



ASX ANNOUNCEMENT

CPT GLOBAL LIMITED (ASX: CGO)

24 February 2023

Appendix 4D & Financial Report for the Half Year Ended 31 December 2022

CPT Global Limited (**ASX:CGO**) (**CPT** or **the Company**) is pleased to provide the following information for the financial period ended 31 December 2022:

1. Appendix 4D Half Year Report; and
2. Financial Report for the Half Year Ended 31 December 2022.

This announcement has been authorised for release by the Board of Directors of CPT Global Limited.

-ENDS-

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Forward looking statements

Any forward-looking statements, including projections, guidance on future revenues, earnings and estimates, are provided as a general guide only and should not be relied upon as an indication or guarantee of future performance. Forward-looking statements involve known and unknown risks, uncertainties and other factors that may cause CPT's actual results, performance or achievements to differ materially from any future results, performance or achievements expressed or implied by these forward-looking statements. Neither CPT, nor any other person, gives any representation, assurance or guarantee that the occurrence of the events expressed or implied in any forward-looking statements in

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this announcement will actually occur. In addition, please note that past performance is no guarantee or indication of future performance.

Investors should consult with their own professional advisors in connection with any acquisition or dealing of securities.



Appendix 4D: CPT Global Limited

RESULTS FOR ANNOUNCEMENT TO THE MARKET

Key Information

				Half-year Ended 31 December 2022	Half-year Ended 31 December 2021
				A \$000's	A \$000's
Revenues from ordinary activities	up	1.9%	to	\$16,202	\$15,904
Net Profit before tax attributable to members	down	-49.5%	to	\$839	\$1,661
Net Profit after tax attributable to members	down	-52.4%	to	\$571	\$1,201

DIVIDENDS PAID AND PROPOSED

	Amount per Security	Franked Amount per Security	Tax rate for franking	Record Date
FY2022 Final dividend paid 10 November 2022	1.00 cents	1.00 cents	25%	14 October 2022
FY2023 Interim dividend payable tba	0.6 Cents	0.6 Cents	25%	23 February 2023

DIVIDEND DETAILS

	Half-year Ended 31 December 2022	Half-year Ended 31 December 2021
	A \$000's	A \$000's
Ordinary share capital:		
Final dividend paid	\$416	\$1,209
Interim dividend payable	\$251	\$621

DETAILS OF DIVIDEND REINVESTMENT PLAN IN OPERATION

The Company's Dividend Reinvestment Plan (DRP) provides for a 2.5% discount on the Volume Weighted Average Price of ordinary shares for the 5 trading days commencing the second day after the the record date.

The last date for receipt of election notices for participation in the DRP for the FY2023 interim dividend is 31 March 2023

EARNINGS PER SHARE (EPS)

	Half-year Ended 31 December 2022	Half-year Ended 31 December 2021
Basic EPS	1.37 cents	2.95 cents
Diluted EPS	1.34 cents	2.93 cents

NTA BACKING

Net tangible asset backing per ordinary security	\$0.13	\$0.14
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February, 2023

CPT Global Limited

Half-Year Financial Report

Ending 31 December 2022





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Directors' Report

The directors submit the financial report of CPT Global (the Company) and its controlled entities (the Group) for the half year ended 31 December 2022.

Directors

Below are the names and details of CPT Global's directors in office during the financial period and until the date of this report. Directors were in office for this entire period unless stated otherwise.

- **Fred Grimwade**, Non-Executive Chairman
- **Luke Tuddenham**, Managing Director & CEO
- **Gerry Tuddenham**, Executive Director
- **Steve Targett**, Non-Executive Director (*appointed 24 January 2023*)
- **Nigel Sandiford** Non-Executive Director (*resigned 1 August 2022*)

Operating and Financial Review

The first half of FY2023 has been a pleasing one, as we have exceeded the benchmarks set at the start of the year. In his first full year as Managing Director and CEO, Luke Tuddenham has brought considerable energy and drive along with a bold vision to grow the business. This combined with the dedication and hard work of our team, resulted in the Group surpassing our goal of achieving last year's half-year revenue number.

CPT Global strives to help clients solve complex technical challenges that transform their IT environments. Our vision is to be a world leader in solving clients' complex challenges in our niche markets.



