



HUDSON RESOURCES LIMITED
ACN 008 720 965

HALF YEAR FINANCIAL REPORT
FOR THE HALF YEAR ENDED 30 JUNE 2018

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This 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 31 December 2017 and any public announcements made by Hudson Resources Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

CORPORATE DIRECTORY

Hudson Resources Limited

ACN 008 720 965
ABN 71 008 720 965

Registered and Corporate Office

Level 2
Hudson House
131 Macquarie Street
Sydney NSW 2000

Telephone: +61 2 9251 7177
Fax: +61 2 9251 7500
Website: www.hudsonresources.com

Auditors

K.S. Black & Co
Level 1
251 Elizabeth Street
Sydney NSW 2000
Telephone: +61 2 8839 3000

Lawyers

Piper Alderman
Level 23, Governor Macquarie Tower
1 Farrer Place
Sydney NSW 2000
Telephone: +61 2 9253 9999

Bankers

Australia & New Zealand Banking Group Limited
20 Martin Place
Sydney NSW 2000
Telephone: +61 2 9227 1818

National Australia Bank Limited
Level 20, Tower 1
520 Oxford Street
Bondi Junction NSW 2022
Telephone: +61 2 8383 0164

Directors

John Farey (Non-Executive Chairman)
Vincent Tan
Alan Beasley
Richard Yap

Company Secretary

Mona Esapournoori

Share Registry

Hudson Asset Management Pty Limited
Level 2
Hudson House
131 Macquarie Street
Sydney NSW 2000
Telephone: +61 2 9251 7177

This financial report covers the consolidated entity consisting of Hudson Resources Limited and its controlled entities.

Hudson Resources Limited is a company limited by shares, incorporated and domiciled in Australia.

REVIEW OF OPERATIONS

INDUSTRIAL MINERALS

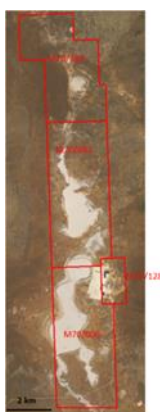
A total of 5,557 tonnes of Attapulgit ore was sold during the half year.

Attapulgit

- Hudson operates the Lake Nerramayne Attapulgit Mine near Geraldton WA which commenced operations in 1978.
- The mine is based on Australia's largest known deposit of Attapulgit with premium quality and superior absorption & adsorption capabilities.
- 4 mining leases host an attapulgit clay resource encompassing an area of 2,700 hectares. Current Inferred Resource 23.4 million tonnes JORC was defined from an area of approximately 40% of the total area.
- Hudson conducted an attapulgit mining campaign in 2017 and extracted 39,000 cubic metres of raw ore.



Project Location



4 Mining Leases



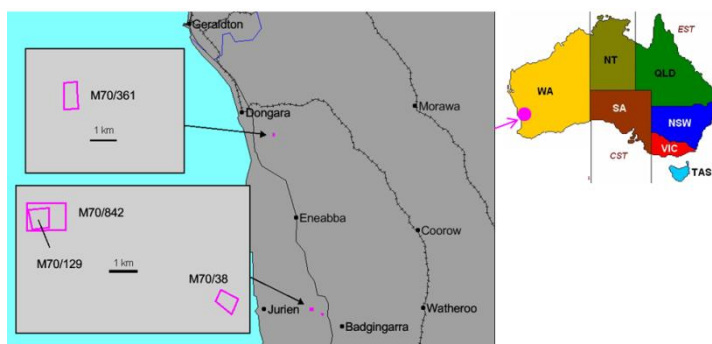
2017 mining campaign



Raw ore stockpiles from 2017 mining campaign

Diatomite

- Hudson holds 4 mining leases over diatomite deposits located between Perth & Geraldton WA.
- Current inferred resource 1.03Mt and increasing, including principal deposits are Badgingarra (Inferred resource 330,000t) and Dongara (inferred resource 500,000t).
- 20,000 tonnes above ground stockpile at Badgingarra, ready for shipment.
- Badgingarra Diatomite has been used in chemical free insecticides.
- Testing has demonstrated effective use as a slow release agent in fertilizer application.
- A research program is underway to test diatomite suitability in horticulture, agriculture, insecticide, stockfeed supplement and mine rehabilitation application.



