



**MINT PAYMENTS™**

**MINT PAYMENTS LIMITED**

**ABN: 51 122 043 029**

**APPENDIX 4D AND HALF-YEAR FINANCIAL REPORT**

**31 DECEMBER 2016**

**APPENDIX 4D**

FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

**1. Reporting period**

The current reporting period is the period ended 31 December 2016 and the previous corresponding period is for the period ended 31 December 2015.

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

			<b>Half-year ended 31 Dec 2016</b>
Revenue from ordinary activities	Up	5%	\$2,114,192
Net loss from ordinary activities attributable to members	Down	(4)%	\$(2,957,531)
Net loss attributable to members	Down	(1)%	\$(2,956,616)

*Commentary*

Overall, revenue from ordinary activities increased by 5%, more importantly the Company has seen an increase in recurring revenues:

- as a total by 82% from previous corresponding period and;
- as a proportion of total sales revenues representing 61% of total operating revenues (25% in the previous corresponding period).

This positive move towards the increase in recurring revenues is driven by the growth across all key operating metrics as the Company's platform and distribution network continues to scale:

- Transaction value (annualised) of \$368M; up by 594% compared to previous corresponding period
- Transaction volumes (annualised) of 2.75M; up by 331% compared to previous corresponding period
- Cumulative users of 12.9K; up by 195% compared to previous corresponding period

The increase in recurring revenues was offset by the decrease in one-off revenues by 59% from the sales of goods and services as the Company naturally progresses towards an increasing recurring revenue model as noted above.

Further details of the results for the half-year can be found in the 'review of operations' section of the Directors' Report in the attached half-year financial report.

*Dividends*

No interim dividends have been paid or provided for during the period or the prior financial period by the Parent Entity.

*Earnings per share*

	<b>Half-year ended 31 Dec 2016</b>	<b>Half-year ended 31 Dec 2015</b>
Basic earnings per share (cents)	(0.52)	(0.61)
Diluted earnings per share (cents)	(0.52)	(0.61)

**3. Net tangible assets per share**

	<b>31 Dec 2016</b>	<b>31 Dec 2015</b>
Net tangible assets per share (cents)	(0.76)	0.03

**4. Audit qualification or review**

The half-year financial report has been subject to review and the independent auditor's review report is attached as part of the financial report.

**5. Attachments**

The financial report of Mint Payments Limited for the half-year ended 31 December 2016 is attached. The half-year financial report should be read in conjunction with the most recent annual financial report.

The remainder of the information requiring disclosure to comply with ASX 4.2A.3 is contained in the attached half-year financial report.

**MINT PAYMENTS LIMITED****ABN: 51 122 043 029****HALF-YEAR FINANCIAL REPORT****31 DECEMBER 2016**

<u>Contents</u>	<u>Page</u>
Directors' Report	4
Auditor's Independence Declaration	7
Half-Year Financial Report	
Consolidated Statement of Profit or Loss and Other Comprehensive Income	8
Consolidated Statement of Financial Position	9
Consolidated Statement of Cash Flows	10
Consolidated Statement of Changes in Equity	11
Notes to the Financial Statements	12
Directors' Declaration	16
Independent Auditor's Review Report	17

The half-year 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 financial report for the year ended 30 June 2016 and any public announcements made by Mint Payments Limited during the half-year reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

**DIRECTORS' REPORT**

FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

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The Directors of Mint Payments Limited present their report on the consolidated entity consisting of Mint Payments Limited and the entities it controlled (“the Group” or “Mint Payments”) at the end of, or during, the half-year ended 31 December 2016.

**DIRECTORS**

The names of the Directors of Mint Payments Limited during the half-year and until the date of this report are:

Non Executive

Terry Cuthbertson (Chairman)

William Bartee

Anne Weatherston

Peter Wright

Executive

Alex Teoh (Chief Executive Officer and Managing Director)

Andrew Teoh

All Directors were in office for the entire period unless otherwise stated.

**PRINCIPAL ACTIVITIES**

The principal activities of the consolidated entity during the half-year under review were omni-channel payments solutions that utilises bank grade enabled technology and infrastructure on various POS, mobile, tablet devices and online interfaces. Mint Payments has an innovative payments technology and transactions processing platform that integrate business processes to service credit and debit card payments across multiple markets and multiple channels.