How We Do It

CPT attracts and retains the world's best technical consultants, combining our IP, software and services to deliver end-to-end solutions to clients at scale.



What We Do

Our passion for finding undiscovered savings, risks, and opportunities in technology to help clients get more value and performance out of their investments.



Role of Software

We codify our IP in order to scale our delivery capacity and drive annuity revenue in our core service lines: Optimization, Modernization and Assurance.

Directors' Report

Operations and Strategy

Our focus for the remainder of the year, is to continue remaining resilient to macro-level environmental factors. We are committed to providing our clients with cost effective strategies as they navigate these challenging times. While some of these factors are out of our control, we understand the importance of creating strategies that directly react to trends we are seeing in the economy, world, and technology.

We recognize cost and return on investment (ROI) is front of mind for clients, during these economic times. We are confident that CPT's unique, outcome-based Risk Reward pricing model will help address these concerns and deliver a positive outcome. In this structure, fees are based on a share of client savings across system costs. In this approach, CPT shares the project risk and ensures a clear ROI. This model has proved successful in the past, as some of our most successful financial years have come from times when the economy was facing a downturn.

In 2023, we will also be focusing on increasing growth within CPT. This will come through obtaining new clients and increasing our recruitment efforts. To achieve this, we have developed a Sales Enablement Guide that details how to sell CPT's service offerings in step-by-step detail. The goal of this handbook is to help train new sales hires in a faster and more efficient manner. By providing them with the tools they need to sell, we have confidence that we will be able to obtain new clients that add to our already robust portfolio. To keep up with this expected growth, we have also prioritized hiring Jr. Consultants and increasing participation in our mentoring program.

While there are macro-level environment factors that are out of our control, we are confident and well-positioned to provide cost effective strategies and solutions to our clients during this difficult economic time. We strongly believe the skillset of our experts and our partnerships, will help both our clients and CPT prosper in the remainder of the year.

Financial Performance & Position

The net profit for HY2023 is \$571K on revenue of \$16.2m. The revenue grew over the last half year marginally. Net profit is lower compared to last half year due to the planned business investments we have made during the year, which was part of our growth strategy that was announced in the last full year report.

The chart below shows a breakdown of the business' performance over the last three reporting periods and for the immediately preceding six-month period (30 June 2022 to 31 December 2022).

Directors' Report

Financial Performance & Position

Consolidated Financials

1st Half 2023

\$16.2M
revenue

\$6M
margin

\$839K
net margin

Full Year 2022

\$29.9M
revenue

\$11.1M
margin

\$1.8M
net margin

1st Half 2022

\$15.9M
revenue

\$5.9M
margin

\$1.7M
net margin

2nd Half 2022

\$14M
revenue

\$5.2M
margin

\$108K
net margin

NOTE: Net Margin will not equal total of segments due to other unallocated overheads

Some notable highlights of this year-over-year performance:

- Revenue continues to grow year-over-year
- Business is generating a solid margin from our major customers
- During the half year, investments on sales team, delivery and systems were made

Directors' Report

Financial Performance & Position

Australia Financials

1st Half 2023

\$8.6M
revenue

\$2.0M
margin

\$985K
net margin

Full Year 2022

\$14.9M
revenue

\$3.8M
margin

\$1.9M
net margin

1st Half 2022

\$8.1M
revenue

\$2.1M
margin

\$1.1M
net margin

2nd Half 2022

\$6.8M
revenue

\$1.7M
margin

\$840K
net margin

Some notable highlights of this year-over-year performance:

- Business was steady during the 1st half in both revenue and margin
- Major projects were delivered to our clients in the 1st half
- We are projecting the same momentum in the 2nd half

Directors' Report

Financial Performance & Position

Northern Hemisphere Financials

1st Half 2023

\$7.6M
revenue

\$3.9M
margin

\$2.1M
net margin

Full Year 2022

\$15M
revenue

\$7.4M
margin

\$3.9M
net margin

1st Half 2022

\$7.8M
revenue

\$3.9M
margin

\$2.4M
net margin

2nd Half 2022

\$7.2M
revenue

\$3.5M
margin

\$1.5M
net margin

Some notable highlights of this year-over-year performance:

