

Autosports Group Limited

Appendix 4D

Half-year report

1. Company details

Name of entity:	Autosports Group Limited
ABN:	54 614 505 261
Reporting period:	For the half-year ended 31 December 2020
Previous period:	For the half-year ended 31 December 2019

2. Results for announcement to the market

			\$'000
Revenues from ordinary activities	up	7.8% to	903,727
Profit from ordinary activities after tax attributable to the owners of Autosports Group Limited	up	132.1% to	16,047
Profit for the half-year attributable to the owners of Autosports Group Limited	up	132.1% to	16,047

Dividends

	Amount per security Cents	Franked amount per security Cents
Interim dividend for the year ending 30 June 2021, declared on 24 February 2021. The interim dividend will be paid on 31 May 2021 to shareholders registered on 17 May 2021.	2.0	2.0

Comments

The profit for the Group after providing for income tax and non-controlling interest amounted to \$16,047,000 (31 December 2019: loss of \$49,969,000).

The profit/loss for the half-year was impacted by other items as follows:

	Consolidated 31 Dec 2020 \$'000	31 Dec 2019 \$'000
Statutory profit/(loss) after tax attributable to the owners of Autosports Group Limited	16,047	(49,969)
Add: Non-controlling interest ¹	159	59
Add: Income tax expense	7,247	2,379
Profit/(loss) before income tax expense	23,453	(47,531)
Add: Impairment of goodwill	-	53,762
Add: Acquisition expenses ²	283	254
Add: Restructure expenses ³	268	17
Add: Closure of franchise ⁴	407	804
Profit before tax excluding other items	24,411	7,306

¹ Represents the 20% non-controlling interest in New Centenary Mazda Pty Ltd held by the dealer principal and 28% non-controlling interest in A.C.N. 633 925 050 Pty Ltd.

² Relates to acquisition expenses on the Trivett Alexandria business and Brighton Jaguar Land Rover during the half-year. Previous period relates to Mercedes-Benz Hornsby and Trivett Alexandria acquisition.

³ Restructure expenses relate to redundancies made during the half-year.

⁴ Reflects closure of Volvo Cars Mt Gravatt and Volvo Cars Brighton both of which ceased trading on 31 October 2020. Previous period relates to Alfa Fiat franchise.

Please refer to the Australian Securities Exchange ('ASX') announcement accompanying this Appendix 4D for further commentary.

Autosports Group Limited
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Half-year report

3. Net tangible assets

	Reporting period Cents	Previous period Cents
Net tangible assets per ordinary security	(14.24)	(22.84)

Net tangible assets include the right-of-use assets of \$173,084,000 (31 December 2019: \$154,135,000) and the lease liabilities of \$198,609,000 (31 December 2019: \$172,955,000) in the above calculation.

4. Audit qualification or review

Details of audit/review dispute or qualification (if any):

The financial statements were subject to a review by the auditors and the review report is attached as part of the Interim Report.

5. Attachments

Details of attachments (if any):

The Interim Report of Autosports Group Limited for the half-year ended 31 December 2020 is attached.

6. Signed

As authorised by the Board of Directors



Signed _____

Thomas Pockett
Independent Chairman
Sydney

Date: 24 February 2021

Autosports Group Limited

ABN 54 614 505 261

Interim Report - 31 December 2020

Autosports Group Limited

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Autosports Group Limited

Directors' report

31 December 2020

The Directors present their report, together with the financial statements, on the consolidated entity ('Autosports' or 'Group') consisting of Autosports Group Limited ('Company') and the entities it controlled at the end of, or during, the half-year ended 31 December 2020.

Directors

The following persons were Directors of Autosports Group Limited during the whole of the financial half-year and up to the date of this report, unless otherwise stated:

Thomas Pockett	Chairman
Nicholas Pagent	Executive Director and Chief Executive officer
Ian Pagent	Executive Director
Robert Quant	Non-Executive Director
Marina Go	Non-Executive Director

Principal activities

During the financial half-year, the Group's principal activities were focused on the retail automotive industry. The core business focuses on the sale of new and used motor vehicles, distribution of finance and insurance products on behalf of retail financiers and automotive insurers, sale of aftermarket products and spare parts, motor vehicle servicing and collision repair services.