**RESULTS AND REVIEW OF OPERATIONS**

**Operating Results**

Key financial results for the half-year ended 31 December 2016 were:

- Overall, revenue from ordinary activities increased by 5%, more importantly the Company has seen an increase in recurring revenues:
  - as a total by 82% from previous corresponding period and;
  - as a proportion of total sales revenues representing 61% of total operating revenues (25% in the previous corresponding period).

This positive move towards the increase in recurring revenues is driven by the growth across all key operating metrics as the Company’s platform and distribution network continues to scale:

- Transaction value (annualised) of \$368M; up by 594% compared to previous corresponding period
- Transaction volumes (annualised) of 2.75M; up by 331% compared to previous corresponding period
- Cumulative users of 12.9K; up by 195% compared to previous corresponding period

The increase in recurring revenues was offset by the decrease in one-off revenues by 59% from the sales of goods and services as the Company naturally progresses towards an increasing recurring revenue model as noted above.

- Reported net loss from ordinary activities attributable to members for the half-year ended 31 December 2016 was \$2,957,531, an improvement by 4% from the previous corresponding year. This improvement is indicative of the increase in revenue as noted above.

## **Review of Operations**

The highlights for the half-year ended 31 December 2016 include:

- In August 2016, Mint made an important first step as part of Mint's expansion strategy into high growth South East Asia markets, with the launch of its first product in Asia. This is conjunction with Mint's partnership agreements with both ABSS and NETS, with the ABSS 'Click to Pay' product now available in Singapore. Mint provides the payments platform, software and technology for 'Click to Pay', which gives ABSS' 300,000 business customers a simple electronic invoicing option that allows them to accept debit and credit card payments with a one-click option delivered to the merchant's customer.
- In December 2016, the Company announced that it had partnered with one of Australia's most affordable and adaptable travel agency software solution providers TravelPartner (Aust) Pty Ltd, signing a two-year licence and distribution agreement to deliver its fully integrated online payments processing service to its growing network of travel agents. This agreement follows on from the successful deployment with Mint's first SaaS partner in the travel industry, Tramada, which has seen more than \$180 million of annualised transactions processed through Mint's integrated online payments solution. Mint will charge a monthly fee, merchant service and transaction fees for every travel agent who signs up for the service.

## **DIVIDENDS**

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

## **SIGNIFICANT EVENTS AFTER BALANCE DATE**

In January 2017, the Company signed a strategic partnership agreement with Global Payments Asia Pacific Limited, a subsidiary company of Global Payments Inc. (NYSE: GPN), a leading worldwide provider of payment technology and merchant acquiring services. The partnership agreement will equip Mint and its licensed distribution partners (including ABSS, formally MYOB South Asia) with the ability to provide the Company's integrated payment technology solutions with Global Payments as the acquirer, in the territories of Malaysia and Singapore with additional territories to follow. As part of the Agreement, Global Payments will also refer its merchants to adopt Mint's range of integrated payment solutions in these two markets. In the Asia Pacific region, Global Payments Asia Pacific has presence in 12 countries providing a wide range of payment solutions to over 110,000 merchants, processing over 25 billion dollars. Under this Agreement, Mint and Global Payments will share transactional and merchant acquiring service fees linked to Mint's integrated payment solution.

In February 2017, to underpin the Company's continued expansion into South East Asia, the Company announced that it had completed a placement of \$6,000,000 (75,949,367 shares) to a mix of current shareholders, institutional and sophisticated investors. The funds raised were at \$0.079 per share and the placement represents a 3.7% discount to the last traded price of \$0.082 per share. The placement includes 1 attaching option for 2.5 shares subscribed providing up to \$2,400,000 in further capital.

There has not been any other matter or circumstances occurring subsequent to the end of the financial year that has significantly affected, or may significantly affect the Consolidated Entity's operations, results of those operations or the state of affairs in future financial years.

## **ROUNDING OF AMOUNTS**

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in the directors' report and in the financial report have been rounded to the nearest dollar (where indicated).

## **AUDITOR'S INDEPENDENCE DECLARATION**

A copy of the auditor's independence declaration as required under section 307C of the *Corporations Act 2001* is set out on page 7 and forms part of this half-year financial report.

MINT PAYMENTS LIMITED  
**DIRECTORS' REPORT**  
FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

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Signed in accordance with a resolution of the Directors.