- New projects were won in the U.S. and Europe
- We continue to generate higher margins compared to the Australian region
- Major projects are in the pipeline for the 2nd half

Directors' Report

Movements in the Balance Sheet

- We have cleared/paid liabilities and both assets and liabilities have reduced during the 1st half.
- Cash position has reduced as we have paid outstanding liabilities around \$1.3M.
- Trade and other receivables (both current and non-current) reduced mainly due to better collections in outstanding invoices and also clearing/offsetting outstanding balances for GST/HST in Canada, part of the work carried out to reconcile balances with the Canada Revenue Agency relating to payments made in 2017 – 2020. As of 31 December 2022, only the Employee withholding tax receivable balance of \$1.7M is remaining to be settled and that balance is sitting in non-current trade and other receivables.
- Trade and other payables reduced due to settling outstanding payable balances and also as part of clearing/offsetting outstanding balances for GST/HST in Canada.
- Movement in issued capital is due to shares issued as part of last year's final dividend re-investment plan and an employee share issue relating to a bonus payment.

Cash Flow

- Total group cash balances as of 31 December 2022 amounted to \$2.3M, compared to \$4M at the end of June 2022.
- We paid approximately \$1.3M outstanding liabilities during the first half of the year.
- We also released approximately \$1M payroll in December, as an early payment before Christmas, impacting the cash flow.
- Cash has reduced in line with the reduction in liabilities as we have settled some outstanding liabilities, as part of improving the balance sheet.
- Our cash position provides the business with the ability to fund our growth strategies.

Directors' Report

A Glimpse at the Future

At CPT Global, we are committed to helping our clients improve their technology, delivery, performance, and capabilities. To achieve this, we must be able to adapt to not only evolving technologies, but world and economic trends as well. While some of these factors are out of our control, we aim to implement strategies that enable us to react and remain resilient to achieve long-term success.

Cutting Client Costs

Within the past year, we have seen news stories about major companies having software issues that resulted in nationwide travel and trading disruptions. These instances were a result of infrastructure issues for systems that are still running on legacy software.

CPT has had success in identifying and understanding the unique advantages, complexities, and limitations of the mainframe. For nearly three decades, our clients have trusted us as the "go to" independent partner for many of their most critical IT strategic initiatives, which include legacy as well as modernization efforts. Our experts use their deep mainframe knowledge to inspire trust with our Fortune 1,000 clients and deliver the most optimal solutions for ensuring their systems are resilient while achieving their business goals.

CPT's approach is tailored to the unique needs of the client. We produce customized roadmaps that can be implemented with confidence, as our only goal is to help clients achieve the best performance at the lowest cost. We recognize that the desire to stay on legacy systems and not update software when needed can be a result of high costs and a poor economy. CPT combats this by offering a unique, outcome-based Risk Reward pricing model, where fees are based on a share of client savings across system costs. This approach allows CPT to share project risks and ensure the client a clear ROI.

Our team's awareness of the importance of legacy software and how to respond to issues that may arise, demonstrates our commitment to ensuring low risk coupled with high levels of comfort, reliability, and resiliency when working with CPT.

Recruiting Top Talent

CPT has a team of 150+ technology experts, many who have a long tenure with us, and possess decades of experience in transformation, assurance, and optimization. We pride ourselves in having top-tier talent, and have prioritized expanding our workforce to obtain the next generation of CPT experts.

We have increased our recruiting efforts and have hired several Junior Consultants who are able to take advantage of our mainframe mentoring program. This mentoring program is a key strategic initiative that enables new hires to learn first-hand from our experts. Our team provides mentees with the tools and guidance they need to succeed by exposing them to



Directors' Report

multiple areas within the field and providing hands on experience with our clients. In HY2023, we have doubled the number of members in this program and continue to prioritize growth. Throughout its history, CPT has consistently cultivated diversity in our consultants to become true experts. By strategically focusing on increasing recruitment and our mentoring program, we are helping to ensure that our future consultants and leaders will possess the same unique “value proposition” that we currently offer to our clients.

