

FORM: Half yearly/preliminary final report

Name of issuer

IQX LTD

ACN or ARBN

51 155 518 380

Half yearly
(tick)

✓

Preliminary
final (tick)

✓

Half year/financial year ended
(‘Current period’)

01/07/2013 – 31/12/2013

For announcement to the market

Extracts from this statement for announcement to the market (see note 1).

				\$A,000
Revenue (item 1.1)	up/down	N/A %	To	(28)
Profit (loss) for the period (item 1.9)	up/down	N/A %	to	(714)
Profit (loss) for the period attributable to members of the parent (item 1.11)	up/down	N/A %	to	(714)
Dividends			Current period	Previous corresponding period
Franking rate applicable:			NIL	NIL
Final dividend (preliminary final report only)(item 10.13-10.14)				
Amount per security			NIL	NIL
Franked amount per security				
Interim dividend (Half yearly report only) (item 10.11 – 10.12)				
Amount per security			NIL	NIL
Franked amount per security				
Short details of any bonus or cash issue or other item(s) of importance not previously released to the market:				
N/A				

Comments by directors

Comments on the following matters are required by the Exchange or, in relation to the half yearly statement, by AASB 134: Interim Financial Reporting. The comments do not take the place of the directors' report and statement (as required by the Corporations Act) but may be incorporated into the directors' report and statement. For both half yearly and preliminary final statements, if there are no comments in a section, state NIL. If there is insufficient space in comment, attach notes to this statement.

Basis of accounts preparation

If this statement is a half yearly statement, it is a general purpose financial report prepared in accordance with the listing rules and AASB 134: Interim Financial Reporting. It should be read in conjunction with the last annual report and any announcements to the market made by the issuer during the period. This report does not include all notes of the type normally included in an annual financial report [Delete if inapplicable.]

A description of each event since the end of the current period which has had a material effect and is not related to matters already reported, with financial effect quantified (if possible). In a half yearly report, provide explanatory comments about any seasonal or irregular factors affecting operations (as per paragraphs 16(b), 16(b) and Aus 16.1 of AASB 134: Interim Financial Reporting)

N/A

Any other factors which have affected the results in the period, or which are likely to affect results in the future, including those where the effect could not be quantified.

N/A

Franking credits available and prospects for paying fully or partly franked dividends for at least the next year

N/A

Changes in accounting policies, estimation methods and measurement bases since the last annual report are disclosed as follows.

(Disclose changes in the half yearly statement in accordance with paragraph 16(a) of AASB 134: Interim Financial Reporting. Disclose changes in the preliminary final statement in accordance with paragraphs 28-29 of 108: Accounting Policies, Changes in Accounting Estimates and Errors.)

N/A

An issuer shall explain how the transition from previous GAAP to Australian equivalents to IFRS' affected its reported financial position, financial performance and cash flows. (as per paragraph 38 of AASB 1: First-time Adoption of Australian Equivalents to International Financial Reporting Standards)

N/A

Revisions in estimates of amounts reported in previous periods. For half yearly reports the nature and amount of revisions in estimates of amounts reported in previous annual reports if those revisions have a material effect in this half year (as per paragraph 16(d) of AASB 134: Interim Financial Reporting)

N/A

Changes in contingent liabilities or assets. For half yearly reports, changes in contingent liabilities and contingent assets since the last annual report (as per paragraph 16(j) of AASB 134: Interim Financial Reporting)

N/A

The nature and amount of items affecting assets, liabilities, equity, profit or loss, or cash flows that are unusual because of their nature, size or incidence (as per paragraph 16(c) of AASB 134: Interim Financial Reporting)

REFER NOTE 8 OF FINANCIAL STATEMENTS

Effect of changes in the composition of the entity during the interim period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinued operations (as per paragraph 16(i) of AASB 134: Interim Financial Reporting)

N/A

Annual meeting

(Preliminary final statement only)

The annual meeting will be held as follows:

Place	N/A
Date	N/A
Time	N/A
Approximate date the annual report will be available	N/A

Compliance statement

- 1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the *Corporations Act* or other standards acceptable to the Exchange (see note 13).

Identify other standards used

- 2. This statement, and the financial statements under the *Corporations Act* (if separate), use the same accounting policies.