There have been no significant changes in the nature of the Group's principal activities.

The Group's operations comprise of:

- 42 franchised dealerships selling new and used prestige and luxury motor vehicles;
- 3 used motor vehicle outlets, focused primarily on the sale of used prestige and luxury motor vehicles; and
- 6 specialist prestige motor vehicle collision repair facilities.

Brands

The Group's portfolio of dealerships include:

AUTOSPORTS GROUP BRANDS & DEALERSHIPS

 Audi						
6	3	4	4	2	2	3
 MASERATI						
2	3	1	1	1	3	3
 ASTON MARTIN						
1	1	2	2	1		

The number below each brand represents the number of dealerships held by the Group.

Autosports Group Limited

Directors' report

31 December 2020

Dividends

Dividends paid during the financial half-year were as follows:

	Consolidated	
	31 Dec 2020	31 Dec 2019
	\$'000	\$'000
Final dividend for the year ended 30 June 2020 of Nil cents (2019: 3.0 cents) per ordinary share	-	6,030

On 24 February 2021, the directors declared a fully franked interim dividend for the year ending 30 June 2021 of 2.0 cents per ordinary share, to be paid on 31 May 2021 to shareholders registered on 17 May 2021. The financial effect of dividends declared after the reporting date are not reflected in the 31 December 2020 financial statements and will be recognised in subsequent financial reports.

Review of operations

The profit for the Group after providing for income tax and non-controlling interest amounted to \$16,047,000 (31 December 2019: loss of \$49,969,000).

The profit/loss for the half-year was impacted by other items as follows:

	Consolidated	
	31 Dec 2020	31 Dec 2019
	\$'000	\$'000
Statutory profit/(loss) after tax attributable to the owners of Autosports Group Limited	16,047	(49,969)
Add: Non-controlling interest ¹	159	59
Add: Income tax expense	7,247	2,379
Profit/(loss) before income tax expense	23,453	(47,531)
Add: Impairment of goodwill	-	53,762
Add: Acquisition expenses ²	283	254
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Add: Closure of franchise ⁴	407	804
Profit before tax excluding other items	24,411	7,306

¹ Represents the 20% non-controlling interest in New Centenary Mazda Pty Ltd held by the dealer principal and 28% non-controlling interest in A.C.N. 633 925 050 Pty Ltd.

² Relates to acquisition expenses on the Trivett Alexandria business and Brighton Jaguar Land Rover during the half-year. Previous period relates to Mercedes-Benz Hornsby and Trivett Alexandria acquisition.

³ Restructure expenses relate to redundancies made during the half-year.

⁴ Reflects closure of Volvo Cars Mt Gravatt and Volvo Cars Brighton both of which ceased trading on 31 October 2020. Previous period relates to Alfa Fiat franchise.

For further commentary on the results for the half-year ended 31 December 2020, please refer to the Australian Securities Exchange ('ASX') announcement accompanying this Report.

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Group during the financial half-year.

Matters subsequent to the end of the financial half-year

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it had a significant impact on the Group's Victorian operations for the financial half-year ended 31 December 2020, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation continues to develop and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

The Group completed the acquisition of Brighton Jaguar Land Rover and related property on 15 February 2021 for the total consideration of \$26,362,000, of which \$22,000,000 was funded through OEM financiers.

Autosports Group Limited
Directors' report
31 December 2020

Apart from the dividend declared as discussed above, no other matter or circumstance has arisen since 31 December 2020 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Rounding of amounts

The Company is of a kind referred to in Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest thousand dollars, or in certain cases, the nearest dollar.

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 immediately after this directors' report.

This report is made in accordance with a resolution of directors, pursuant to section 306(3)(a) of the Corporations Act 2001.