A handwritten signature in black ink, appearing to read 'Alex Teoh', with a stylized flourish at the end.

Alex Teoh  
**Chief Executive Officer and Managing Director**

**Sydney, 28 February 2017**



**PITCHER PARTNERS**

ACCOUNTANTS AUDITORS & ADVISORS

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## AUDITOR'S INDEPENDENCE DECLARATION

### To the Directors of Mint Payments Limited

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2016 there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review, and
- (ii) any applicable code of professional conduct in relation to the review.

R M SHANLEY

Partner

PITCHER PARTNERS

Sydney

28 February 2017



**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

	Notes	Half-year ended 31 Dec 2016 \$	Half-year ended 31 Dec 2015 \$
<b>Continuing operations</b>			
Revenue and other income	3	2,114,192	2,018,069
Network and service delivery		(470,965)	(271,923)
Purchases & changes in inventories of finished goods		(73,200)	(327,677)
Employee benefit expense (excluding share options)		(3,028,860)	(2,814,726)
Share payments & option expense		(121,714)	(553,988)
Depreciation and amortisation		(160,472)	(133,985)
Finance costs		(267,281)	(167,414)
Professional fees		(355,627)	(236,521)
Administration, property & communication expenses		(232,971)	(236,952)
Other expenses		(360,633)	(370,409)
<b>Loss before income tax</b>		<b>(2,957,531)</b>	<b>(3,095,527)</b>
Income tax expense		-	-
<b>Net loss for the period</b>		<b>(2,957,531)</b>	<b>(3,095,527)</b>
<b>Other comprehensive Income</b>			
<b>Items that may be reclassified subsequently to profit &amp; loss</b>			
Foreign currency translation		915	100,622
<b>Total comprehensive loss for the period</b>		<b>(2,956,616)</b>	<b>(2,994,905)</b>
<b>Total comprehensive loss attributable to:</b>			
Equity shareholders		(2,956,616)	(2,994,905)
<b>Net loss attributable to:</b>			
Equity shareholders		(2,957,531)	(3,095,527)
<b>Earnings per share for loss to equity shareholders</b>			
Basic earnings per share (cents)	6	(0.52)	(0.61)
Diluted earnings per share (cents)	6	(0.52)	(0.61)

*The accompanying notes form part of these financial statements.*

MINT PAYMENTS LIMITED  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
AS AT 31 DECEMBER 2016

	Notes	As at 31 Dec 2016 \$	As at 30 Jun 2016 \$
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents		1,757,547	3,234,788
Trade and other receivables		1,692,952	2,729,821
Inventories		455,932	344,467
Other financial assets		281,006	271,992
<b>Total current assets</b>		<b>4,187,437</b>	<b>6,581,068</b>
<b>Non-current assets</b>			
Plant and equipment		139,629	175,273
IT development		552,283	473,099
<b>Total non-current assets</b>		<b>691,912</b>	<b>648,372</b>
<b>Total assets</b>		<b>4,879,349</b>	<b>7,229,440</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Payables		(1,803,183)	(1,805,390)
Unearned revenue		(127,500)	-
Provisions		(457,254)	(451,946)
Short term borrowings		(190,033)	(6,000,000)
<b>Total current liabilities</b>		<b>(2,577,970)</b>	<b>(8,257,336)</b>
Provisions		(93,591)	(44,310)
Long term borrowings		(6,000,000)	-
<b>Total non-current liabilities</b>		<b>(6,093,591)</b>	<b>(44,310)</b>
<b>Total liabilities</b>		<b>(8,671,561)</b>	<b>(8,301,646)</b>
<b>Net assets</b>		<b>(3,792,212)</b>	<b>(1,072,206)</b>
<b>Equity</b>			
Contributed equity	4	37,003,433	36,623,203
Reserves		2,423,459	2,566,163
Accumulated losses		(43,219,104)	(40,261,572)
<b>Total equity</b>		<b>(3,792,212)</b>	<b>(1,072,206)</b>

