



FY19 HALF YEAR REPORT

- Group revenue to Dec 31st 2018 up 37% on same period in FY18
- Group remains on track to achieve aim of tripling business from listing date
- Recruitment Division delivering consistent growth during H1 FY19
- GO2 Building successfully completed first WA State Government contract
- GO2 Building awarded first remote WA Local Government contract
- GO2 Building received ISO Accreditation for Health, Safety, Environment, Quality
- GO2 Skills & Training Acquisition Completed
- Launch of Dream Now Indigenous Traineeship Program

The GO2 People Ltd

ACN 616 199 896

CONDENSED FINANCIAL STATEMENTS FOR HALF YEAR ENDED 31 DECEMBER 2018

The interim financial report is to be read in conjunction with the financial report for the year ended 30 June 2018 and public announcements made for the period to 31 December 2018.

RESULTS FOR ANNOUNCEMENT TO THE MARKET (APPENDIX 4D)

This Preliminary Final Report is provided to the Australian Securities Exchange (ASX) under ASX Listing Rule 4.2A.3

Current Reporting Period: Half-year ended 31 December 2018

Previous Corresponding Period: Half-year ended 31 December 2017

For and on behalf of the Directors



MATTHEW THOMSON

Joint Company Secretary

Dated: 27 February 2019

REVENUE AND NET PROFIT	AUD'000'S
Revenue from ordinary activities	Up 37% to 26,342
Profit from ordinary activities after tax attributable to members	Improved by 31% to (632)
Net Profit for the period attributable to members	Improved by 31% to (632)

DIVIDENDS

There were no dividends paid or declared during the period.

COMMENTARY

The GO2 People Ltd continued to pursue its principal activities of recruitment and building during the half year. The Group showed continued organic growth during this period, delivering a 37% increase in revenues.

The Recruitment Division recorded strong revenue growth to December 31st, 2018, up 46% on the corresponding period last financial year. This has been on the back of consistency in workforce personnel numbers since the beginning of FY19. Existing recruitment clients have facilitated this rise, and a number of recently executed service agreements across the country, with large national and multi-national construction and mining contractors, is expected to provide further growth opportunities. The recent addition of professional recruitment services has improved the Division's overall capability and has resulted in the execution of Terms and Conditions by a handful new clients.

The Building Division has experienced a slower than expected first half. This is due to the fact that multiple contracts it has competitively tendered during this period are yet to be awarded to a successful tenderer. The Group remains confident of securing some of these works. However, during H1 FY19, GO2 Building successfully completed its first Western Australia State Government contract whilst also being awarded its first Western Australia Local Government contract for the Shire of East Pilbara.

The GO2 People completed the strategic acquisition of GO2 Skills and Training Pty Ltd ("GO2 S&T") late in H1 FY19. GO2 S&T provides relevant workplace training and education with a core focus on the mining and construction sectors. Upskilling of labour in a period where there is an impending skills shortage provides the Company with a competitive advantage by increasing the capability of its labour pool. A higher margin business GO S&T is expected to assist with overall margin growth as it begins to scale up.

NET TANGIBLE ASSET BACKING	31 DEC 2018 000'S	31 DEC 2017 000'S
Net Assets	4,300	5,344
Less intangible assets including deferred tax assets	(1,303)	(427)
Net tangible assets of the Company	2,997	4,917
Fully paid ordinary shares on issue at Balance Date	117,965	117,965
Net tangible asset backing per issued ordinary share as at Balance Date	0.03	0.04

Please refer to the half yearly financial report for details on the group structure

AUDIT DETAILS

The accompanying half yearly financial report has been reviewed. A signed copy of the review report is included in the financial report.

CONTENTS

01. Managing Director's Address	5
02. Corporate Overview	7
03. Operational Achievements & Financial Highlights	10
04. Director's Report	13
05. Independent Auditor's Declaration	17
06. Condensed Financial Statements	19
07. Notes to the Condensed Financial Statements	24
08. Directors' Declaration	35
09. Auditor's Report	37

01



MANAGING DIRECTOR'S ADDRESS

To Our Shareholders,

We appreciate the support of our long-term shareholders, many of whom have been invested in our story since listing, just over 12 months ago. We also welcome our new shareholders to the register.

I am pleased to report that The GO2 People Ltd is tracking in line with our growth goals. The first phase of our growth involves increasing the size and scale of our business. We have a clear goal of tripling the size of our business in the first 3 years from listing. Within this phase of growth, we also have clear targets that revolve around proving up our business model and showing a pathway to sustainable and scalable profitability.

We have increased the size of the business by 38% in the first half of FY19 compared to the corresponding period in FY18.

We have reduced the size of the operating loss for the period by over 50%, partly due to the non-recurrence of the listing costs in the Dec 17 half, but in a large part due to the stabilisation of the business overhead structure to support the revenue growth.

Our borrowing costs have increased by an immaterial amount but decreased as a percentage of turnover to 1.3%, refinancing of our Trade Receivables facility during the period has lowered our cost of funds. We continue to work with our finance partners to ensure the best use of our working capital facilities.

After listing in late 2017 as a business with \$34m in annual revenue, we finished 2018 with over \$52m in revenue for the calendar year January to December 2018. On listing, we had offices in Perth and Brisbane. We finished 2018 with 7 offices in 4 states.

We look for and target the lead indicators that light the path to our goals. Some of these lead indicators are non-financial targets but important milestones, nonetheless. For example, we are proud of attaining WA State Government accreditation in our Building Division and successfully completing our first State Government project.