On behalf of the directors



Thomas Pockett
Independent Chairman

24 February 2021
Sydney



Nicholas Pagent
Chief Executive Officer

24 February 2021

The Directors
Autosports Group Limited
565 Parramatta Road
Leichhardt NSW 2040
Australia

Auditor's Independence Declaration to Autosports Group Limited

Dear Directors,

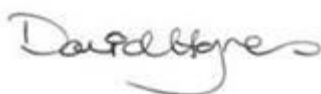
In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of Autosports Group Limited.

As lead audit partner for the review of the interim financial report of Autosports Group Limited for the half-year ended 31 December 2020, I declare that to the best of my knowledge and belief, there have been no contraventions of:

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

Yours sincerely


DELOITTE TOUCHE TOHMATSU



David Haynes
Partner
Chartered Accountants

Autosports Group Limited
Consolidated statement of profit or loss and other comprehensive income
For the half-year ended 31 December 2020

		Consolidated	
	Note	31 Dec 2020	31 Dec 2019
		\$'000	\$'000
Revenue	4	903,723	838,575
Interest revenue		4	10
Expenses			
Changes in inventories		(79,982)	50,224
Raw materials and consumables purchased		(673,006)	(750,248)
Employee benefits expense		(55,857)	(63,748)
Depreciation and amortisation expense		(23,296)	(20,671)
Occupancy costs		(2,695)	(2,105)
Acquisition and restructure expenses		(958)	(685)
Other expenses		(34,991)	(34,620)
Finance costs		(9,489)	(10,501)
Profit before income tax expense and impairment		23,453	6,231
Impairment of goodwill		-	(53,762)
Profit/(loss) before income tax expense		23,453	(47,531)
Income tax expense		(7,247)	(2,379)
Profit/(loss) after income tax expense for the half-year		16,206	(49,910)
Other comprehensive income for the half-year, net of tax		-	-
Total comprehensive income for the half-year		16,206	(49,910)
Profit/(loss) for the half-year is attributable to:			
Non-controlling interest		159	59
Owners of Autosports Group Limited		16,047	(49,969)
		16,206	(49,910)
Total comprehensive income for the half-year is attributable to:			
Non-controlling interest		159	59
Owners of Autosports Group Limited		16,047	(49,969)
		16,206	(49,910)
		Cents	Cents
Basic earnings per share	13	7.98	(24.86)
Diluted earnings per share	13	7.91	(24.86)

The above consolidated statement of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes

Autosports Group Limited
Consolidated statement of financial position
As at 31 December 2020

			Consolidated	
	Note	31 Dec 2020	30 Jun 2020	
		\$'000	\$'000	
Assets				
Current assets				
Cash and cash equivalents		61,637	38,817	
Trade and other receivables	6	69,157	92,753	
Inventories		259,650	339,632	
Other assets		13,354	8,405	
Total current assets		403,798	479,607	
Non-current assets				
Property, plant and equipment		89,838	92,819	
Right-of-use assets	7	173,084	165,731	
Intangibles	8	426,579	429,240	
Deferred tax		19,666	17,544	
Total non-current assets		709,167	705,334	
Total assets		1,112,965	1,184,941	
Liabilities				
Current liabilities				
Trade and other payables	9	137,853	120,206	
Contract liabilities		1,649	1,547	
Income tax payable		6,269	8,935	
Employee benefits		15,320	14,397	
Borrowings	10	287,720	392,621	
Lease liabilities		31,369	38,582	
Total current liabilities		480,180	576,288	
Non-current liabilities				
Trade and other payables	9	-	2,430	
Employee benefits		3,234	2,495	
Borrowings	10	64,358	70,958	
Lease liabilities		167,240	151,489	
Total non-current liabilities		234,832	227,372	
Total liabilities		715,012	803,660	
Net assets		397,953	381,281	
Equity				
Issued capital		475,637	475,637	
Share-based payments reserve		1,340	874	
Accumulated losses		(83,079)	(99,126)	
Equity attributable to the owners of Autosports Group Limited		393,898	377,385	
Non-controlling interest		4,055	3,896	
Total equity		397,953	381,281	

The above consolidated statement of financial position should be read in conjunction with the accompanying notes

Autosports Group Limited
Consolidated statement of changes in equity
For the half-year ended 31 December 2020