*The accompanying notes form part of these financial statements.*

**CONSOLIDATED STATEMENT OF CASH FLOWS**

FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

	Half-year ended 31 Dec 2016 \$	Half-year ended 31 Dec 2015 \$
<b>Cashflows from operating activities</b>		
Receipts from customers	1,548,660	1,598,299
Operating grant receipts	1,901,392	1,571,263
Payments to suppliers and employees	(4,721,905)	(4,973,889)
Interest and other similar items received	20,645	33,620
Interest and other cost of finance paid	(197,132)	(131,198)
<b>Net cash used in operating activities</b>	<b>(1,448,340)</b>	<b>(1,901,905)</b>
<b>Cashflows from investing activities</b>		
Payments for plant and equipment	(11,236)	(20,952)
Payments for capitalised IT Development	(192,775)	(115,020)
<b>Net cash used in investing activities</b>	<b>(204,011)</b>	<b>(135,972)</b>
<b>Cashflows from financing activities</b>		
Proceeds from issue of shares	-	5,180,000
Repayment of borrowings	-	(6,000,000)
Proceeds from borrowings	190,033	6,000,000
Share issuance costs	(9,199)	(192,254)
Proceeds from other financial assets	(5,723)	201,556
<b>Net cash provided by financing activities</b>	<b>175,111</b>	<b>5,189,302</b>
<b>Net increase/ (decrease) in cash and cash equivalents</b>	<b>(1,477,240)</b>	<b>3,151,425</b>
Cash and cash equivalents at the beginning of the half-year	3,234,787	3,404,610
<b>Cash at end of the half-year</b>	<b>1,757,547</b>	<b>6,556,035</b>

*The accompanying notes form part of these financial statements.*

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

	Share capital \$	Share based payment reserve \$	Foreign exchange reserve \$	Accumulated losses \$	Total \$
<b>Balance at 1 July 2015</b>	<b>30,898,320</b>	<b>2,317,591</b>	<b>27,029</b>	<b>(34,447,963)</b>	<b>(1,205,023)</b>
Loss for the half-year	-	-	-	(3,095,527)	(3,095,527)
Other comprehensive Income for the half-year	-	-	100,622	-	100,622
<b>Total comprehensive loss for the half-year</b>	-	-	<b>100,622</b>	<b>(3,095,527)</b>	<b>(2,994,905)</b>
Recognition of share based payment	-	20,727	-	-	20,727
Issue of ordinary shares	5,713,262	-	-	-	5,713,262
Share issue costs	(172,897)	-	-	-	(172,897)
<b>Balance at 31 Dec 2015</b>	<b>36,438,685</b>	<b>2,338,318</b>	<b>127,651</b>	<b>(37,543,490)</b>	<b>1,361,164</b>

	Share capital \$	Share based payment reserve \$	Foreign exchange reserve \$	Accumulated losses \$	Total \$
<b>Balance at 1 July 2016</b>	<b>36,623,204</b>	<b>2,543,568</b>	<b>22,594</b>	<b>(40,261,572)</b>	<b>(1,072,206)</b>
Loss for the half-year	-	-	-	(2,957,531)	(2,957,531)
Other comprehensive income for the half-year	-	-	915	-	915
<b>Total comprehensive loss for the half-year</b>	-	-	<b>915</b>	<b>(2,957,531)</b>	<b>(2,956,616)</b>
Recognition of share based payment	-	(143,619)	-	-	(143,619)
Issue of ordinary shares	388,591	-	-	-	388,591
Share issue costs	(8,362)	-	-	-	(8,362)
<b>Balance at 31 Dec 2016</b>	<b>37,003,433</b>	<b>2,399,949</b>	<b>23,509</b>	<b>(43,219,103)</b>	<b>(3,792,212)</b>

*The accompanying notes form part of these financial statements.*

**NOTES TO THE FINANCIAL STATEMENTS**

FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

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**1. Summary of significant accounting policies**

**Basis of preparation**

The condensed financial report is a general-purpose financial report, which has been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standards AASB 134 Interim Financial Reporting. The financial report has also been prepared on a historical cost basis.

The half-year financial report does not include all the notes of the type normally included with the annual report. As a result it should be read in conjunction with the 30 June 2016 annual financial report of Mint Payments Limited, together with any public announcements made by Mint Payments Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001* and the Australian Stock Exchange.

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

**Statement of compliance**

Compliance with AASB 134, as appropriate for for-profit entities, ensures compliance with Australian Accounting Standards (AAS) and International Financial Reporting Standards (IFRS).

**Rounding amounts**

In accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, the amounts in the directors' report and in the financial report have been rounded to the nearest one thousand dollars, or in certain cases, to the nearest dollar (where indicated).