Creating pathways to employment and professional development for our employees has long been a priority at GO2. With the addition of our Training Division during H1FY19, we have not only added a revenue stream but also started the journey to create meaningful pathways for our employees and applicants. This creation of pathways is most easily demonstrated by the launch of our 'Dream Now' program for Indigenous traineeships aimed at increasing the opportunities for Indigenous Australians in the Mining and Construction Industry. We expect to continue to grow the Training Division to ensure it adds meaningfully to our group.

We remain committed and excited about our progress towards our targets. In 2019, we expect to show continued progress. Our focus will be on fast tracking our journey to meaningful shareholder returns.

Once again, I would like to thank you for your continued support of our business and faith in our ability to achieve our goals.

Billy Ferreira

Managing Director - The GO2 People Ltd

02



CORPORATE DIRECTORY

Directors

Darren Cooper

Independent Non-Executive Chairman

Abilio "Billy" Ferreira

Managing Director

Peter McMorrow

Independent Non-Executive Director

Andries "Dickie" Dique

Independent Non-Executive Director

Company Secretaries

Peter Torre, Matthew Thomson

Registered Office

10 Belmont Avenue,
Belmont WA 6104

Phone 08 6151 9200

Auditor

William Buck Audit (Vic) Pty Ltd

Level 20, 181 William Street,

MELBOURNE VIC 3000

Australian Securities Exchange

ASX Code Ordinary Shares: GO2

Website

www.thego2people.com.au

Share Registry

Computershare Investor Services Pty Limited
Level 11, 172 St George's Terrace,
PERTH WA 6000

Phone 1300 557 010

CORPORATE STRUCTURE



THE GO2 PEOPLE LTD

What We Do

The GO2 People is a leading provider of vertically integrated Recruitment and Building services to industry throughout Australia. Our day to day operations are underpinned by strong core values and an ethical approach to business principles which drive innovation, collaboration and an ongoing commitment to continuous improvement.

Recruitment

The company's Recruitment Division provides tailored staffing solutions to a range of industries with a client base that includes national and multinational blue-chip organisations across the construction, resources and industrial sectors. The Recruitment Division delivers two specialist services, labour hire and professional recruitment.

Industries GO2 provides services to include:

- Major Infrastructure
- Construction
- Mining/Resources
- Electrical/Energy
- Warehousing/Logistics
- Waste Management

Building

The Building Division operates as a multidisciplinary construction company offering a full range of building, civil, construction and project management services in remote and regional areas of Australia.

Our highly qualified team provide specialist delivery of:

- Non-Process Infrastructure (NPI)
- Accommodation Facilities
- Civil Works
- Cyclical Maintenance
- Remote / Regional Commercial
- Remote / Regional Residential

Training

GO2 Skills and Training Pty Ltd, a national Registered Training Organisation (RTO 40927), delivering accredited and non-accredited workplace training to the construction and mining sectors.





3

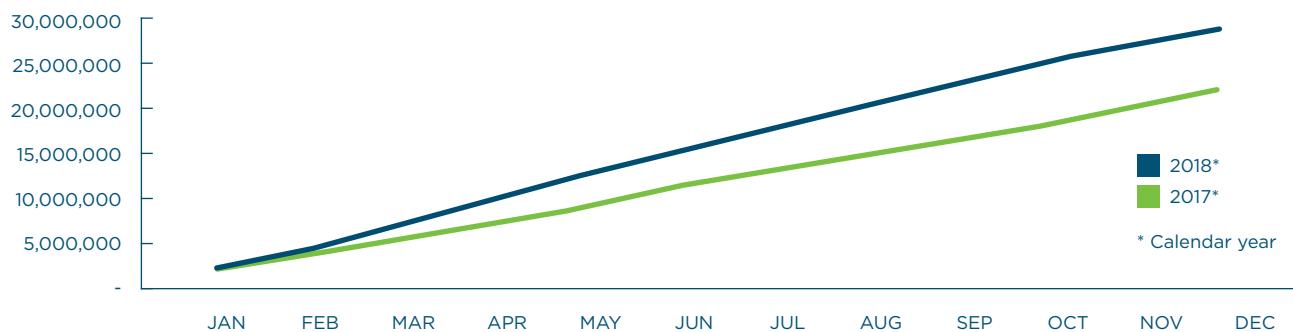


OPERATIONAL ACHIEVEMENTS IN H1 FY19

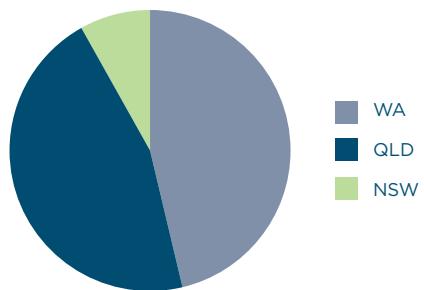
GO2 lists on ASX	31/10/17	●	
Places first workers into South Australia	15/11/17	●	06/11/17 Expands QLD presence with new office in Toowoomba
Altura Mining contract expansion	27/11/17	●	22/11/17 Establishes NSW presence with new office in Sydney
Establishes LEGO2 JV with Lomwest Enterprises to develop Indigenous Housing solution	16/01/18	●	19/12/17 Awarded Principal Contract for Meadowbrooke Over 55's Lifestyle Estate
Appoints Independent Non-Executive Director, Peter McMorrow	08/02/18	●	27/02/18 Appointed Exclusive Builder for the Leisure Development on Dirk Hartog Island
Establishes Professional Recruitment Division throughout each State	19/03/18	●	16/03/18 Further contract expansion with Altura Mining
Receives ISO Accreditation	02/05/18	●	04/04/18 Appoints Independent Non-Executive Director, Dickie Dique
Launch of Dream Now Indigenous Traineeship Program	26/11/18	●	19/06/18 Establishes presence in Victoria with new office in Melbourne
GO2 Building receives ISO Accreditation for Health, Safety, Environment, Quality	04/12/18	●	30/11/18 GO2 Building awarded first remote WA Local Government contract
Remains ZERO LTI's since listing	31/12/18	●	14/12/18 GO2 Building successfully completed first WA State Government contract
		○	31/12/18 GO2 Skills & Training Acquisition completed