Consolidated	Issued capital \$'000	Share-based payments reserve \$'000	Retained profits/ (accumulated losses) \$'000	Non-controlling interest \$'000	Total equity \$'000
Balance at 1 July 2019	475,637	1,033	9,350	3,747	489,767
Profit/(loss) after income tax expense for the half-year	-	-	(49,969)	59	(49,910)
Other comprehensive income for the half-year, net of tax	-	-	-	-	-
Total comprehensive income for the half-year	-	-	(49,969)	59	(49,910)
<i>Transactions with owners in their capacity as owners:</i>					
Share-based payments	-	45	-	-	45
Dividends paid (note 11)	-	-	(6,030)	-	(6,030)
Balance at 31 December 2019	475,637	1,078	(46,649)	3,806	433,872

Consolidated	Issued capital \$'000	Share-based payments reserve \$'000	Accumulated losses \$'000	Non-controlling interest \$'000	Total equity \$'000
Balance at 1 July 2020	475,637	874	(99,126)	3,896	381,281
Profit after income tax expense for the half-year	-	-	16,047	159	16,206
Other comprehensive income for the half-year, net of tax	-	-	-	-	-
Total comprehensive income for the half-year	-	-	16,047	159	16,206
<i>Transactions with owners in their capacity as owners:</i>					
Share-based payments	-	466	-	-	466
Balance at 31 December 2020	475,637	1,340	(83,079)	4,055	397,953

The above consolidated statement of changes in equity should be read in conjunction with the accompanying notes

Autosports Group Limited
Consolidated statement of cash flows
For the half-year ended 31 December 2020

	Note	Consolidated 31 Dec 2020 \$'000	31 Dec 2019 \$'000
Cash flows from operating activities			
Profit/(loss) before income tax expense for the half-year		23,453	(47,531)
Adjustments for:			
Depreciation and amortisation		23,296	20,671
Impairment of goodwill		-	53,762
Write off of property, plant and equipment		910	-
Share-based payments		466	45
Interest received		(4)	(10)
Interest and other finance costs		9,489	10,501
		57,610	37,438
Change in operating assets and liabilities:			
Decrease in trade and other receivables		23,596	22,821
Decrease/(increase) in inventories		79,982	(50,224)
Increase in other operating assets		(4,986)	(3,738)
Increase/(decrease) in trade and other payables		17,647	(8,271)
Increase/(decrease) in contract liabilities		102	(362)
Increase in employee benefits		1,662	900
Increase/(decrease) in bailment finance		(111,108)	45,580
		64,505	44,144
Interest received		4	10
Interest and other finance costs paid		(9,489)	(10,501)
Income taxes paid		(12,035)	(3,786)
Net cash from operating activities		42,985	29,867
Cash flows from investing activities			
Payment for purchase of business, net of cash acquired		-	(2,380)
Payments for property, plant and equipment		(2,254)	(17,941)
Payments for security deposits		37	28
Net cash used in investing activities		(2,217)	(20,293)
Cash flows from financing activities			
Proceeds from borrowings		7,403	22,638
Repayment of borrowings		(7,796)	(8,176)
Repayment of lease liabilities		(15,125)	(15,215)
Repayment of related party payables		(2,430)	-
Dividends paid	11	-	(6,030)
Net cash used in financing activities		(17,948)	(6,783)
Net increase in cash and cash equivalents		22,820	2,791
Cash and cash equivalents at the beginning of the financial half-year		38,817	11,292
Cash and cash equivalents at the end of the financial half-year		61,637	14,083

The above consolidated statement of cash flows should be read in conjunction with the accompanying notes

Autosports Group Limited

Notes to the consolidated financial statements

31 December 2020

Note 1. General information

The financial statements cover Autosports Group Limited as a consolidated entity consisting of Autosports Group Limited (the 'Company' or 'parent entity') and the entities it controlled at the end of, or during, the half-year (collectively referred to as the 'Group'). The financial statements are presented in Australian dollars, which is Autosports Group Limited's functional and presentation currency.

