

Rule 4.3A

Appendix 4E

Preliminary final report

Name of entity:

Yowie Group Ltd

1.

ABN or equivalent company reference:

98 084 370 669

Reporting period:

Year ended 30 June 2015

Previous corresponding period:

Year ended 30 June 2014

2. **Results for announcement to the market**

\$A

2.1	Revenue from ordinary activities	up	2240%	to	3,041,455
2.2	Loss from ordinary activities for the period after tax attributable to members	down	46%	to	(3,491,454)
2.3	Net loss for the period attributable to members	down	46%	to	(3,491,454)
2.4	Dividends		Amount per security		Franked amount per security
	Final dividend		Nil		N/A
	Interim dividend		Nil		N/A
2.5	Record date for determining entitlements to the dividends	N/A			
2.6	Brief explanation of any of the figures reported above to enable the figures to be understood:				
	<p>Revenue commenced to be derived from Yowie's operations in the USA as per announcements made by the company during the year and amounted over the year to approximately \$2.6 million. Other revenue was over \$0.4 million. The net loss of nearly \$3.5 million attributable to members results from significant development and marketing expenses being incurred to support the sales effort. The net loss also includes non-cash items relating to unrealized foreign exchange gains of nearly \$3.3 million arising from Yowie's operations in the USA and Hong Kong, as well as share based expenses benefiting employees amounting to nearly \$1.1 million.</p>				

3. Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Current Period 2015 \$	Previous Corresponding Period 2014 \$
Revenue from continuing operations	3,041,455	129,976
Unrealised foreign exchange gain	3,273,996	-
<i>Expenses:</i>		
Cost of sales	(1,221,419)	(5,070)
Selling and distribution	(2,120,795)	(1,173,923)
Marketing and promotion	(1,081,438)	(268,984)
Administration	(5,190,676)	(2,848,528)
Finance	(39,849)	(1,025)
Foreign exchange losses	-	(280,672)
Manufacturing fixed costs in advance of production	-	(425,428)
Write-off of product and Yowie World development costs	(152,728)	(954,479)
Write-off of other intangible assets	-	(63,446)
Write-off of commissioning costs	-	(345,047)
Write-off of inventory	-	(200,503)
Listing expense	-	-
Loss before income tax	(3,491,454)	(6,437,129)
Income tax expense	-	-
Loss after income tax expense	(3,491,454)	(6,437,129)
Attributable to:		
Members of the parent company	(3,491,454)	(6,437,129)
Other comprehensive income		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Foreign currency translation reserve	(1,385,001)	94,101
Total comprehensive income / (loss)	(4,876,455)	(6,343,028)
Basic loss per share (cents per share)	(2.76)	(6.62)
Diluted loss per share (cents per share)	(2.76)	(6.62)

4. Statement of Financial Position

	Current Period 30 June 2015 \$	Previous Corresponding Period 30 June 2014 \$
Current Assets		
Cash and cash equivalents	11,057,749	8,245,634
Trade and other receivables	416,180	73,869
Prepayments	297,028	1,185,739
Inventories	6,789,219	2,786,846
Total Current Assets	18,560,176	12,292,088
Non-Current Assets		
Plant and equipment	1,420,664	1,113,026
Intangible assets	632,384	239,301
Total Non-Current Assets	2,053,048	1,352,327
Total Assets	20,613,224	13,644,415
Current Liabilities		
Trade and other payables (Note A)	2,049,793	934,299
Total Current Liabilities	2,049,793	934,299
Total Liabilities	2,049,793	934,299
Net Assets	18,563,431	12,710,116
Equity		
Contributed equity	28,683,716	19,041,398
Reserves	2,333,538	2,631,087
Accumulated losses	(12,453,823)	(8,962,369)
Total Equity	18,563,431	12,710,116

Note A: Current period liabilities includes \$859,000 that relates to cash received in advance from investors for the exercise of listed options where shares were allotted subsequent to year end.