FINANCIAL HIGHLIGHTS

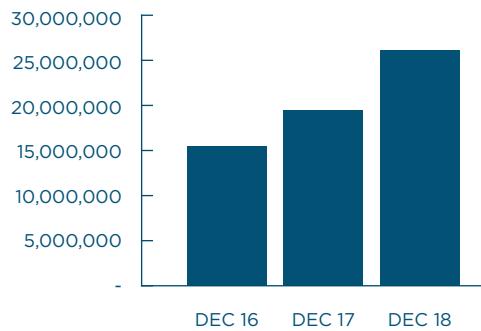
Calendar Year Cumulative Revenue Growth



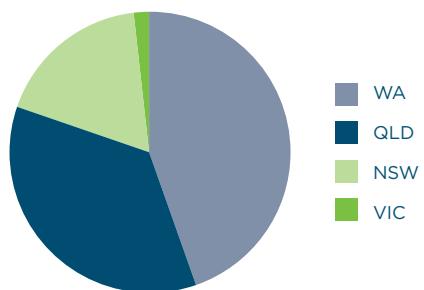
Recruitment Revenue Per State for 6 Months to Dec 17



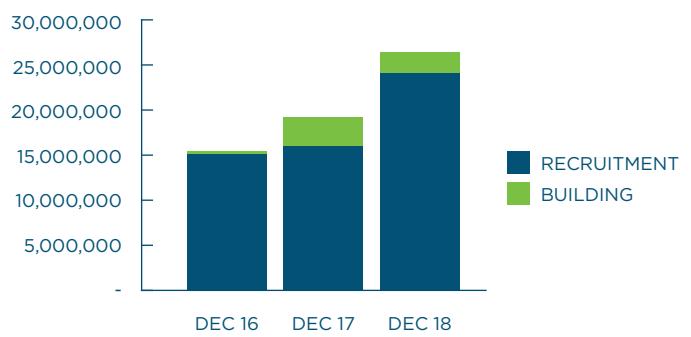
Revenue Growth 6mths on 6mths



Recruitment Revenue Per State for 6 Months to Dec 18



Revenue Contribution 6mths on 6mths





DIRECTORS' REPORT

The Directors' are pleased to present their report on the consolidated entity (referred to herein as "the Group") consisting of The GO2 People Ltd ("the Company") and its controlled entities for the half year ended 31 December 2018.

Director and Company Secretary Details

The following persons were directors of The GO2 People Ltd during or since the end of the reporting period, up to the date of this report:

Mr. Abilio "Billy" Ferreira	Managing Director
Mr. Darren Cooper	Independent Non-Executive Chairman
Mr. Andries "Dickie" Dique	Independent Non-Executive Director
Mr. Peter McMorrow	Independent Non-Executive Director

The following persons held the position of Company Secretary of The GO2 People Ltd at the end of the reporting period:

Matthew Thomson and Peter Torre

Principal Activities

The principal activities of the Group during the reporting period, were the provision of Recruitment and Building Services.

The Group's Recruitment Division provides tailored workforce solutions to a range of industries with a client base that includes a number of national and multi-national blue chip organisations across the construction, mining, and industrial sectors.

The Building Division is a multi-disciplinary construction company offering a full range of building, construction and project management services in remote and regional areas of Australia. Its core focus sectors are mining, government and Indigenous.

In late December 2018, The GO2 People Ltd acquired GO2 Skills and Training Pty Ltd ("GO2 S&T"). GO2 S&T is a nationally Registered Training Organisation (RTO 40927), delivering both accredited and bespoke workplace training and education courses. As the acquisition occurred at the end of the reporting period there was no impact on the operations or principal activities to 31 December 2018.

Review of Operations

The GO2 People Ltd continued to pursue its principal activities of recruitment and building during the half year. The Group showed continued organic growth during this period, delivering a 37% increase in revenues.

The Recruitment Division recorded strong revenue growth to December 31st 2018, up 46% on the corresponding period last financial year. This has been on the back of consistency in workforce personnel numbers since the beginning of FY19. Existing recruitment clients have facilitated this rise, and a number of recently executed service agreements across the country, with large national and multi-national construction and mining contractors, is expected to provide further growth opportunities. The recent addition of professional recruitment services has improved the Division's overall capability and has resulted in the execution of Terms and Conditions by a handful new clients. The number and scale of infrastructure and mining projects across the country continue to require large volumes of skilled workers and GO2 is well positioned to take advantage of the demand both now and in the coming years.

