables	121,430	22,078
Amounts due from fellow subsidiaries	2,144,543	2,306,107
Deposits and prepayments	7,687	13,131
	<u>2,273,660</u>	<u>2,341,316</u>

Included in the trade receivables, AUD81,186 (31/3/2014: NIL) is due from fellow subsidiaries.

UNITED GLOBAL SIM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

12 TRADE AND OTHER PAYABLES

	<u>30/6/2015</u>	<u>31/3/2014</u>
Trade payables	988,287	336,005
Accrued charges	152,031	34,034
Amounts due to holding company	1,151,582	-
Amounts due to fellow subsidiaries	402	1,256,664
Sundry creditors	833,494	288,020
	<u>3,125,796</u>	<u>1,914,723</u>

Included in the trade payables, AUD825,476 (31/3/2014: AUD282,101) is due to fellow subsidiaries.

13 SHARE CAPITAL

	<u>30/6/2015</u>	<u>31/3/2014</u>
1,000 shares issued and fully paid	<u>138</u>	<u>138</u>

Authorized capital and nominal value per share are abolished after the effective of Companies Ordinance (Cap 622) on March 4, 2014.

14 RELATED PARTY DISCLOSURES

In addition to the transactions and balances disclosed elsewhere in these financial statements, the company had the following transactions with related parties:

	<u>Note</u>	<u>1/4/2014 - 30/6/2015</u>	<u>11/10/2012 - 31/3/2014</u>
Telecommunication services income from fellow subsidiary	a	80,000	-
Call centre management fees to fellow subsidiaries	b	938,032	281,250
Amounts due from fellow subsidiaries	c	2,144,543	2,306,107
Amounts due to holding company	d	1,151,582	-
Amounts due to fellow subsidiaries	e	<u>402</u>	<u>1,256,664</u>

UNITED GLOBAL SIM LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)

14 RELATED PARTY DISCLOSURES (continued)

- a) Telecommunication services income from fellow subsidiary was charged at a negotiated value. No significant balance was carried forward at the balance sheet date in respect of the current period and previous period.
- b) Call centre management fees to fellow subsidiaries were charged at a negotiated value. No significant balance was carried forward at the balance sheet date in respect of the current period and previous period.
- c) Amounts due from fellow subsidiaries were unsecured, interest-free and had no fixed repayment terms.
- d) Amounts due to holding company were unsecured, interest-free and had no fixed repayment terms.
- e) Amounts due to fellow subsidiaries were unsecured, interest-free and had no fixed repayment terms.

15 CHANGE OF ACCOUNTING DATE

The directors resolved that the accounting date of the company to be changed from March 31 to June 30 of each year. Accordingly, the financial statements for this period showed the results of the company covering a period of 15 months from April 1, 2014 to June 30, 2015.

16 COMPARATIVE FIGURES

Comparative figures for the financial statements may not be comparable due to the change of accounting date for this period as mentioned above.

17 APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the board of directors on October 27, 2016.

UNITED GLOBAL SIM LIMITED
DETAILED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD FROM APRIL 1, 2014 TO
JUNE 30, 2015

(Expressed in Australian dollars)	(For management purpose only)	
	1/4/2014 - 30/6/2015	11/10/2012 - 31/3/2014
TURNOVER		
Telecommunication services income	4,284,183	2,493,744
LESS: COST OF SERVICES		
Opening stocks	37,920	-
Brand licence fees	87,582	-
Call centre maangement fees	1,012,518	281,250
Purchases and usage costs	2,227,481	1,506,472
Transportation and freight charges	43,544	6,216
Closing stocks	(78,543)	(37,920)
	<u>3,330,502</u>	<u>1,756,018</u>
GROSS PROFIT	<u>953,681</u>	<u>737,726</u>
ADD: OTHER REVENUE		
Exchange gains	-	45,189
Interest income	3	6
Sundry income	73,174	8,604
	<u>73,177</u>	<u>53,799</u>
LESS: ADMINISTRATIVE COSTS		
Accountancy fees	7,781	-
Amortization of intangible assets	91,785	3,375
Auditor's remuneration	6,164	4,145
Bank charges	7,018	2,363
Business trips	66,180	28,208
Contractors fees	88,109	-
Depreciation of owned assets	1,486	-
Exchange losses	24,302	-
Insurance	7,513	-
IT maintenance expenses	142,440	102,723
Legal and professional fees	27,533	-
Marketing expenses	93,432	24,124
Office expesnes	7,931	-
Printing and stationery	2,945	-
Rental expenses	24,000	-
Services charges	46,525	-
Sundry expenses	2,339	1,443
Telephone	35,251	5,165
Transportation	6,367	-
	<u>689,101</u>	<u>171,546</u>
NET PROFIT FOR THE PERIOD BEFORE TAXATION	<u><u>337,757</u></u>	<u><u>619,979</u></u>