5. Consolidated Statement of Cash Flows

	Current Period 2015	Previous Corresponding Period 2014 \$
Cash flows from operating activities		
Receipts	2,572,135	25,899
Payments to suppliers and employees	(10,589,665)	(7,740,298)
Interest received	192,381	74,995
Interest paid	(870)	(982)
Net cash outflows used in operating activities	(7,826,019)	(7,640,386)
Cash flows from investing activities		
Payments for plant and equipment	(80,241)	(579,140)
Payments for intangible assets	(299,246)	(678,456)
Pre-acquisition loan to Yowie Group Ltd	-	-
Cash in Yowie Group Ltd on acquisition	-	-
Net cash outflows used in investing activities	(379,487)	(1,257,596)
Cash flows from financing activities		
Proceeds from issue of ordinary shares	10,000,000	14,507,419
Proceeds from exercise of options (Note B)	1,140,195	185,000
Payment of share issue costs	(638,877)	(731,735)
Repayment of loan from former director	-	-
Net cash inflows from financing activities	10,501,318	13,960,684
Net increase in cash held	2,295,812	5,062,702
Cash and cash equivalents at the beginning of the year	8,245,634	3,222,041
Effects of exchange rates on cash	516,303	(39,109)
Cash and cash equivalents at the end of the year	11,057,749	8,245,634

Note B: Current period includes \$859,000 that relates to cash received in advance from investors for the exercise of listed options where shares were allotted subsequent to year end.

6. Consolidated Statement of Changes in Equity

	Contributed equity	Share- based payment reserve	Consolidated Foreign currency translation reserve	Accumulated losses	Total
	\$	\$	\$	\$	\$
Balance at 1 July 2013	5,077,714	2,413,324	98	(2,525,240)	4,965,896
Loss for the year	-	-	-	(6,437,129)	(6,437,129)
Other comprehensive income					
Foreign currency translation	-	-	94,101	-	94,101
Total comprehensive Income/(loss) for the year	-	-	94,101	(6,437,129)	(6,343,028)
Transactions with owners recorded directly in equity					
Shares issued	14,692,419	-	-	-	14,692,419
Share issue transaction costs	(728,735)	-	-	-	(728,735)
Share-based payments	-	123,564	-	-	123,564
Balance as at 30 June 2014	19,041,398	2,536,888	94,199	(8,962,369)	12,710,116
Balance at 1 July 2014	19,041,398	2,536,888	94,199	(8,962,369)	12,710,116
Loss for the year		-	-	(3,491,454)	(3,491,454)
Other comprehensive income					
Foreign currency translation			(1,385,001)	-	(1,385,001)
Total comprehensive Income/(loss) for the year			(1,385,001)	(3,491,454)	(4,876,455)
Transactions with owners recorded directly in equity					
Shares issued	10,281,195	-	-	-	10,281,195
Share issue transaction costs	(638,877)	-	-	-	(638,877)
Share-based payments	-	1,087,452	-	-	1,087,452
Balance as at 30 June 2015	28,683,716	3,624,340	(1,290,802)	(12,453,823)	18,563,431

7. Dividends (in the case of a trust, distributions)

Date dividend is payable	N/A
+Record date to determine entitlements to the dividend	N/A
If it is a final dividend, has it been declared?	N/A

Amount per security

	Amount per security	Franked amount per security at 30% tax (see note 4)	Amount per security of foreign source dividend
Final dividend: Current year	Nil	N/A	N/A
Interim dividend: Current year	Nil	N/A	N/A

Total dividend (distribution) per security (interim *plus* final)

	Current period	Previous Corresponding Period
Ordinary securities	N/A	N/A
Preference securities	N/A	N/A

8. Dividend or distribution plans in operation

N/A

The last date(s) for receipt of election notices for the +dividend or distribution plans	N/A
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9. NTA backing

	Current Period 2015	Previous Corresponding Period 2014
Net tangible asset backing per ordinary security	12.9 cents	10.6 cents

10. Control gained over entities having material effect

Name of entity (or group of entities) N/A

Consolidated loss from ordinary activities after tax of the controlled entity (or group of entities) since the date in the current period on which control was [†] acquired	
Date from which such profit has been calculated	
Loss from ordinary activities after tax of the controlled entity (or group of entities) for the whole of the previous corresponding period	

Loss of control of entities having material effect

Name of entity (or group of entities) N/A

Consolidated profit (loss) from ordinary activities after tax of the controlled entity (or group of entities) for the current period to the date of loss of control	N/A
Date to which the profit (loss) has been calculated	N/A
Consolidated profit (loss) from ordinary activities after tax of the controlled entity (or group of entities) while controlled during the whole of the previous corresponding period	N/A
Contribution to consolidated profit (loss) from ordinary activities from sale of interest leading to loss of control	N/A

11. Material interests in entities which are not controlled entities

The economic entity has an interest (that is material to it) in the following entities. *(If the interest was acquired or disposed of during either the current or previous corresponding period, indicate date of acquisition ("from dd/mm/yy") or disposal ("to dd/mm/yy").)*

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Contribution to net profit (loss)	
	Current period	Previous corresponding period	Current period \$A	Previous corresponding period \$A
Equity accounted associates and joint venture entities				
N/A				
Total				
Other material interests N/A				
Total				

12. Significant information

Any other significant information needed by an investor to make an informed assessment of the entity's financial performance and financial position:

During the financial year the Company progressed its objective of building a strong sales and distribution network in the USA.