The Building Division has experienced a slower than expected first half. This is due to the fact that multiple contracts it has competitively tendered during this period are yet to be awarded to a successful tenderer. The Company remains confident of securing some of these works. However, during H1 FY19, GO2 Building successfully completed its first Western Australia State Government contract whilst also being awarded its first Western Australia Local Government contract for the Shire of East Pilbara. Although both are relatively small contracts, winning and successfully executing these initial Government contracts, plays an important part in the Company's strategy to become an accredited Government supplier, as multiple opportunities exist in this sector. Importantly, during this period, GO2 Building received its ISO Accreditation for Health, Safety, Environment and Quality, ticking off an important internal milestone for the team. Our experienced team have tendered a number of government and mining projects during the first half of FY19, which are due to be awarded in the third quarter of FY19. These include meaningful discussions and invites to tender with Tier One Miners in Western Australia. We believe all of the aforementioned provide a strong platform for growth in the Building Division as the year progresses.

The GO2 People completed the strategic acquisition of GO2 Skills and Training Pty Ltd ("GO2 S&T") late in H1 FY19. GO2 S&T provides relevant workplace training and education with a core focus on the mining and construction sectors. Upskilling of labour in a period where there is an impending skills shortages provides the Company with a competitive advantage by increasing the capability of its labour pool. The business also delivers high end leadership training to its client's future leader groups. This particular program has assisted to open up opportunities for the other divisions of GO2 and allowed the group to embed itself with several key clients. A higher margin business, GO S&T is expected to assist with overall margin growth as it begins to scale up.

The revenue from operations for the half year was as follows:

REVENUE	HALF YEAR ENDED 31 DECEMBER 2018 (\$)	HALF YEAR ENDED 31 DECEMBER 2017 (\$)
From labour hire services	24,593,730	16,402,081
From building services	1,748,560	2,586,994
	26,342,290	18,989,075

Significant Changes in State of Affairs

The following significant changes in the state of affairs the Group during or since the end of the reporting period, and up to the date of this report are as follows:

- (i) Completion of the purchase agreement for GO2 Skills and Training
- (ii) Further expansion of the Recruitment service offering through the opening of an office in Victoria

Matters Arising since the end of the reporting period

There has been no significant events after the reporting period.

Dividends

No dividends were paid or declared during the half year.

Options

At the date of this report, the unissued ordinary shares of The GO2 People Ltd under option are as follows:

GRANT DATE	DATE OF EXPIRY	EXERCISE PRICE	NUMBER OF OPTIONS
21 June 2017	21 June 2021	\$0.225	2,500,000
21 June 2017	21 June 2021	\$0.30	5,000,000
21 June 2017	21 June 2021	\$0.40	7,500,000
29 November 2018	17 December 2021	\$0.30	1,750,000
			16,750,000

Option holders do not have any rights to participate in any issues of shares or other interests in the Group or the Company or any other entity. There have been no options granted since the end of the reporting period. There has also been no exercise of options during the financial period or up to the date of this report.

Proceedings on behalf of the Group

No person is bringing proceedings on behalf of the Group.

Auditors Independence

The auditor's William Buck Audit (Vic) Pty Ltd independence declaration for the half year ended 31 December 2018 has been received and is attached to this Directors' Report.

This Directors' Report is signed in accordance with a resolution of the Board of Directors and is signed on behalf of the Directors by

Billy Ferreira

Managing Director - The GO2 People Ltd



5

A large, hollow white number '5' with a thin black outline, positioned to the right of the circle.



**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 307C
OF THE CORPORATIONS ACT 2001 TO THE DIRECTORS OF THE GO2
PEOPLE LIMITED AND ITS CONTROLLED ENTITIES**

I declare that, to the best of my knowledge and belief during the year ended 30 June 2018 there have been:

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

William Buck

William Buck Audit (Vic) Pty Ltd
ABN 59 116 151 136

A handwritten signature in blue ink, appearing to read 'N. S. Benbow'.

N. S. Benbow
Director

Dated this 30th day of August, 2018

TO BE CONFIRMED

**CHARTERED ACCOUNTANTS
& ADVISORS**
Level 20, 181 William Street
Melbourne VIC 3000
Telephone: +61 3 9824 8555
williambuck.com



CONDENSED FINANCIAL STATEMENTS

CONDENSED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE HALF YEAR ENDED 31 DECEMBER 2018

	NOTE	31 DEC 2018 (\$)	31 DEC 2017 (\$)
Revenue		26,342,290	18,989,075
Cost of sales/services		(23,673,377)	(16,544,805)
GROSS PROFIT		2,668,913	2,444,270
Selling and marketing expenses		(87,144)	(130,735)
Employee benefits expense		(2,786,219)	(2,016,264)
Corporate and administration expenses		(185,767)	(1,291,937)
PROFIT / (LOSS) BEFORE FINANCE COSTS, DEPRECIATION AND INCOME TAX		(390,217)	(994,666)
Finance costs		(349,004)	(339,194)
Depreciation expenses		(164,259)	(117,741)
PROFIT / (LOSS) BEFORE INCOME TAX		(903,480)	(1,451,601)
Income tax benefit / (expense)		271,044	536,756
NET PROFIT / (LOSS) FOR THE YEAR		(632,436)	(914,845)
Other comprehensive loss, net of tax		-	-
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE YEAR		(632,436)	(914,845)
LOSS PER SHARE			
From operations:			
Basic / diluted loss per share	6(c)	0.01	0.01