4 Diatomite Mining Leases



Badgingarra Stockpile



Raw Ore

OTHER INVESTMENTS

Land & Building Complexes

Hudson holds land and building complexes at Narngulu Geraldton WA comprising 14.5 hectares in area (**Geraldton Property**). The rental income derived from Geraldton Property is \$435,000 p.a. gross. The Geraldton Property comprises industrial complexes consisting of industrial and packaging sheds, warehouses and office facilities valued at \$3.91 million at the reporting date.

Plant & Equipment

In the 1990's, Hudson purchased new plant and equipment for a diatomite processing and filtration plant. The key item is an unused rotary kiln (25,000 tpa processing capacity).

Commercial Property Holdings - Carpark

Hudson currently holds 36% unit holding in the Hudson Property Trust. The Hudson Property Trust owns the carpark located at Hudson House 131 Macquarie Street Sydney NSW.

DIRECTORS' REPORT

Your directors present their report on the consolidated entity consisting of Hudson Resources Limited (**Company**) and the entities it controlled at the end of or during the period ended 30 June 2018 and the Auditors' Review Report thereon.

Principal activities	<p>The principal activities of the Group during the reporting period were as follows:</p> <ul style="list-style-type: none"> • The mining and sale of minerals attapulgitite • Development of minerals attapulgitite and Diatomaceous Earth mining leases • Investment and development of commercial property in Geraldton • Investment of carpark in Sydney CBD area <p>There was no change to the nature of these activities during the reporting period.</p>
Review of operations	<p>Information on the operations and financial position of the consolidated entity and its business strategies and prospects are set out in the Review of Operations on pages 2 to 3 of this report.</p>
Financial performances	<p>The net consolidated profit of the Group for the six months ended 30 June 2018 was \$1.85 million (2017: Profit \$0.92 million).</p>
Dividends	<p>The Directors of the Company do not recommend that any amount be paid by way of dividend. The Company has not paid or declared any amount by way of dividend since the commencement of the financial year.</p>

Directors

The following persons held office as Directors of Hudson Resources Limited since the start of the financial year, to the date of this report, unless otherwise stated.

Vincent Tan	Executive Director	
Richard Yap	Non-Executive Director	
John W Farey	Non-Executive Director	
Alan Beasley	Non-Executive Director	
Benjamin Amzalak	Non-Executive Director	Retired 25 July 2018

Rounding

The amounts contained in the half-year financial report have been rounded to the nearest thousand dollars (where rounding is applicable) under the option available to the Company under ASIC Class Order 98/100. The Company is an entity to which the Class Order applies.

Events Subsequent To Balance Date

There are no other matters or circumstances which have arisen since 30 June 2018 that have significantly affected or may significantly affect:

- the operations, in the financial half year subsequent to 30 June 2018, of the consolidated entity;
- the results of those operations; or
- the state of affairs, in the financial half year subsequent to 30 June 2018, of the consolidated entity.

Tenement List

Tenement
List

Licence No	Project	Status	Date Applied	Date Granted	Expiry Date	Area Sq kms
HRS - Attapulgit						
M70/128	Lake Nerramyne	Granted	5-Dec-83	21-Jun-85	20-Jun-27	1.2
M70/389	Lake Nerramyne	Granted	5-Feb-88	28-Jul-89	27-Jul-31	7.2
M70/483	Lake Nerramyne	Granted	6-Jan-89	31-Jul-90	30-Jul-32	9.51
M70/606	Lake Nerramyne	Granted	2-Feb-90	30-Jul-90	29-Jul-32	8.91
total						26.82
HRS - Ditatomite						
M70/129	Badgingarra	Granted	9-Dec-83	18-Jul-85	17-Jul-27	0.46
M70/842	Badgingarra	Granted	23-Feb-94	17-Nov-94	16-Nov-36	0.84
M70/38	Drak	Granted	2-May-83	24-Feb-84	23-Feb-26	0.36
M70/361	Dongara	Granted	3-Nov-87	19-Nov-90	18-Nov-32	0.5
total						2.16
Ashford Coking Coal Pty Ltd (wholly owned subsidiary of HRS)						
EL8431	Barraba	Cancelled 20-Feb-18				

Auditor's Independence Declaration

We have obtained an independence declaration from our auditors, K. S. Black & Co which appears on page 6 of this report.