- 3. This statement ~~does not~~* (*delete one*) give a true and fair view of the matters disclosed (see note 2).

- 4. This statement is based on financial statements to which one of the following applies:

- The financial statements have been audited.
- The financial statements have been subject to review by a registered auditor (or overseas equivalent).
- The financial statements are in the process of being audited or subject to review.
- The financial statements have *not* yet been audited or reviewed.

- 5. If the accounts have been or are being audited or subject to review and the audit report is not attached, details of any qualifications are attached/will follow immediately they are available* (*delete one*). (*Half yearly statement only - the audit report must be attached to this statement if the statement is to satisfy the requirements of the Corporations Act.*)

- 6. The *issuer* has/~~does not have~~* (*delete one*) a formally constituted audit committee.



Sign here:
(~~Director~~/Company secretary)

Date:14/03/2013.....

Print name: ..Spiro Sakiris.....



**IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380**

**FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED
31 DECEMBER 2013**

**IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013**

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IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

DIRECTORS' REPORT

Your directors present their report on the company for the half-year ended 31 December 2013.

Information of Directors

The names of the directors in office at any time during, or since the end of, the half year are:

Mr Kosmas Dimitriou
Mr John Stratilas
Mr Alex Dimos
Mr Anthony Panoyan
Mr Peter Simpson

Principal Activities

The principal activities of the company during the half-year ended 31 December 2013 were to identify and assess potential investment opportunities in the Life Science sector, and if suitable invest and manage such opportunities.

Review of operations by Chairman – Mr Kosmas Dimitriou

The loss from ordinary activities for the half-year ended 31 December 2013 amounted to \$714,663.

The operations during the half year concentrated upon the preparation of the prospectus, Initial Public Offering and listing of the company

The company successfully listed on the National Stock Exchange on 10th December 2013 after raising \$4,152,000 from an Initial Public Offering.

This now places the company in a good financial position to concentrate on building the company's infrastructure and seeking potential investment opportunities in the Life Science Sector.

**IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013**

DIRECTORS' REPORT

Rounding of Amounts

The company has applied the relief available to it in ASIC Class Order 98/100 and accordingly, certain amounts in the financial report and the director's report have been rounded off to the nearest \$1.

Auditors' Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is set out at page 3.

Signed in accordance with a resolution of the Board of Directors:



Director: _____

Mr Kosmas Dimitriou



Director: _____

Mr Anthony Panoyan

Dated 14 March 2014

Safe Harbor Statement (Re: USA)

Any statements in this document that relate to the Company's expectations are forward-looking statements, within the meaning of the Private Securities Litigation Reform Act. The Private Securities Litigation Reform Act of 1995 (PSLRA) implemented several significant substantive changes affecting certain cases brought under the federal securities laws, including changes related to pleading, discovery, liability, class representation and awards fees. Since this information may involve risks and uncertainties and are subject to change at any time, the Company's actual results may differ materially from expected

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

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2013 there have been:

1. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
2. no contraventions of any applicable code of professional conduct in relation to the review.

FORTUNITY ASSURANCE



T R Davidson
Partner

155 The Entrance Road
ERINA NSW 2250

Dated: 14 March 2014



IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
AS AT 31 DECEMBER 2013

	Note	Consolidated	
		6 months 31.12.2013 \$	12 months 30.06.2013 \$
Other income	2	(28,793)	17,843
		<u>(28,793)</u>	<u>17,843</u>
Administration expenses		(154,672)	(314,101)
Employee costs		(312,895)	(407,232)
Depreciation, amortisation and impairments		(7,164)	(8,988)
IPO related expenditure		(92,472)	(144,480)
Other expenses		<u>(118,667)</u>	<u>(80,655)</u>
Loss for the period		<u>(714,663)</u>	<u>(937,613)</u>
Income Tax Expense		-	(44,698)
Total comprehensive income for the year		<u>(714,663)</u>	<u>(982,311)</u>
Total comprehensive income attributable to members of the entity		<u>(714,663)</u>	<u>(982,311)</u>
Other comprehensive income			
Net gain on revaluation of land and buildings			
Share of other comprehensive income of associates and joint ventures			
Other comprehensive income for the period, net of tax		-	-
Total comprehensive income for the year		<u>(714,663)</u>	<u>(982,311)</u>
Total comprehensive income attributable to members of the entity		<u>(714,663)</u>	<u>(982,311)</u>
Earnings per share			
Basic and diluted loss per share		(0.01)	(0.01)

The accompanying notes form part of these financial statements.

IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2013

		Consolidated	
		31.12.2013	30.06.2013
		\$	\$
	Note		
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	8	1,674,257	250,790
Financial assets		56,797	62,897
Other assets		66,414	1,833
TOTAL CURRENT ASSETS		<u>1,797,468</u>	<u>315,520</u>
NON-CURRENT ASSETS			
Financial assets		59,538	51,504
Property, plant and equipment		104,462	95,352
TOTAL NON-CURRENT ASSETS		<u>164,000</u>	<u>146,856</u>
TOTAL ASSETS		<u>1,961,468</u>	<u>462,376</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables		61,762	34,725
Provisions		14,161	11,795
TOTAL CURRENT LIABILITIES		<u>75,923</u>	<u>46,520</u>
NON - CURRENT LIABILITIES			
Borrowings	7	-	1,560,000
TOTAL NON-CURRENT LIABILITIES		<u>1,560,000</u>	
TOTAL LIABILITIES		<u>75,923</u>	<u>1,606,520</u>
NET ASSETS (LIABILITIES)		<u>1,885,545</u>	<u>(1,144,144)</u>
EQUITY			
Issued capital		3,529,626	2,000
Options reserve	6	167,531	-
Retained earnings (Accumulated losses)		(1,811,612)	(1,146,144)
TOTAL CURRENT ASSETS		<u>1,885,545</u>	<u>(1,144,144)</u>

The accompanying notes form part of these financial statements.

IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

Half-year ended 31.12.2013	Note	Ordinary Shares \$	Option Reserve \$	Accumulated Losses \$	Total \$
Balance at the beginning of the period		(47,194)	-	(1,096,949)	(1,144,143)
Shares issued during the period		4,152,000	-	-	4,152,000
Losses for the period attributable to members of the entity		-	-	(714,663)	(714,663)
Share issue transaction cost		(575,180)	-	-	(575,180)
Option reserve	6	-	167,531	-	167,531
Balance at the end of the period		3,529,626	167,531	(1,811,612)	1,885,545

The accompanying notes form part of these financial statements.

IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Consolidated	
	6 months 31.12.2013 \$	12 months 30.06.2013 \$
Note		
Cash from operating activities:		
Receipts Received	(38,042)	-
Payments to suppliers and employees	(798,171)	(928,334)
Interest received	9,249	17,832
Net cash used in operating activities	(826,964)	(910,502)
Cash flows from investing activities:		
Payment for acquisition of property, plant and equipment	(16,275)	(104,340)
Purchase of financial assets	(9,974)	(132,535)
Revaluation of financial assets	8,040	-
Net cash used in investing activities	(18,209)	(236,875)
Cash flows from financing activities:		
Proceeds of short-term borrowings	(1,511)	-
Proceeds of long-term borrowings	(1,560,000)	1,560,000
Proceeds from issuance of shares	4,152,000	
Share issue cost paid	(321,849)	(163,833)
Net cash (used in) / provided by financing activities	2,268,640	1,398,167
Net increase / (decrease) in cash held	1,423,467	250,790
Cash and cash equivalents at the beginning	250,788	
Cash and cash equivalents at the end	1,674,255	250,790

The accompanying notes form part of these financial statements.

IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Consolidated	
	6 months	12 months
Note	31.12.2013	30.06.2013
	\$	\$

NOTE 1: Basis of Preparation

This general purpose financial statement for the interim half-year reporting period ended 31 December 2013 has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standard AASB 134: Interim Financial Reporting.

This interim financial report is intended to provide users with an update on the latest annual financial statements of IQX Limited. As such it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2013 and any public announcements made during the half-year.

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

Unless stated specifically, there do not appear to be seasonal or cyclical factors which may affect the information presented in the financial statements.

NOTE 2: Profit for the Period

(a) Revenue Items

Interest received	9,249	17,832
Unrealised investment gain/(loss)	(38,042)	(29,063)
Realised investment gain/(loss)	-	10,930
Total Revenue	(28,793)	(301)

(a) Related party transactions

(i) Transactions with entities with joint control or significant influence over the company

Costs incurred in relation to the use of shared facilities included in expenses	(132,941)
Costs incurred for capital raising included in the share issue transaction costs	(85,800)

This transaction is made on terms equivalent to those that would be made on an arm's length basis.