Well Positioned for Modernization

At CPT, our unique differentiator is our consultants. Our team of experts specialize in the mainframe and testing. They have the knowledge and skillset to help our clients through the entire modernization journey. Based on our clients' needs and goals, we can help maintain, leverage, modernize, or retire their mainframe systems. We anticipate the demand for our services to continue increasing over the coming years as the volume of transactions being processed by the mainframe increases in the digital age. We recognize that having a strong team who understands the complexities of legacy infrastructure is needed now more than ever.

CPT has also developed a world-class partner network which combines our consulting services and skills with industry leading partner solutions to help CPT deliver our clients success. This established group of partners allows us to hit each touch point of the modernization process. This past year, two of our partners, AWS and Google Cloud, announced Parallel Processing & Dual Run. These programs enable clients to simultaneously run workloads on their existing mainframe and on the cloud so they can begin migration without disrupting their business. Partnering with companies like this allows CPT to provide our clients with a strategy to modernize while reducing time, cost, and risk.

It remains a priority of CPT to evolve with new technology trends, so we can ensure we are meeting the needs of our clients. We are proud that our hard work continues to be recognized within the industry. This year, CPT was named as a Product Challenger in the 2023 ISG Provider Lens Quadrant Report. We join billion-dollar SI and GSI companies, within the U.S. and European markets, in this report.

In 2023, we will celebrate CPT's 30th anniversary and our continued success within this industry by establishing ourselves as a trusted partner for our clients. CPT will continue to prioritize strategies that allow us to position ourselves for significant growth while strategically ensuring that we are adapting to operating and business risks.

Directors' Report

Dividend

A fully franked interim dividend of 0.6 cents per share has been declared for the half year to 31 December 2022. This is an annualised yield of 1.71% (2.29% including franking credits) based on a share price of \$0.35.

The total value of the dividend is \$250,675 and will be paid on 14 April 2023.

The dividend reinvestment plan will apply to the dividend. The DRP discount will be 2.5%.

Rounding

The amounts contained in this report and in the financial report have been rounded to the nearest \$1,000 (where rounding is applicable) under the option available to the Company under ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191. The Company is an entity to which the Class Order applies.

Signed in accordance with a resolution of the directors.



Luke Tuddenham
Managing Director, CEO
Aspen Colorado, 24 February 2023

AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF CPT GLOBAL LIMITED

As lead auditor, I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2022 there have been:

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



SW Audit (formerly ShineWing Australia)
Chartered Accountants



R Blayney Morgan
Partner

Melbourne, 24 February 2022

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Consolidated Financial Statements

Consolidated Statement of Profit or Loss and Other Comprehensive Income

Half Year Ended 31 December 2022

	31 Dec 22	31 Dec 21
	\$'000	\$'000
Revenue	16,202	15,904
Other income	4	2
Salaries and employee benefits	(2,273)	(1,506)
Consultants benefits	(11,375)	(11,258)
Depreciation and amortisation	(6)	(9)
Insurance	(272)	(155)
Finance costs	(38)	(44)
Occupancy costs	(116)	(129)
Other expenses	(1,311)	(1,143)
Foreign currency gains/(losses)	24	(1)
PROFIT BEFORE INCOME TAX	839	1,661
INCOME TAX EXPENSE	(267)	(459)
PROFIT AFTER INCOME TAX	571	1,201
Other Comprehensive Income:		
Items that may be subsequently reclassified to comprehensive income		
Exchange differences on translating foreign controlled entities	(94)	(243)
Total Other Comprehensive Income for the year, net of tax	(94)	(243)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	477	958
PROFIT ATTRIBUTABLE TO MEMBERS OF CPT GLOBAL LIMITED	571	1,201
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO MEMBERS OF CPT GLOBAL LIMITED	477	958
Basic earnings per share (cents per share)	1.37	2.95
Diluted earnings per share (cents per share)	1.34	2.93

The Consolidated Statement of Profit or Loss and Other Comprehensive Income is to be read in conjunction with the Notes to the Financial Statements.