Signed in accordance with a resolution of the Directors:



Vincent Tan
Chief Executive Officer/Director



Alan Beasley
Director

Sydney
24 August 2018

AUDITOR'S INDEPENDENCE DECLARATION

Level 6
350 Kent Street
SYDNEY NSW 2000

75 Lyons Road
DRUMMOYNE NSW 2047

K.S. Black & Co.

ABN 48 117 620 558

20 Grose Street
North Parramatta NSW 2151

PO Box 2210
North Parramatta NSW 1750

INDEPENDENT AUDITOR'S REVIEW REPORT

To the Directors of Hudson Resources Limited

Report on the Consolidated Interim Financial Report

We have reviewed the accompanying half-year Consolidated Interim Financial Report of Hudson Resources Limited, which comprises the statement of financial position as at 30 June 2018, and the statement of profit or loss and other comprehensive income, statement in changes in equity and the statement of cash flows; for the half-year then ended, a summary of significant accounting policies, other selected explanatory notes and the declaration by those charged with governance.

The Director's Responsibility for 30 June 2018 Consolidated Interim Financial Report

The Directors of the Consolidated Group are responsible for the preparation and fair presentation of the half-year Consolidated Interim Financial Report in accordance with *Accounting Standard AASB 101* 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 for the Consolidated Interim Financial Report

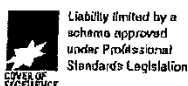
Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standards on Review Engagements ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the financial report is not presented fairly, in all material respects, with the Corporations Law 2001. As the auditor of Hudson Resources 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 the person responsible for financial and accounting matters, and applying analytical and 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 of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the Australian professional accounting bodies.

Phone 02 9839 3000
Fax 02 9839 3055



INDEPENDENT AUDITOR'S REVIEW REPORT

Level 6
350 Kent Street
SYDNEY NSW 2000

75 Lyons Road
DRUMMOYNE NSW 2047

K.S. Black & Co.

ABN 48 117 620 556

20 Grose Street
North Parramatta NSW 2151


PO Box 2210
North Parramatta NSW 1750

Conclusion

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of Hudson Resources Limited does not present fairly, in all material respects including:

- i. Giving a true and fair view of the entity's financial position as at 30 June 2018 and of its performance for the financial half-year ended on that date; and
- ii. Complying with Australian Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

KS Black & Co
Chartered Accountants



Scott Bennison
Partner

Dated: 24/8/18

Phone 02 8839 3000
Fax 02 9999 3055



Liability limited by a
scheme approved
under Professional
Standards Legislation

CHARTERED ACCOUNTANTS
AUSTRALIA - NEW ZEALAND

INDEPENDENT AUDITOR'S REVIEW REPORT continued

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20 Grose Street
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Lead Auditors' Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of Hudson Resources Limited

I declare that, to the best of my knowledge and belief, during the half-year ended 30 June 2018 there has been:

- i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- ii. no contraventions of any applicable code of professional conduct in relation to the audit.

The entities are in respect of Hudson Resources Limited and the entities it controlled during the period.

KS Black & Co
Chartered Accountants



Scott Bennison
Partner

Dated in Sydney on this 2nd day of August 2018

Phone 02 8839 3000
Fax 02 8839 3056



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under Professional
Standards Legislation



DECLARATION BY DIRECTORS

The Directors of the Company declare that:

1. The financial statements and notes, set out on pages 10 to 18 , are in accordance with the *Corporations Act 2001*, and:
 - i give a true and fair view of the financial position of the consolidated entity as at 30 June 2018 and of its performance for the half-year ended on that date; and
 - ii comply with Australian Accounting Standards AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.
2. In the Directors' opinion 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 the Directors:



