

**SOUTHERN CHARTER
FINANCIAL GROUP LIMITED**

**CONDENSED INTERIM
FINANCIAL STATEMENTS**

FOR THE SIX MONTHS ENDED 30 SEPTEMBER 2021

Dear Shareholders

The Directors of Southern Charter Financial Group (“the Company”) are pleased to report its financial results for the six months ended 30 September 2021.

Financial Results

Southern Charter Financial Group reports an unaudited net loss attributable to shareholders of \$107,388 for the half year ended 30 September 2021. This compares with a net loss attributable to shareholders of \$59,163 for the same period last year.

Compared to the prior period, more expenses were incurred in the half year ended September 2021 on due diligence activities in relation to potential acquisitions and less income was received on fixed term deposits as result of lower bank interest rates.

Outlook

The Company continues to look for appropriate acquisition targets with the support of the majority shareholder. The Company will seek approval from all shareholders, as required, to complete any major transaction.

On behalf of the Directors of Southern Charter Financial Group the Company extends its thanks to the shareholders for their support of the Company.

Joseph van Wijk
Director

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Southern Charter Financial Group Limited

STATEMENT OF COMPREHENSIVE INCOME

For the period ended 30 September 2021

	Unaudited Six months Sep-21 \$	Unaudited Six months Sep-20 \$	Audited Year Mar-21 \$
Continuing operations			
Interest Income	4,016	18,221	25,256
Administrative expenses	(111,404)	(77,384)	(142,872)
Loss before income tax	(107,388)	(59,163)	(117,616)
Income tax expense	-	-	-
Net loss for the period attributable to shareholders	(107,388)	(59,163)	(117,616)
Other comprehensive income	-	-	-
Total comprehensive loss for the period, net of tax, attributable to shareholders	(107,388)	(59,163)	(117,616)
Earnings per share:	cents	cents	cents
Basic and diluted earnings/(loss) per share	(0.02)	(0.01)	(0.02)

These interim financial statements have not been audited, nor reviewed by the auditor and should be read in conjunction with the accompanying notes and the annual financial statements for the year ended 31 March 2021.


Southern Charter Financial Group Limited

STATEMENT OF FINANCIAL POSITION

As at 30 September 2021

	Unaudited Six months Sep-21 \$	Audited Year Mar-21 \$
Assets		
Current assets		
Cash and cash equivalents	43,957	111,341
Term Deposit	2,011,696	2,009,556
Interest accrued on term deposits	2,307	1,264
GST receivable	5,129	5,659
Income tax receivable (RWT)	832	6,718
	2,063,921	2,134,538
Non-current assets		
NZX Deposit	20,000	20,000
	20,000	20,000
Total assets	2,083,921	2,154,538
Equity and liabilities		
Current liabilities		
Trade and other payables	120,212	83,441
Total liabilities	120,212	83,441
Equity		
Issued capital	5,672,856	5,672,856
Accumulated loss	(3,709,147)	(3,601,759)
Total equity	1,963,709	2,071,097
Total equity and liabilities	2,083,921	2,154,538
	cents	cents
Net Tangible Asset per Share	0.38	0.40

29 November 2021


 Director: Joseph Van Wijk


 Director: John Cilliers

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Southern Charter Financial Group Limited

STATEMENT OF CHANGES IN EQUITY

For the period ended 30 September 2021

	Issued capital	Accumulated Loss	Total equity
	\$	\$	\$
As at 1 April 2020	5,672,856	(3,484,143)	2,188,713
Loss for the period	-	(59,163)	(59,163)
Total comprehensive loss	-	(59,163)	(59,163)
Unaudited balance for the period ended 30 September 2020	5,672,856	(3,543,306)	2,129,550
As at 1 October 2020	5,672,856	(3,543,306)	2,129,550
Loss for the period	-	(58,453)	(58,453)
Total comprehensive loss	-	(58,453)	(58,453)
At 31 March 2021	5,672,856	(3,601,759)	2,071,097
As at 1 April 2021	5,672,856	(3,601,759)	2,071,097
Loss for the period	-	(107,388)	(107,388)
Total comprehensive loss	-	(107,388)	(107,388)
Unaudited balance for the period ended 30 September 2021	5,672,856	(3,709,147)	1,963,709

These interim financial statements have not been audited, nor reviewed by the auditor and should be read in conjunction with the accompanying notes and the annual financial statements for the year ended 31 March 2021.

Southern Charter Financial Group Limited

STATEMENT OF CASH FLOWS

For the period ended 30 September 2021

	Unaudited Six months Sep-21 \$	Unaudited Six months Sep-20 \$	Audited Year Mar-21 \$
Operating activities			
Interest received	2,973	10,721	23,992
Payments to suppliers	(74,103)	(94,656)	(156,241)
Income tax paid	(832)	(3,002)	(9,155)
Income tax refund received	6,718	15,367	17,804
Net cash flows from operating activities	(65,244)	(71,570)	(123,600)
Investing activities			
Cash and cash equivalents transferred to term deposits	(2,140)	-	(2,009,556)
Net cash flows from investing activities	(2,140)	-	(2,009,556)
Financing activities			
Net cash flows from financing activities	-	-	-
Net increase / (decrease) in cash and cash equivalents	(67,384)	(71,570)	(2,133,156)
Cash and cash equivalents at beginning of year	111,341	2,244,497	2,244,497
Cash and cash equivalents at end of year	43,957	2,172,927	111,341

These interim financial statements have not been audited, nor reviewed by the auditor and should be read in conjunction with the accompanying notes and the annual financial statements for the year ended 31 March 2021.