Consolidated Financial Statements

Consolidated Statement of Financial Position

Half Year Ended 31 December 2022

	31 Dec 22 \$'000	30 Jun 22 \$'000
CURRENT ASSETS		
Cash and cash equivalents	2,372	4,087
Trade and other receivables	3,706	5,119
Contract assets	640	1,318
Other current assets	1,015	639
Current tax receivable	316	-
TOTAL CURRENT ASSETS	8,049	11,163
NON-CURRENT ASSETS		
Trade and other receivables*	1,738	2,262
Deferred tax assets	1,177	1,200
Property, plant and equipment	26	14
TOTAL NON-CURRENT ASSETS	2,941	3,476
TOTAL ASSETS	10,990	14,639
CURRENT LIABILITIES		
Trade and other payables	4,581	8,355
Current tax liabilities	-	52
Provisions	707	760
TOTAL CURRENT LIABILITIES	5,288	9,167
NON-CURRENT LIABILITIES		
Deferred tax liabilities	125	121
Provisions	31	32
TOTAL NON-CURRENT LIABILITIES	156	153
TOTAL LIABILITIES	5,444	9,320
NET ASSETS	5,546	5,319
EQUITY		
Issued capital	13,881	13,818
Reserves	718	709
Accumulated losses	(9,053)	(9,208)
TOTAL EQUITY	5,546	5,319

*Refer to note 8

The Consolidated Statement of Financial Position is to be read in conjunction with the Notes to the Financial Statements.

Consolidated Financial Statements

Consolidated Statement of Changes in Equity

Half Year Ended 31 December 2022

	Issued Capital	Accumulated	Employee Compensation	Foreign Currency Translation	
	Ordinary	Losses	Reserve	Reserve	Total
Balance at 1 July 2021	13,033	(8,849)	1,706	(658)	5,232
Comprehensive Income					
Profit for the year	-	1,472	-	-	1,472
Other comprehensive loss	-	-	-	(463)	(463)
Total comprehensive income for the year	-	1,472	-	(463)	6,241
Transactions with owners, in their capacity as owners					
Dividends paid or provided for	-	(1,831)	-	-	(1,831)
Share-based payments	-	-	130	-	130
Issue of shares	785	-	(7)	-	778
Total transactions with owners, in their capacity as owners	785	(1,831)	124	-	(923)
Balance at 30 June 2022	13,818	(9,208)	1,830	(1,121)	5,319
Balance at 1 July 2022	13,818	(9,208)	1,830	(1,121)	5,319
Comprehensive Income					
Profit for the year	-	571	-	-	571
Other comprehensive loss	-	-	-	(94)	(94)
Total comprehensive income for the year	-	571	-	(94)	477
Transactions with owners, in their capacity as owners					
Dividends paid or provided for	-	(416)	-	-	(416)
Issue of shares	62	-	-	-	62
Share-based payments	-	-	104	-	104
Total transactions with owners, in their capacity as owners	62	(416)	104	-	(250)
Balance at 31 December 2022	13,880	(9,053)	1,933	(1,215)	5,546

The Consolidated Statement of Changes in Equity is to be read in conjunction with the Notes to the Financial Statements

Consolidated Financial Statements

Consolidated Statement of Cash Flows

Half Year Ended 31 December 2022

	31 Dec 22 \$'000	31 Dec 21 \$'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	18,151	17,264
Payments to suppliers and employees	(19,610)	(14,542)
Interest received	4	2
Finance costs	(38)	(10)
Income tax refunded/(paid)	243	(578)
NET CASH FLOWS (USED IN)/FROM OPERATING ACTIVITIES	(1,250)	2,136
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment, software	(18)	(5)
NET CASH FLOWS USED IN INVESTING ACTIVITIES	(18)	(5)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of borrowings	-	(602)
Payment of dividends on ordinary shares	(353)	(633)
NET CASH FLOWS USED IN FINANCING ACTIVITIES	(353)	(1,235)
NET INCREASE IN CASH AND CASH EQUIVALENTS HELD	(1,621)	896
Opening cash and cash equivalents	4,087	4,264
Effects of exchange rate changes on cash and cash equivalents	(94)	37
CLOSING CASH AND CASH EQUIVALENTS	2,372	5,197

Notes to the Financial Statements

Half Year Ended 31 December 2022

1. Basis of Preparation of the Half-Year Financial Statements

Basis of Preparation

These general purpose interim financial statements for the half-year reporting period ended 31 December 2022 have been prepared in accordance with requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134 *Interim Financial Reporting*.