**Going concern**

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business activity and the realisation of assets and the settlement of liabilities in the normal course of business.

The Group incurred a net loss of \$2,957,531 and a net cash outflow from of operations \$1,448,340 for the half-year ended 31 December 2016. As at 31 December 2016, the Group had cash assets of \$1,757,547, current assets of \$4,187,437 and current liabilities of \$2,577,970.

The financial report has nonetheless been prepared on a going concern basis which the Directors consider to be appropriate based upon the forecast for the next 12 months. These forecasts are based on projected margins from contracted and new customers, available funding from the Group's finance facilities (\$2,000,000 undrawn as at 31 December 2016) and \$6,000,000 (75,949,367 shares) placement that occurred subsequent to the half year to a mix of current shareholders, institutional and sophisticated investors. The placement was made pursuant to s708 (11) of the *Corporations Act 2001*.

**Change in Accounting Policy**

The Consolidated Entity's accounting policy in respect of government grants is to recognize when there is reasonable assurance that the grant will be received and all conditions complied with. In the current half-year the Consolidated Entity has recognised the R&D Tax Incentive that would be applicable to expenditure for the half-year in accordance with this policy. In prior periods, the Consolidated Entity only recognized the R&D Tax Incentive at the end of the financial year.

The effect of the change in accounting policy is to recognize R&D grant income of \$1,069,036 in the half-year ended 31 December 2016.

The new accounting policy has been applied retrospectively and the effect of the restatement of comparatives for the half-year ended 31 December 2015 is to increase R&D grant income, revenue and other income and total equity and decrease the net loss for the period by \$655,887.

**NOTES TO THE FINANCIAL STATEMENTS**

FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

**2. Segment information**

The consolidated entity operates in one segment being mobile payments. This is based on the internal reports that are reviewed and used by the Board of Directors (identified as the Chief Operating Decision Maker (CODM)) in assessing performance and in determining the allocation of resources.

The consolidated entity operates predominantly in one geographical region being Australia.

**3. Revenue and other income**

	Half-year ended 31 Dec 2016	Half-year ended 31 Dec 2015
	\$	\$
Revenue from sales of goods	216,154	405,415
Revenue from services	187,220	580,747
Recurring revenues	620,537	341,237
R&D grant income	1,069,036	655,887
Interest income	21,245	34,783
<b>Total revenue and other income</b>	<b>2,114,192</b>	<b>2,018,069</b>

**4. Contributed equity**

	31 Dec 2016 No.	30 Jun 2016 No.
<b>(a) Issued and paid up capital</b>		
Ordinary Shares	<u>572,555,427</u>	<u>568,361,376</u>
<b>(b) Movements in shares on issue</b>	<b>Half-year ended 31 Dec 2016</b>	<b>Half-year ended 31 Dec 2016</b>
	<b>Date</b>	<b>No. of Shares</b>
<b>Beginning of the financial year</b>	<b>1-Jul-16</b>	<b>568,361,376</b>
Issue of ordinary shares under employee share plan	31-Aug-16	1,540,716
Issue of ordinary shares under employee share plan	31-Aug-16	2,653,335
Share issue costs	-	(8,362)
<b>Closing Balance</b>	<b>31-Dec-16</b>	<b>572,555,427</b>
		<b>37,003,433</b>

**5. Unlisted options**

**(a) Options on issue at balance date**

As at balance date, the Company had the following class of options on issue:

Description	Number	Exercise Price (cents)	Expiry
Unlisted options	5,000,000	15.0	27/11/2018
<b>Total</b>	<b>5,000,000</b>		

Options carry no dividend or voting rights. Upon exercise, each option is convertible into one ordinary share to rank pari passu in all respects with the Company's existing fully paid ordinary shares.