The Group's net loss attributable to members of the Company for the financial year ended 30 June 2015 was \$3,491,454 (year ended 30 June 2014: \$6,437,129).

As at 30 June 2015 the Group's consolidated cash position was \$11,057,749 (30 June 2014: \$8,245,634) and the Company had 139,230,199 ordinary shares on issue.

The net assets of the Group increased by 46% from \$12,710,116 to \$18,563,431. This increase was mainly a result of equity capital raisings, net of costs totalling \$9,642,318 reduced by the current year loss of \$3,491,454.

The financial position of the Group remains strong with net tangible assets of \$17,931,047, inclusive of \$17,846,968 in cash and inventories, \$416,180 in trade and other receivables, \$297,028 in prepayments, plant and equipment of \$1,420,664 and trade and other payables of \$2,049,793. Trade and other payables include \$859,000 cash received in advance from investors for the exercise of listed options where shares were allotted subsequent to year end.

During the year, the Company raised a total of \$10,000,000 for a total of 20,000,000 ordinary fully paid shares. A further \$281,195 was raised from the exercise of listed options. The Company has received \$859,000 in advance from investors for the

exercise of listed options where shares were allotted subsequent to year end.

Funds raised from the issues are being used for general working capital and to further business development and growth, and to advance the ongoing market rollout of the Company's Yowie products in the US market.

13. Foreign entities set of accounting standards used in compiling the report (IAS)

N/A

14. Commentary on the results for the period

14.1 Earnings per security (EPS)

	Current Period 2015	Previous Corresponding Period 2014
Basic EPS (cents per share)	(2.76)	(6.62)
Diluted EPS (cents per share)	(2.76)	(6.62)

14.2 Returns to shareholders (Including distributions and buy backs)

	Current Period 2015 \$	Previous Corresponding Period 2014 \$
Ordinary securities	N/A	N/A
Preference securities	N/A	N/A
Other equity instruments	N/A	N/A
Total	N/A	N/A

The dividend or distribution plans shown below are in operation.

N/A

The last date(s) for receipt of election notices for the dividend or distribution plans

N/A

Any other disclosures in relation to dividends (distributions).

N/A

14.3 Significant features of operating performance

Refer to Item 12.

14.4 Segment Information

The Group has only one reportable segment, which relates to the establishment of its confectionery business. All production and sales to date have taken place in the United States. The internal reports reviewed by the board separately present administration costs relating to the US, Australia and Hong Kong. The net result is presented on a consolidated basis.

All other income and expenses, and assets and liabilities, are reviewed by management on a consolidated basis.

2015	United States \$	Australia \$	Hong Kong \$	Unallocated \$	Total \$
Sale of goods	2,631,651	-	-	-	2,631,651
Cost of sales	(1,221,419)	-	-	-	(1,221,419)
Selling and distribution	(2,120,795)	-	-	-	(2,120,795)
Marketing	(1,081,438)	-	-	-	(1,081,438)
Administration costs	(1,429,808)	(3,565,486)	(195,382)	-	(5,190,676)
Other revenue	233,316	163,079	13,409	-	409,804
Foreign exchange gain	2,818,404	-	455,592	-	3,273,996
Finance costs	(39,849)	-	-	-	(39,849)
Write-offs	(71,420)	-	(81,308)	-	(152,728)
Loss after income tax					(3,491,454)

14.5 Report on trends in performance

None

14.6 Report any factors which have affected the results during the reporting period or which are likely to affect results in the future, including those where the effect could not be quantified.

N/A

15. Compliance statement

This report is based on accounts to which one of the following applies.
(Tick one)

- | | | | |
|-------------------------------------|--|--------------------------|---|
| <input type="checkbox"/> | The accounts have been audited. | <input type="checkbox"/> | The accounts have been subject to review. |
| <input checked="" type="checkbox"/> | The accounts are in the process of being audited or subject to review. | <input type="checkbox"/> | The accounts have not yet been audited or reviewed. |

16. If the accounts have not yet been audited or subject to audit review and are likely to be subject to dispute or qualification, a description of the likely dispute or qualification:

N/A

17. If the accounts have been audited or subject to review and are subject to dispute or qualification, a description of the dispute or qualification:

N/A

Sign here: W Loxton
(Director)

Date: 28 August 2015

Print name: Wayne Loxton