The interim financial statements are intended to provide users with an update on the latest annual financial statements of CPT Global Limited (“the Company”) and its controlled entities (“the Group”). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that these interim financial statements be read in conjunction with the annual financial statements of the group for the year ended 30 June 2022, together with any public announcements made during the following half-year.

Accounting Policies

The same accounting policies and methods of computation have been followed in these interim financial statements as were applied in the most recent annual financial statements, except in relation to the matters discussed below. The changes in accounting policies specified below only apply to the current period.

Critical Accounting Estimates and Judgements

The critical estimates and judgements made by management in preparing these half year financial statements are consistent with those applied and disclosed in the June 2022 annual report.

Notes to the Financial Statements

Half Year Ended 31 December 2022

2. Dividends

	As at 31 Dec 22	As at 31 Dec 21
	\$'000	\$'000
(a) Dividends paid during the half year		
<i>Prior year final</i>		
Franked dividends (1 cent per share) (2021: 3cents per share)	416	1,209
	416	1,209
(b) Aggregate dividends declared post period end		
Fully franked interim dividend of 0.6 cents per share (2021: 2 cents per share).	251	621
	251	621

Franking credit balance as at 31 December 2022 is \$2.4M.

3. Contingent Liabilities

Since the last annual reporting date, there has been no material change to any contingent liabilities or contingent assets.

4. Borrowings

	Notes	As at 31 Dec 22	As at 30 June 22
		\$'000	\$'000
Current			
Secured Borrowings	4(a)	-	-
Total Current Borrowings		-	-
Unutilized Financing Facilities			
Credit Facility		5,000	5,000
Amount Secured Utilized	4(a)	-	-
		5,000	5,000

(a) The parent entity has a debtors financing facility in place. The facility is secured by a first registered company charge (mortgage debenture) over the carrying value of the total assets of the parent entity, which totaled \$2.6m at the end of the reporting period. Interest is charged at a 5.5% margin above the 90 day Bank Bill Swap Rate. The maximum facility is \$5m with the available facility based on the value of the Australian debtor book. At 31 December 2022, the available funding under the facility was \$0.9m.

Notes to the Financial Statements

Half Year Ended 31 December 2022

5. Share Capital

168,986 shares were issued on 11th November 2022 at \$0.3656 per share under the Dividend Reinvestment Plan and further 3,044 as bonus shares. No other shares were issued during HY2022. Ordinary shares on issue at 31 December 2022 were 41,779,173.

6. Operating Segments

The segment disclosures have been adjusted to aggregate Europe and North America as the Northern Hemisphere to better reflect the reporting made to the Chief Operating Decision Maker (CODM).

Segment Performance	Australia		Northern Hemisphere		Consolidated	
	Dec-22 \$'000	Dec-21 \$'000	Dec-22 \$'000	Dec-21 \$'000	Dec-22 \$'000	Dec-21 \$'000
Revenue	8,638	8,092	7,564	7,812	16,202	15,904
Cost of Sales	6,592	6,024	3,645	3,866	10,238	9,890
Segment Gross Profit before tax	2,046	2,068	3,919	3,946	5,965	6,014
<i>Reconciliation of segment result to group profit before tax</i>						
Overheads	1,061	981	1,854	2,450	2,915	3,431
Profit/ (Loss) before tax before unallocated items	985	1,087	2,065	1,496	3,050	2,583
Unallocated Items					2,211	922
Profit/ (Loss) before tax					839	1,661
Segment Assets						
	Australia		Northern Hemisphere		Consolidated	
	Dec-22 \$'000	Jun-22 \$'000	Dec-22 \$'000	Jun-22 \$'000	Dec-22 \$'000	Jun-22 \$'000
Segment Assets	2,468	2,674	3,500	5,878	5,967	8,552
Segment asset increases for the period :						
- Capital Expenditure						
	2,468	2,674	3,500	5,878	5,967	8,552
<i>Reconciliation of segment assets to group assets</i>						
Unallocated Assets						
- Property, plant & Equipment					26	14
- Other Assets					4,245	6,015
Total Group Assets					10,237	14,581
Segment Liabilities						
	Australia		Northern Hemisphere		Consolidated	
	Dec-22 \$'000	Jun-22 \$'000	Dec-22 \$'000	Jun-22 \$'000	Dec-22 \$'000	Jun-22 \$'000
Segment Liabilities	2,249	5,250	1,871	3,100	4,120	8,350
Segment liability increases for the period :						
	2,249	5,250	1,871	3,100	4,120	8,350
<i>Reconciliation of segment liabilities to group liabilities</i>						
Unallocated Liabilities						
- Provisions	738	826		87	738	913
Total Group Liabilities					4,858	9,263