**(b) Movement in options on issue**

	Half-year ended 31 Dec 2016 No.
<b>Outstanding at the beginning of the half-year</b>	<b>10,000,000</b>
Granted during the half-year	-
Expired during the half-year	-
Exercised during the half-year	-
Forfeited during the half-year	(5,000,000)
<b>Outstanding at the end of the half-year</b>	<b>5,000,000</b>

**6. Earnings/(loss) per share**

	Half-year ended 31 Dec 2016 \$	Half-year ended 31 Dec 2015 \$
The following reflects the income and share data used in the calculation of basic and diluted earnings per share:		
Net Loss attributed to equity shareholders	(2,957,531)	(3,095,527)
<b>Loss used in calculating basic and diluted earnings per share</b>	<b>(2,957,531)</b>	<b>(3,095,527)</b>
	<b>Number of shares</b>	<b>Number of shares</b>
<b>Weighted average number of ordinary shares used in calculating basic loss per share</b>	<b>569,763,223</b>	<b>510,112,492</b>
<b>Effect of dilutive securities:</b>		
Share options	-	803,572
<b>Adjusted weighted average number of ordinary shares used in calculating diluted earnings loss per share</b>	<b>569,763,223</b>	<b>510,916,064</b>
Basic earnings per share to equity shareholders	(0.52 cents)	(0.61 cents)
Diluted earnings per share to equity shareholders	(0.52 cents)	(0.61 cents)

**NOTES TO THE FINANCIAL STATEMENTS**FOR THE HALF-YEAR ENDED 31 DECEMBER 2016

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**7. Dividends**

No dividend was paid, recommended for payment nor declared during the period under review.

**8. Contingent liabilities**

There has been no change in contingent liabilities since the last annual reporting date.

**9. Subsequent events**

In January 2017, the Company signed a strategic partnership agreement with Global Payments Asia Pacific Limited, a subsidiary company of Global Payments Inc. (NYSE: GPN), a leading worldwide provider of payment technology and merchant acquiring services. The partnership agreement will equip Mint and its licensed distribution partners (including ABSS, formally MYOB South Asia) with the ability to provide the Company's integrated payment technology solutions with Global Payments as the acquirer, in the territories of Malaysia and Singapore with additional territories to follow. As part of the Agreement, Global Payments will also refer its merchants to adopt Mint's range of integrated payment solutions in these two markets. In the Asia Pacific region, Global Payments Asia Pacific has presence in 12 countries providing a wide range of payment solutions to over 110,000 merchants, processing over 25 billion dollars. Under this Agreement, Mint and Global Payments will share transactional and merchant acquiring service fees linked to Mint's integrated payment solution.

In February 2017, to underpin the Company's continued expansion into South East Asia, the Company announced that it had completed a placement of \$6,000,000 (75,949,367 shares) to a mix of current shareholders, institutional and sophisticated investors. The funds raised were at \$0.079 per share and the placement represents a 3.7% discount to the last traded price of \$0.082 per share. The placement includes 1 attaching option for 2.5 shares subscribed providing up to \$2,400,000 in further capital.

There has not been any other matter or circumstances occurring subsequent to the end of the financial year that has significantly affected, or may significantly affect the Consolidated Entity's operations, results of those operations or the state of affairs in future financial years

Mint Payments Limited is a listed public company, incorporated and operating in Australia.

**Registered Office**

Level 4, 450 Victoria Road  
Gladesville  
NSW 2111  
Australia

**Principal place of business**

Level 4, 450 Victoria Road  
Gladesville  
NSW 2111  
Australia



**Directors' declaration**

In the Directors' opinion:

- (a) the financial statements and notes of the Consolidated Entity are in accordance with the Corporations Act 2001, including:
  - (i) giving a true and fair view of the Consolidated Entity's financial position for the half-year ended 31 December 2016 and of its performance for the period ended on that date; and
  - (ii) compliance with Accounting Standards and Corporations Regulations 2001; and
- (b) 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 Directors.



**ALEX TEOH**  
**Chief Executive Officer and Managing Director**  
Sydney, New South Wales

**28 February 2017**



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## **INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF MINT PAYMENTS LIMITED**

We have reviewed the accompanying half-year financial report of Mint Payments Limited, which comprises the consolidated statement of financial position as at 31 December 2016, and the consolidated statement of profit or loss and comprehensive income, consolidated statement of changes in equity and consolidated cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

### *Directors' Responsibility for the Half-Year Financial Report*

The directors of the Mint Payments Limited 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 control as the directors determine is necessary to enable the preparation of the half-year 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 Auditing Standard 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, 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 consolidated entity's financial position as at 31 December 2016 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 Mint Payments 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*.

*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 Mint Payments Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2016 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard *AASB 134 Interim Financial Reporting* and *Corporations Regulations 2001*.



R M SHANLEY  
Partner

28 February 2017



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Sydney