Vincent Tan
Chief Executive Officer/Director



Alan Beasley
Director

Sydney
24 August 2018

**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER
COMPREHENSIVE INCOME**
FOR THE HALF-YEAR ENDED 30 JUNE 2018

		Consolidated	
		Half-year ended	Half-year ended
		30 Jun 18	30 Jun 17
	Notes	\$'000	\$'000
Revenue	2	578	688
Other income and expenses	2	2,485	1,036
Cost of sales and administration		(1,125)	(726)
Finance expenses	2	(82)	(71)
		<hr/>	<hr/>
PROFIT/(LOSS) BEFORE INCOME TAX		1,856	927
Income tax		-	-
PROFIT/(LOSS) AFTER TAX		1,856	927
		<hr/>	<hr/>
Other comprehensive Income			
Other comprehensive income before income tax		-	-
Income tax expenses		-	-
Other comprehensive income		-	-
		<hr/>	<hr/>
TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE PERIOD		1,856	927
Comprehensive income attributable to non-controlling interest		-	-
TOTAL COMPREHENSIVE INCOME/(LOSS) ATTRIBUTABLE TO MEMBERS OF THE PARENT ENTITY		1,856	927
		<hr/>	<hr/>
EARNINGS/(LOSS) PER SHARE		Cents	Cents
Basic earnings/(loss) per share		1.58	0.79
Diluted earnings/(loss) per share		1.58	0.79

This Statement is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2018

		Consolidated	
		30 Jun 2018	31 Dec 2017
ASSETS	Notes	\$'000	\$'000
Current assets			
Cash and cash equivalents	3	(14)	(39)
Trade and other receivables		1,151	527
Financial assets		-	5,351
Inventories		330	321
Other current assets		22	13
Total current assets		1,489	6,173
Non-current assets			
Trade and other receivables		2,667	-
Financial Assets	4	14,021	8,722
Plant and equipment		-	-
Investment property	5	3,912	3,912
Land and property		1	1
Total non-current assets		20,601	12,635
Total Assets		22,090	18,808
LIABILITIES			
Current Liabilities			
Trade and other payables	6	303	136
Financial liabilities	7	-	-
Employee benefits provision		1	1
Total current liabilities		304	137
Non-current liabilities			
Trade and other payables		1,259	-
Financial liabilities	7	2,700	2,700
Provisions		259	259
Total non-current liabilities		4,218	2,959
Total Liabilities		4,522	3,096
Net Assets		17,568	15,712
EQUITY			
Issued capital	8	26,880	26,880
Reserves		12,660	12,660
Accumulated losses		(21,972)	(23,828)
Total Equity		17,568	15,712

The above statement should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY **FOR THE HALF-YEAR ENDED 30 JUNE 2018**

Consolidated	Notes	Issued Capital \$'000	Reserve \$'000	Accumulated Losses \$'000	Total Equity \$'000
Balance at 31 December 2016		26,880	12,649	(29,717)	9,812
Profit for the period		-	-	927	927
Movement during the period		-	-	-	-
Balance at 30 June 2017		26,880	12,649	(28,790)	10,739
Balance at 30 June 2017		26,880	12,649	(28,790)	10,739
Profit for the period		-	-	4,962	4,962
Movement during the period		-	11	-	11
Balance at 31 December 2017	8	26,880	12,660	(23,828)	15,712
Balance at 31 December 2017	8	26,880	12,660	(23,828)	15,712
Profit/(Loss) for the period		-	-	1,856	1,856
Movement during the period		-	-	-	-
Balance at 30 June 2018	8	26,880	12,660	(21,972)	17,568

This Statement is to be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENT OF CASH FLOW **FOR THE HALF-YEAR ENDED 30 JUNE 2018**