The above Condensed Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

**CONDENSED STATEMENT OF FINANCIAL POSITION AS
AT 31 DECEMBER 2018**

	NOTE	2018 (\$)	2017 (\$)
ASSETS			
Current Assets			
Cash and cash equivalents		1,488,184	2,611,479
Trade and other receivables	3	11,236,211	12,488,450
Prepaid insurance		1,109,899	194,385
Inventory		324,941	292,302
TOTAL CURRENT ASSETS		14,159,235	15,586,616
Non-Current Assets			
Plant and equipment		1,257,930	1,127,154
Other financial assets		156,877	196,634
Intangible assets	4	536,515	45,455
Deferred tax assets		767,448	492,229
TOTAL NON-CURRENT ASSETS		2,718,770	1,861,472
TOTAL ASSETS		16,878,005	17,448,088
LIABILITIES			
Current Liabilities			
Trade and other payables		4,945,483	5,302,159
Provisions		265,477	183,892
Borrowings	5	6,927,388	6,638,392
TOTAL CURRENT LIABILITIES		12,138,348	12,124,443
Non-Current Liabilities			
Borrowings	5	439,642	408,718
TOTAL NON-CURRENT LIABILITIES		439,642	408,718
TOTAL LIABILITIES		12,577,990	12,533,161
NET ASSETS		4,300,015	4,914,927
EQUITY			
Issued capital	6(a)	15,858,288	15,858,288
Reserves	7	1,598,225	1,580,701
Accumulated losses		(13,156,498)	(12,524,062)
TOTAL EQUITY		4,300,015	4,914,927

The above Condensed Statement of Financial Position should be read in conjunction with the accompanying notes.

**CONDENSED STATEMENT OF CHANGES IN EQUITY FOR
THE HALF YEAR ENDED 31 DECEMBER 2018**

	ISSUED CAPITAL (\$)	ACCUMULATED LOSSES (\$)	SHARE BASED PAYMENTS RESERVE (\$)	COMMON CONTROL RESERVE (\$)	TOTAL EQUITY FOR HALF YEAR ENDED 31 DECEMBER 2018 (\$)
AT 1 JULY 2018	15,858,288	(12,524,062)	1,580,701	-	4,914,927
Loss for the year	-	(632,436)	-	-	(632,436)
TOTAL COMPREHENSIVE INCOME	-	(632,426)			(632,436)
TRANSACTION WITH OWNERS IN THEIR CAPACITY AS OWNERS					
Issue of options			17,524		17,524
AT 31 DECEMBER 2018	15,858,288	(13,156,498)	1,598,225	-	4,300,015
	ISSUED CAPITAL (\$)	ACCUMULATED LOSSES (\$)	SHARE BASED PAYMENTS RESERVE (\$)	COMMON CONTROL RESERVE (\$)	TOTAL EQUITY FOR HALF YEAR ENDED 31 DECEMBER 2017 (\$)
AT 1 JULY 2017	5,417,264	(2,602,726)	1,580,701	(7,214,839)	(2,819,600)
Loss for the year	-	(914,845)	-	-	(914,845)
TOTAL COMPREHENSIVE INCOME	-	(914,845)			(914,845)
TRANSACTION WITH OWNERS IN THEIR CAPACITY AS OWNERS					
Issue of shares	11,126,250	-	-	-	11,126,250
Share issue costs	(685,226)	-	-	-	(685,226)
Common control transactions	-	-	-	(1,362,570)	(1,362,570)
AT 31 DECEMBER 2017	15,858,288	(3,517,571)	1,580,701	(8,577,409)	5,344,009

The above Condensed Statement of Changes in Equity should be read in conjunction with the accompanying notes.

**CONDENSED STATEMENT OF CASH FLOWS FOR THE HALF YEAR
ENDED 31 DECEMBER 2018**

	NOTES	31 DECEMBER 2018 (\$)	31 DECEMBER 2017 (\$)
OPERATING ACTIVITIES			
Receipts from customers		30,291,207	18,592,060
Payments to suppliers, employees and GST		(29,656,334)	(19,148,975)
Finance costs paid		(349,004)	(339,194)
Net cash used in operating activities		285,869	(896,109)
INVESTING ACTIVITIES			
Purchase of plant and equipment		(73,115)	(181,801)
Payments for investments acquired		-	(150,000)
Purchase of intangible assets		-	(9,091)
Net cash used in investing activities		(73,115)	(340,892)
FINANCING ACTIVITIES			
(Repayment of) / proceeds from borrowings - net		(1,336,049)	(3,122,147)
Proceeds received from the issue of share capital		-	10,026,250
Payment for costs incurred in issue of share capital		-	(1,261,886)
Net cash (used in) / generated by financing activities		(1,336,049)	5,642,217
Net increase / (decrease) in cash held		(1,123,295)	4,405,216
Cash and cash equivalents at the beginning of the period		2,611,479	464,033
Cash and cash equivalents at the end of financial period		1,488,184	4,869,249

The above Condensed Statement of Cash Flows should be read in conjunction with the accompanying note.



NOTES TO THE CONDENSED FINANCIAL STATEMENTS FOR THE HALF YEAR ENDED 31 DECEMBER 2018

NOTE 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Condensed Financial Statements cover The GO2 People Ltd (Company) and the entities in controlled (the Group) at the end of or at any time during the period ended 31 December 2018. The GO2 People Ltd is a for-profit listed public Company incorporated and domiciled in Australia. The Condensed Financial Statements were authorised for issue on the date of signing the attached Directors' declaration.