The notes are to be read in conjunction with the financial statements

IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Consolidated	
Note	6 months 31.12.2013	12 months 30.06.2013
	\$	\$

(ii) Transactions with key management personnel

Remuneration arrangements of key management personnel are disclosed in the annual financial report.

Mr Sakiris prior to becoming Chief Operations Officer was a shareholder and director of Economos Pty Ltd which was granted options for advisory work as per note 6.

NOTE 3: Investment in Subsidiary

Shares in IQX Investment Services Pty Ltd	2	2
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IQX Investment Services Pty Ltd (incorporated in Australia) is a 100% subsidiary of IQX Ltd.

NOTE 4: Dividends

No dividends were paid or declared since the start of the half-year. No recommendation for payment of dividends has been made.

NOTE 5: Operating Segments

The company operates in one segment in Australia being to identify and assess potential investment opportunities in the Life Science sector.

NOTE 6 – Increase in Issued Capital

On the 10th December 2013, the company listed on the National Stock Exchange of Australia after the completion of an Initial Public Offering (IPO), with an allotment of 20,760,000 ordinary shares at 20c each resulting in a total capital raising of \$4,152,000

In addition to the shares issued at IPO, the company issued the following options

- (i) 23,400,000 options issued to the convertible note holders. These are exercisable at \$0.10 each at any time between 24 months and 36 months from the 10th December 2013.
- (ii) 1,117,000 options issued to the advisors of the IPO. There are exercisable at \$0.20 each at any time within 36 months of the listing date. The options have been independently valued at \$167,530, the amount of which has been included in the capital raising costs and Options Reserve in the Consolidated Statement of Changes in Equity.

IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380

NOTES TO THE CONDENSED FINANCIAL STATEMENTS
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013

	Consolidated	
Note	6 months	12 months
	31.12.2013	30.06.2013
	\$	\$
<hr/>		
NOTE 7: Borrowings	\$	\$
Convertible notes on issue	-	1,560,000
The convertible notes were all converted to ordinary shares and included in the funds from allotment of shares at note 6		
NOTE 8: Cash and Cash Equivalents		
	1,674,257	250,790
The increase in cash reserves was due to the proceeds raised from the share allotment at the IPO at note 6.		
NOTE 9: Contingent Liabilities		
The directors are not aware of any contingent liabilities or contingent assets as at half-year ended 31 December 2013		

The notes are to be read in conjunction with the financial statements

**IQX LIMITED AND CONTROLLED ENTITY
A.B.N. 51 155 518 380**

**DIRECTORS' DECLARATION
FOR THE HALF-YEAR ENDED 31 DECEMBER 2013**

The directors of the company declare that:

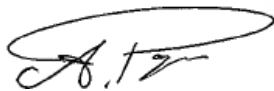
1. The financial statements and notes for the half year ended 31 December 2013, as set out on pages 4 to 9, are in accordance with the *Corporations Act 2001* including that:
 - (a) the financial statement complies with Accounting Standard AASB 134: Interim Financial Reporting; and
 - (b) the financial statement gives a true and fair view of the Company's financial position as at 31 December 2013 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.

This declaration is made in accordance with a resolution of the Board of Directors.

Dated 14th March 2014



Mr Kosmas Dimitriou
Director



Mr Anthony Panoyan
Director

The notes are to be read in conjunction with the financial statements

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF IQX LIMITED**

Report on the half-year financial report

We have reviewed the accompanying half-year financial report of IQX Limited, which comprises the statement of financial position as at 31 December 2013, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of significant accounting policies, other selected explanatory notes and the directors' declaration.

Directors' responsibility for the half-year financial report

The directors of the entity are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) 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

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410: *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the entity's financial position as at 31 December 2013 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*. As the auditor of IQX 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 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.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.



**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF IQX LIMITED**

Conclusion

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

- a) giving a true and fair view of the entity's financial position as at 31 December 2013 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.

FORTUNITY ASSURANCE



T R Davidson
Partner

155 The Entrance Road
ERINA NSW 2250

Dated: 14 March 2014