		Consolidated	
		Half-year ended	Half-year ended
		30 Jun 18	30 Jun 17
	Notes	\$'000	\$'000
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		565	692
Interest received		7	1
Payments to suppliers, employees and exploration expenses		(503)	(871)
Interest paid		(74)	(69)
Net cash (used in)/provided by from operating activities		(5)	(247)
CASH FLOWS FROM INVESTING ACTIVITIES			
Proceeds from sale of investments		-	959
Payment for property improvement		-	(12)
Payment for mining campaign		-	(260)
Repayment from/advance from other parties		205	400
Advance to other parties		(175)	(1,066)
Net cash provided by/(used in) from investing activities		30	21
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of borrowings		-	-
Net cash (used in)/provided by from financing activities		-	-
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		25	(226)
Cash and cash equivalents at the beginning of the reporting		(39)	153
CASH AND CASH EQUIVALENTS AT THE END OF THE			
REPORTING PERIOD	3	(14)	(73)

This Statement is to be read in conjunction with the accompanying notes.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 30 JUNE 2018

1. BASIS OF PREPARATION OF THE HALF-YEAR FINANCIAL REPORT

Reporting Entity

Hudson Resources Limited (the "**Company**") is a company domiciled in Australia. The consolidated interim financial report of the Company as at and for the six months ended 30 June 2018 comprises the Company and its controlled entities (together referred to as the "**consolidated entity**").

The consolidated annual financial report of the consolidated entity as at and for the year ended 31 December 2017 is available upon request from the Company's registered office.

Statement of Compliance

The consolidated interim financial report is a general purpose financial report which has been prepared in accordance with AASB 134: *Interim Financial Reporting* and the *Corporations Act 2001*.

The consolidated interim financial report does not include all of the information required for a full annual financial report, and should be read in conjunction with the consolidated annual financial report of the consolidated entity as at and for the year ended 31 December, 2017.

This consolidated interim financial report was approved by the Board of Directors.

The consolidated entity is of a kind referred to in ASIC Class order 98/100 dated 10 July 1998 and in accordance with the Class Order, amounts in the financial report have been rounded off to the nearest thousand dollars, unless otherwise stated.

Estimates

The preparation of the interim financial report requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing this consolidated interim financial report, the significant judgement made by management in applying the consolidated entity's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial report as at and for the year ended 31 December 2017.

Accounting Policies

The accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period.

Going Concern

This financial report has been prepared on a going concern basis.

The investment property is fully leased and generates positive cash flow to the group.

The directors believe the company will be able to pay its debts as and when they fall due and to fund near term anticipated activities.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 30 JUNE 2018

2. REVENUE AND EXPENSES

Specific items

Profit before income tax expense includes the following revenues and expenses whose disclosure is relevant in explaining the performance of the entity:

	Consolidated	
	Half-year ended 30 Jun 18 \$'000	Half-year ended 30 Jun 17 \$'000
(i) Revenue		
Sale of mineral product	111	137
Property rental income	216	214
Services income	241	236
Fee income	10	101
	578	688
(ii) Other Income and expenses		
Gain / (loss) on disposal of Investment	309	(124)
Interest Income	31	19
Landowner compensation received	10	25
Change in fair value of investment	1,995	1,116
Others	140	-
	2,485	1,036
(iii) Financial and Other Expenses		
Depreciation and amortisation	(1)	(1)
Interest paid	(78)	(70)
Other	(3)	-
	(82)	(71)

3. CASH AND CASH EQUIVALENTS

	Consolidated	
	30 Jun 18 \$'000	31 Dec 17 \$'000
Cash at bank	(14)	(39)
Cash held in trust security deposits	-	-
	(14)	(39)

4. FINANCIAL ASSETS

	Consolidated	
	30-Jun-18 \$'000	31-Dec-17 \$'000
Non-Current		
Investment in related entities	14,021	8,722
Provision for diminution in value	-	-
	14,021	8,722

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 30 JUNE 2018

5. INVESTMENT PROPERTY

	Consolidated	
	30 Jun 2018	31 Dec 2017
	\$'000	\$'000
At fair value		
Carrying amount at beginning of year	3,912	3,900
Capital Works – property improvement	-	12
Carrying amount at end of the period	<u>3,912</u>	<u>3,912</u>

Valuation Basis

The basis of the valuation of Geraldton investment properties is fair value being the amounts for which the properties could be exchanged between willing parties in an arm's length transaction, based on current prices in an active market for similar properties in the same location and condition and subject to similar leases. The valuations were based on independent assessments made by member of the Australian Property Institute during the reporting period.