(a) Basis of Preparation

These Condensed Financial Statements for the half year reporting period ended 31 December 2018 have been prepared in accordance with the Australian Accounting Standard 134 'Interim Financial Reporting' and the Corporations Act 2001.

These half year financial statements, for the half year reporting period ended 31 December 2018, do not include all the notes of the type normally included in annual financial statements and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financial and investing activities of the entity as the annual financial statements. Accordingly, these half-year financial statements are to be read in conjunction with the annual financial statements for the year ended 30 June 2018 and any public announcements made by the Company during the half-year reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

Except for the cashflow information, the financial statements have been prepared on an accruals basis, has been prepared on a historical cost basis and are presented in Australian dollars.

(b) Accounting Policies

The accounting policies and methods of computation adopted in the preparation of this financial report for the half year under review are consistent with those adopted in the annual financial statements for the year ended 30 June 2018, unless otherwise stated.

(c) New Accounting Standards

AASB 15 Revenue from Contracts with Customers, and AASB 9 Financial Instruments, are applicable to the Group for the first time for the half year. Neither of the standards has had a material impact on the amounts recorded within the Group's financial statements, consistent with the assessment of the likely impact disclosed in the Group's 30 June 2018 financial statements. A majority of the Group's revenue relates to the provision of Labour which is invoiced weekly as the service is provided.

AASB 15 supersedes AASB 18 Revenue, AASB 111 Construction Contracts and related Interpretations and it applies to all revenue arising from contracts with customers, unless those contracts are in the scope of other standards. The new standard establishes a five step model to account for revenue arising from contracts with customers. Under AASB 15, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

Revenue for Labour Hire and Recruitment services provided is recognised on completion of the services provided on a weekly basis, based on an agreed hourly rate or at an agreed fixed price.

Revenue from contracts with customers is recognised at an amount that reflects the consideration the Group is expecting to be entitled to in exchange for transferring goods or services to a customer. For each contract with a customer, the Group identifies:

- (i) the contract with a customer;
- (ii) the performance obligations;
- (iii) the transaction price to the separate performance obligations;

and recognises revenue when or as each performance obligation is satisfied in a manner that depicts the transfer to the customer or the goods or services promised. Interest revenue is recognised using the effective interest method, which, for floating rate financial assets is the rate inherent in the instrument. All revenue is stated net of the amount of goods and services tax.

(d) New Accounting Standards issued but not yet effective

AASB 16 Leases, will be applicable to the Group for the first time from 1 July 2019. There has been no changes in the Group's assessment of the likely impact of this standard on application, as disclosed in the Group's 30 June 2018 financial statements. In that the discounted value of the rental lease payments for the Groups operations in Perth, Brisbane, Sydney and Melbourne will be required to be included in the Consolidated Statement of Financial Position, whilst the current rental expense will be replaced with an amortisation charge in the Statement of Profit or Loss and Other Comprehensive Income.

(e) Critical accounting estimates and judgments

The preparation of the condensed financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts in the condensed financial statements. Management continually evaluates its judgments and estimates in relation to assets, liabilities, contingent liabilities, revenue and expenses. Management bases its judgments and estimates on historical experience and on other various factors it believes to be reasonable under the circumstances, the result of which form the basis of the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates under different assumptions and conditions.

Management has identified the following critical accounting policies for which significant judgments, estimates and assumptions are made. Actual results may differ from these estimates under different assumptions and conditions and may materially affect financial results or the financial position reported in future periods.

Recoverability of receivables

The Group continues to provide against the likelihood of ultimate collectability of trade receivables and other receivables where appropriate. The condensed financial statements do not include any adjustments relating to the recoverability and classification of recorded asset amounts that might be necessary should the Group's judgments differ from future circumstances.

Tax losses recognised

Deferred tax assets relating to unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised. As at 31 December 2018 it has been determined that losses of \$2,667,500 at 30% (\$800,250) have been brought to account as it is now probable that they will be recovered.

NOTE 2

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Identification of reportable segments

The activities of the group are predominately operated through a number of 100% owned and controlled subsidiaries, focusing on the Labour Hire Industry and Building Services, with a Corporate Cost Centre to support the operations of the business units.

The Business Units are separated into distinct operating entities, as such management has determined the operating segments based on reports reviewed by the chief operating decision maker. Reports reviewed consider the business primarily by the services provided. The following reportable segments have been identified:

- Labour Hire and Recruitment Services
- Residential and Remote Building Services
- Corporate cost centre

Post 31 December an additional segment for Skills and Training has been created

(b) Segment results

Segment results represent earnings before depreciation, interest, tax and other significant items and prior to any corporate costs.

Segment revenues and expenses are those that are directly attributable to a segment and the relevant portion that can be allocated to the segment on a reasonable basis.

Segment revenues, expenses and results exclude transfers between segments. The revenue from external parties is reported to the chief operating decision maker and is measured in a manner consistent with that in the statement of profit or loss and other comprehensive income.