Notes to the Financial Statements

Half Year Ended 31 December 2022

7. Share-based Payments

On 25 November 2021, 1,000,000 performance rights were granted to Luke Tuddenham to take up ordinary shares. The performance rights vest on 1 November 2024 if Luke Tuddenham is still employed by the Company and the following performance hurdles have been met:

- at least 10% of the Company's revenue, as reported in the Company's 30 June 2024 Annual Report is earned from the sale, subscription or licensing of software and intellectual property; and
- cumulative earnings per share (EPS) as reported in the Company's Annual Report for the 3 financial years ending on 30 June 2022, 30 June 2023 and 30 June 2024 is equal to or greater than the cumulative basic EPS target over the 3-year period from 1 July 2021 to 30 June 2024.

The performance shares hold no voting or dividend rights, are not transferrable and will lapse in the event of Luke Tuddenham resigning. At the date of this report, Luke Tuddenham remains employed by CPT.

The fair value of the performance shares, at the time they were granted, was estimated to be \$616,346. The expense recognized in this financial report is \$103,574.

8. Non-current Trade and other Receivables

Trade and other receivables of \$1,738,587 relate to expected recoveries from the Canadian Revenue Authority (CRA). Further details on these balances were included in the 30 June 2022 annual report of the Company.

9. Events After Reporting Period

No events have occurred after the reporting period that would require disclosure in these financial statements.

Directors' Declaration


In accordance with a resolution of the directors of CPT Global Limited, the directors of the company declare that:

(1) The financial statements and notes, as set out on pages 13 to 20, are in accordance with the *Corporations Act 2001* including:

- (i) complying with Accounting Standard AASB 134 Interim *Financial Reporting*; and
- (ii) giving a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the half-year ended on that date.

(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.

On behalf of the Board



Luke Tuddenham
Managing Director
Aspen Colorado, 24 February 2023

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF CPT GLOBAL LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of CPT Global Limited (the Company) and its controlled entities (the Group) which comprises the consolidated statement of financial position as at 31 December 2022, 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 summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of the Company does not comply with the *Corporations Act 2001*, including:

- a. giving a true and fair view of the Group's financial position as at 31 December 2022 and of its performance for the half-year ended on that date, and
- b. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Financial Report* section of our report. We are independent of the Company in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional & Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Responsibility of the Directors for the Financial Report

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report are not in accordance with the *Corporations Act 2001* including giving a true and fair view of the Group's financial position as at 31 December 2021 and its performance for the half-year ended on that date and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the Corporations Regulations 2001.

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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.



SW Audit (formerly ShineWing Australia)
Chartered Accountants



R Blayney Morgan
Partner

Melbourne, 24 February 2022

Corporate Information

ACN 083 090 895
ABN 16 083 090 895

Directors

Fred Grimwade, Non-Executive Chairman
Luke Tuddenham, Managing Director & CEO
Gerry Tuddenham, Executive Director
Steve Targett, Non-Executive Director

Company Secretary

Mark Licciardo

Principal Registered Office

Principal Registered Office
Level 3, 818 Bourke Street
Docklands VIC 3008
Telephone: +61 (0)3 9684 7900
Internet: www.CPTglobal.com

CPT Global on the Web

For an introduction to the Company and access to Company announcements, descriptions of our core business, services and careers, and our corporate governance policies and procedures visit our website at www.CPTglobal.com

Auditors

SW Audit (Formerly ShineWing Australia)

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Melbourne VIC 3000

Share Register

Boardroom Pty Ltd

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Telephone: 1300 737 760
Facsimilie: +61 (0)2 9290 9600

Solicitors

Nicholson Ryan Lawyers

Bankers

ANZ Banking Group Limited

ASX Code

CGO