6. TRADE AND OTHER PAYABLES

	Consolidated	
	30 Jun 2018	31 Dec 2017
	\$'000	\$'000
Current		
Unsecured		
Trade Payables	270	114
Other and accrued payables	33	22
	<u>303</u>	<u>136</u>

7. FINANCIAL LIABILITIES

	Consolidated	
	30 Jun 2018	31 Dec 2017
	\$'000	\$'000
Current		
Secured		
Leased liabilities	-	-
Bank borrowings	-	-
	<u>-</u>	<u>-</u>
Non-Current		
Secured		
Leased liabilities	-	-
Bank borrowings	2,700	2,700
	<u>2,700</u>	<u>2,700</u>

Security for borrowings

Bank loan is secured by first mortgages over the Group's investment property at Geraldton and fixed and floating charges over assets of the Group. The loan is repayable in year 2020.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 30 JUNE 2018

8. ISSUED CAPITAL

	Consolidated Entity		Consolidated Entity	
	30 Jun 18	31 Dec 17	30 Jun 18	31 Dec 17
	Number of	Number of	\$'000	\$'000
	Shares	Shares		
Share capital				
Ordinary shares	117,269,679	117,269,679	26,880	26,880

(a) Movements in ordinary share capital:

Details	Number of	Number of	\$'000	\$'000
	Shares	Shares		
Balance	117,269,679	117,269,679	26,880	26,880
Share Issued	-	-	-	-
Balance	117,269,679	117,269,679	26,880	26,880

(b) Terms and Conditions

Each ordinary share participates equally in the voting rights of the Parent Entity. Ordinary shares entitle the holder to participate in dividends and the proceeds on winding up of the Parent Entity in proportion to the number of and amounts paid on the shares held.

(c) Options

There are no unissued ordinary shares of the Company under option at the date of this report.

9. SEGMENT REPORTING

The consolidated entity operates one business being the mining, sale of mineral products and related development projects in Australia.

10. CONTINGENT LIABILITIES AND ASSETS

There are no other material contingent liabilities as at the date of this report.

Guarantees

Hudson Resources Limited and its wholly owned controlled entities entered into a Deed of Cross Guarantee under which each company guarantees the debts of the others. No deficiency of assets exists in the consolidated entity as a whole. No material losses are anticipated in respect of any of the above contingent liabilities.

11. COMMITMENTS

	Consolidated	
	30 Jun 18	31 Dec 17
	\$'000	\$'000
Exploration expenditure commitments		
Tenement exploration expenditure	4,143	4,297
Tenement lease payment	745	1,661
	4,888	5,958

The minimum exploration expenditure commitments and lease payments on the Group's exploration tenements totalling approximately \$4.8 million over the remaining term of the tenements.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE HALF-YEAR ENDED 30 JUNE 2018

COMMITMENTS continued

Remuneration commitments

Salary and other remuneration commitments under long-term service contracts existing at reporting date are not recognised as liabilities

	Consolidated	
	30 Jun 18	31 Dec 17
	\$'000	\$'000
Within one year	125	125
Later than one year but not later than 5 years	500	500
Later than 5 years	-	-
	625	625

During the period there was a service agreement in place formalising the terms of remuneration of Vincent Tan.

Service Agreement

The Company has entered into a Corporate Service Agreement with Hudson Asset Management Pty Limited pursuant to which Hudson Asset Management Pty Limited has agreed to provide its office management, registered office, administrative, accounting, compliance and secretarial services.

The term of the Corporate Services Agreement is two years and the fee payable is that amount agreed between the parties from time to time. The terms of the Services Agreement provide that Hudson Asset Management Pty Limited shall act in accordance with the Directions of the Board.

12. EVENTS SUBSEQUENT TO BALANCE DATE

At the date of this report there are no other matters or circumstances, other than noted above, which have arisen since 30 June 2018 that have significantly affected or may significantly affect:

- the operations, the financial half year subsequent to 30 June 2018, of the Group;
- the results of those operations; or
- the state of affairs, the financial half year subsequent to 30 June 2018, of the Group.