	Labour Hire and Recruitment Services		Residential and Remote Building Services		Corporate Costs		Inter Segment Transactions		Total (\$)	
	31 DEC 2018	31 DEC 2017	31 DEC 2018	31 DEC 2017	30 JUNE 2018	31 DEC 2017	31 DEC 2018	31 DEC 2018	31 DEC 2018	31 DEC 2017
Revenue	24,686,246	16,672,264	1,748,560	2,586,994	-	-	(92,516)	(270,183)	26,342,290	18,989,075
Results										
Segment Results	390,614	205,445	(163,470)	508,291	(599,837)	(1,058,687)	-	-	(372,693)	(344,951)
Depreciation	(95,652)	(90,585)	(68,607)	(27,156)	-	-	-	-	(164,259)	(117,741)
Finance Costs	(339,787)	(322,585)	(9,147)	(16,609)	(70)	-	-	-	(349,004)	(339,194)
Other Expenses	-	(469,864)	-	-	(17,524)	(179,851)	-	-	(17,524)	(649,715)
PROFIT BEFORE INCOME TAX EXPENSE									(903,480)	(1,451,601)
Income Tax Benefit	-	-	-	-	-	-	-	-	271,044	536,756
PROFIT FOR HALF YEAR									(632,436)	(914,845)
	31 DEC 2018	30 JUN 2018	31 DEC 2018	30 JUN 2018	31 DEC 2018	30 JUN 2018	31 DEC 2018	30 JUN 2018	31 DEC 2018	30 JUN 2018
Assets	10,818,303	12,271,551	4,311,791	4,135,043	15,711,993	15,172,011	(13,964,082)	(14,130,517)	16,878,005	17,448,088
Liabilities	15,567,054	16,649,377	3,947,987	3,559,616	702,035	89,688	(7,639,086)	(7,765,520)	12,577,990	12,533,161

NOTE 3

TRADE AND OTHER RECEIVABLES

	31 DEC 2018 (\$)	30 JUN 2018 (\$)
Trade receivables	10,529,836	12,673,054
Work in Progress and accrued revenue	615,391	165,420
Less provision for doubtful debts	(313,348)	(893,918)
	10,831,879	11,944,556
Other receivables	404,332	543,894
TOTAL RECEIVABLES	11,236,211	12,488,450

Trade receivables are non-interest bearing Trading terms vary from 14 days from invoice to 60 days from the end of month of invoice date. A majority of the clients are on 30 - 45 days end of month terms.

As at 31 December 2018 the ageing analysis of trade receivables is as follows:

	TOTAL (\$)	0-30 DAYS (\$)	31-60 DAYS (\$)	+60 DAYS (\$)	61-90 DAYS PDNI*(\$)	+ 91 DAYS PDNI* (\$)	+ 91 DAYS CI* (\$)
31 DEC 2018	10,529,836	3,998,448	3,390,141	1,377,870	692,107	757,922	313,348
30 JUN 2018	12,673,054	5,665,541	4,045,302	150,587	1,001,627	916,079	893,918

*PDNI - Past due not impaired *CI - Considered impaired

NOTE 4

INTANGIBLES

	31 DEC 2018 (\$)	30 JUN 2018 (\$)
Wall Panel System	55,000	45,455
Goodwill	481,515	-
TOTAL INTANGIBLES	536,515	45,455

Goodwill recognised follows the acquisition of GO2 Skills and Training Pty Ltd as at 31 December 2018 (Note 7) and represents the difference between the acquisition price and the net assets at the at time of acquisition.

NOTE 5

BORROWINGS

	31 DEC 2018 (\$)	30 JUN 2018 (\$)
Secured – at amortised cost		
Insurance Premium Funding (i)	440,494	55,218
Finance lease liabilities (ii)	803,052	792,627
Invoice Finance Facility	6,123,484	6,199,265
	7,367,030	7,047,110
TOTAL BORROWINGS	7,367,030	7,047,110
Current	6,927,388	6,638,392
Non-current	439,642	408,718
	7,367,030	7,047,110

Summary of borrowing arrangements

- i. Relates to the Group's insurance premium funding facility, an interest rate of 3.2% per annum is charged on the initial facility balance. Repayable over 10 months.
- ii. Secured by a charge on the Group's motor vehicles. Interest of 4.95% to 10.99% per annum is charged on the outstanding loan balance(s). Repayable over 4 years.
- iii. Collateral over the Group's trade receivables. Effective interest of 7.16% per annum. Repayable on collection of the receivables funded, and drawn again to fund new receivables. The facility limit amounted to \$15,000,000 and unused facility as at reporting date was \$8,876,516.

NOTE 6

ISSUED CAPITAL

a) Ordinary Shares in GO2 People Ltd

	NOTE	NUMBER OF SHARES	\$
BALANCE AT 1 JULY 2017		62,333,333	5,417,264
Acquisition of GO2 Building		2,500,000	500,000
Acquisition of Terra Firma Construction		3,000,000	600,000
Share Issue Oct 18 - IPO		50,131,250	10,026,250
Share issue costs		-	(685,226)
BALANCE AT 30 JUNE 2018		117,964,583	15,858,288
TRANSACTIONS TO 31 DECEMBER 2018			
Balance at 1 July 2018		117,964,583	15,858,288
BALANCE AT 31 DECEMBER 2018		117,964,583	15,858,288

Issued capital reflects the issued capital of The GO2 People Ltd.

Each respective ordinary share entitles the holder to participate in dividends, and to share in the proceeds of winding up the respective legal entity in proportion to the number of and amounts paid on the shares held. On a show of hands every holder of ordinary shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each share is entitled to one vote.

b) Options

A total of 15,000,000 Options were issued to contractors and employees for the performance of services in the year ended 30 June 2017. These were fully vested as at that date but remain unexercised for the half year ended 31 December 2018.

This issue comprised 2,500,000 Options exercisable at \$0.225 each, on or before 21 June 2021 (**Class A Options**), 5,000,000 Options exercisable at \$0.30 each, on or before 21 June 2021 (**Class B Options**) and 7,500,000 Options exercisable at \$0.40 each on or before 21 June 2021 (**Class C Options**). There are no conditions to exercise.