NOTES TO THE FINANCIAL STATEMENTS

1. STATEMENT OF ACCOUNTING POLICIES

Reporting entity

These unaudited interim financial statements and notes represent those of Southern Charter Financial Group Limited (“SNC” or “the Company”).

Southern Charter Financial Group Limited is a limited liability company incorporated and domiciled in New Zealand. The registered office and principal place of business are disclosed in the directory to the annual report.

The Company is currently non trading. There are no seasonal or cyclical influences on these interim results.

Basis of preparation

These unaudited interim financial statements for the six months ended 30 September 2021 have been prepared in accordance New Zealand Generally Accepted Accounting Practice (“NZ GAAP”), with New Zealand Equivalent to International Accounting Standard 34: Interim Financial Reporting (“NZ IAS 34”) and with International Accounting Standard 34: Interim Financial Reporting (“IAS 34”).

Southern Charter Financial Group Limited is a company registered under the Companies Act 1993 and is an FMC reporting entity under the Financial Markets Conduct Act 2013. The Company is listed on the NZX Market. These financial statements have been prepared in accordance with the requirements of the Financial Markets Conduct Act 2013 and the NZX Main Board Listing Rules.

The interim financial statements do not include all of the notes of the type normally included in an annual financial report. Accordingly, this report should be read in conjunction with the financial statements included in the annual report for the year ended 31 March 2021 which have been prepared in accordance with New Zealand equivalents to International Financial Reporting Standards (“NZ IFRS”) and International Financial Reporting Standards (“IFRS”).

The interim financial statements are presented in New Zealand dollars which is the Company’s functional and presentation currency and are rounded to the nearest dollar.

The interim financial statements are unaudited. The comparative information as at 31 March 2021 is audited.

Accounting policies

The interim financial statements have been prepared using the same accounting policies and methods of computation detailed in the audited financial statements for the year ended 31 March 2021. For details of the accounting policies please refer to the 2021 Annual Report.

These unaudited interim financial statements have been approved for issue by the Board of Directors on 29 November 2021.

2. SEGMENT INFORMATION

There have been no material change in the nature of operating segments since 31 March 2021

3. ADMINISTRATIVE EXPENSES

	Unaudited Six months Sep-21 \$	Unaudited Six months Sep-20 \$
Audit fees - financial statements	19,270	19,420
Contractors	30,071	26,640
Directors' fees	18,000	18,000
Travel and accommodation	31,595	-
Legal Fees	1,020	2,400
NZX Listing and registry costs	10,871	10,778
Other	577	146
	111,404	77,384

4. FINANCIAL RISK MANAGEMENT

There have been no material changes in the management of risk or in any risk management policies in the current period.

5. EARNINGS PER SHARE

		Unaudited Six months Sep-21	Unaudited Six months Sep-20
Total comprehensive income	[\$]	(\$107,388)	(\$59,163)
Weighted average number of shares		514,894,500	514,894,500
Basic and diluted earnings/(loss) per share	[cents]	(0.02)	(0.01)

There have been no changes in the estimated useful life of key items of plant and equipment.

6. NET TANGIBLE ASSET BACKING

	Unaudited Sep-21	Audited Mar-21
Net Tangible Assets	1,963,709	2,071,097
Issued shares at balance date	514,894,500	514,894,500
Net Tangible Asset per share (cents)	0.38	0.40

Net tangible assets are calculated as total assets minus intangible assets, and less all liabilities

7. RELATED PARTY TRANSACTIONS

Related party transactions for the period consisted of director fees of \$12,000 and executive management fees of \$26,000 paid to Joseph van Wijk. Director fees of \$6,000 and professional services fees of \$4,071 in relation to accounting services and preparation of the 2021 annual report, were paid to John Cilliers, a director of the company. Both values are included in the administrative expense as reported for the period.

Trade and other payables at 30 September 2021 include \$31,595 due for reimbursement to Kuan Chong NG, a director of the company, for overseas travel and accommodation expenses incurred on due diligence activities.

8. SIGNIFICANT EVENTS AFTER BALANCE DATE

There were no significant events subsequent to 30 September 2021.

9. AUDIT

These interim financial statements are not required to be audited.

BUSINESS DIRECTORY

Company number: 4844319

Directors: Chang Ku EE, Chairman
Kuan Chong NG
Joseph van Wijk
John Cilliers

Registered office: Level 2 Tower Building,
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Auckland 1010

Bankers: Westpac Bank Limited

Solicitors: Duncan Cotterill
Wellington

Auditors: BDO, Auckland
Auckland