The share price at date of the issue of the Options was \$0.15 with reference to the capital raise completed at 30 June 2018.

A total of 1,750,000 Options were granted to directors on 29 November 2018 pursuant to the approval at the Company's AGM on 29 November 2018. These Options are exercisable at \$0.30 each, on or before 17 December 2021 and are included as Class B Options. There are no conditions to exercise.

NOTE 6 ISSUED CAPITAL CONTINUED**Movement in Options**

	OPENING BALANCE AT 1 JULY 2018	GRANTED DURING PERIOD	FORFEITED DURING PERIOD	EXERCISED DURING PERIOD	OUTSTANDING AT 31 DEC 2018	EXERCISABLE AT 31 DEC 2018	WEIGHTED EXERCISE PRICE
Class A	2,500,000	-	-	-	2,500,000	2,500,000	\$0.225
Class B	5,000,000	1,750,000	-	-	6,750,000	6,750,000	\$0.300
Class C	7,500,000	-	-	-	7,500,000	7,500,000	\$0.400
TOTAL	15,000,000	1,750,000	-	-	16,750,000	16,750,000	\$0.334

c) Loss per share

	31 DEC 2018 (\$)	31 DEC 2017 (\$)
Loss (excluding share based payments) used to calculate basic and diluted EPS	(649,960)	(914,845)
Weighted average number of ordinary shares outstanding during the year used in calculating basic and diluted EPS	117,964,583	81,181,078
	117,964,583	81,181,078

The effect of potential ordinary shares from exercise of any of the options issued by the Company have not been included in the calculation of the diluted loss per share as their effect, given the Group's loss, is anti-dilutive.

NOTE 7

BUSINESS COMBINATION

Acquisition of GO2 Skills and Training Pty Ltd

On 31 December 2018 The Group acquired all the shares on issue in GO2 Skills and Training Pty Ltd, the vendor was a Related Party to Mr Billy Ferreira a director of the Group and Mr. Paul Goldfinch part of the Key Management Personal. The acquisition, as approved at the AGM of The GO2 People Ltd on 29 November 2018, enables the Group to provide additional services to common clientele, provides a key difference to the Labour Hire and Recruitment Services division by allowing in house upskilling of employees required to fill capacity in the labour hire market and eliminates the cost of services to provide for the Group's management team in training courses.

The cost of the acquisition was \$465,000 which was funded via the assumption of the loan (inclusive of all interest) owing to GO2 Recruitment Pty Ltd. There is no contingent consideration or additional payments due.

As the acquisition was completed at 31 December 2018, the Group has not included any revenues or earnings of GO2 Skills and Training Pty Ltd in the interim results for the Half Year Ended 31 December 2018. GO2 Skills and Training Pty Ltd's unaudited result for this half were as follows:

	31 DEC 2018 (\$)
Revenue	485,609
Profit before finance costs, depreciation and income tax	27,576
Finance costs	(1,478)
Depreciation expenses	(947)
Profit before income tax	25,151
Income tax expense	-
Net profit for the half year	25,151

The following table summarises the recognised amounts of assets acquired and liabilities assumed at the date of acquisition, these amounts are provisional pending the true up of tax balances on lodgement of the Group's consolidated tax return.

	31 DEC 2018 (\$)
Cash and cash equivalents	1,852
Trade and other receivables	196,054
Prepaid insurance	5,838
Plant, property and equipment	27,298
Trade and other payables	(223,138)
Provisions	(24,419)
Total Identifiable net assets acquired	(16,515)

NOTE 8

RELATED PARTY DISCLOSURES

All transactions which occurred between companies within The GO2 People Ltd have been eliminated in the preparation of the consolidated financial statements. Details of transactions of related party transactions are disclosed below:

The consolidated financial statements include

	COUNTRY OF INCORPORATION*	OWNERSHIP INTEREST
The GO2 People Ltd	Australia	100%
GO 2 Building Pty Ltd	Australia	100%
Terra Firma Constructions Pty Ltd	Australia	100%
The GO2 Recruitment Unit Trust*	Australia	100%
GO2 Recruitment Pty Ltd	Australia	100%
The GO2 People Australia Pty Ltd	Australia	100%
GO2 Skills & Training Pty Ltd	Australia	100%

* GO2 Recruitment Unit Trust was settled in Australia, it is not an incorporated entity



DIRECTORS' DECLARATION

In accordance with a resolution of the Directors, I state that:

- (a) The financial statements and notes of the GO2 People Ltd for the half year ended 31 December 2018 are in accordance with the Corporations Act 2001, and:
 - (i) give a true and fair view of the Company's financial position as at 31 December 2018 and its performance for the period then ended;
 - (ii) comply with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.
- (b) In the Director's opinion there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.
- (c) This declaration has been made after receiving the declarations required to be made to the directors by the Group Managing Director and Group Chief Financial Officer in accordance with section 295A of the Corporations Act 2001.

Signed in accordance with a resolution of Directors made pursuant to section 303(5)(a) of the Corporations Act 2001 by:

Billy Ferreira

Managing Director - The GO2 People Ltd





Queensland - **Brisbane, Gold Coast, Sunshine Coast, Toowoomba**
New South Wales - **Sydney** • Western Australia - **Perth, Bunbury**
Victoria - **Melbourne**

www.thego2people.com.au