Autosports Group Limited is a listed public company limited by shares, incorporated and domiciled in Australia. Its registered office and principal place of business is:

565 Parramatta Road
Leichhardt NSW 2040

A description of the nature of the Group's operations and its principal activities are included in the directors' report, which is not part of the financial statements.

The financial statements were authorised for issue, in accordance with a resolution of directors, on 24 February 2021. The directors have the power to amend and reissue the financial statements.

Note 2. Significant accounting policies

These general purpose financial statements for the interim half-year reporting period ended 31 December 2020 have been prepared in accordance with Australian Accounting Standard AASB 134 'Interim Financial Reporting' and the Corporations Act 2001, as appropriate for for-profit oriented entities. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'.

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2020 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

The principal accounting policies adopted are consistent with those of the previous financial year and corresponding interim reporting period, unless otherwise stated.

New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period. The adoption of these Accounting Standards and Interpretations did not have any significant impact on the financial performance or position of the Group during the financial half-year ended 31 December 2020 and are not expected to have any significant impact for the full financial year ending 30 June 2021.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Net current asset deficiency

The Directors have prepared the financial statements on the going concern basis, which assumes continuity of normal business activities and the realisation of assets and the settlement of liabilities in the ordinary course of business. The statement of financial position reflects an excess of current liabilities over current assets of \$76,382,000 as at 31 December 2020 (30 June 2020: \$96,681,000).

The Directors have reviewed the cash flow forecast for the Group at least through to 28 February 2022. The forecast indicates that the Group will generate net positive operating cash flows and operate within its overall finance facilities and that the Group will, therefore, be able to pay its debts as and when they fall due after considering the following factors:

- during the financial half-year the Group generated \$42,985,000 (31 December 2019: \$29,867,000) of cash flow from operating activities;
- during the financial half-year the Group used \$2,254,000 to fund additions to property, plant and equipment;
- as at 31 December 2020, the Group has undrawn capital finance facilities of \$26,000,000 (30 June 2020: \$14,000,000) out of which \$22,000,000 is earmarked for specific purposes and undrawn bailment finance facilities of \$307,520,000 (30 June 2020: \$208,512,000);
- as at 31 December 2020, the Group has cash and cash equivalents amounting to \$61,637,000 (30 June 2020: \$38,817,000); and
- as at 31 December 2020, the Group has deferred statutory tax obligations of \$45,569,000 (30 June 2020: \$32,000,000) out of which \$17,751,000 is repayable within 12 months.

Given the unpredictability of the COVID-19 pandemic, the Group may require the additional support of its financiers and landlords in the event of further virus outbreaks and potential lockdown restrictions.

Autosports Group Limited
Notes to the consolidated financial statements
31 December 2020

Note 2. Significant accounting policies (continued)

The directors have concluded that it is appropriate to prepare the financial statements on the going concern basis, as they believe that the Group will comply with its future financial covenants and continue to receive support from its financiers and be able to pay its debts as and when they become due and payable from cash flows from operations and available finance facilities for at least 12 months from the date of signing the financial statements.

Note 3. Operating segments

The Group's operating segments are based on the internal reports that are reviewed and used by the Board of Directors (who are identified as the Chief Operating Decision Makers ('CODM')) in assessing performance and in determining the allocation of resources.

The directors have determined that there is only one operating segment identified and located in Australia, being motor vehicle retailing. The information reported to the CODM is the consolidated results of the Group. The segment results are therefore shown throughout these financial statements and not duplicated here.

Refer to note 4 for information on revenue from the Group's products and services.

Note 4. Revenue

	Consolidated	
	31 Dec 2020	31 Dec 2019
	\$'000	\$'000
<i>Revenue for contracts with customers</i>		
New and demonstrator vehicles	567,155	465,600
Used vehicles	209,158	225,305
Parts	52,876	67,954
Service	53,969	58,183
Aftermarket accessories	6,336	6,234
Finance and insurance revenue	13,289	12,674
	902,783	835,950
<i>Other revenue</i>		
Other revenue	940	2,625
Revenue	903,723	838,575

Disaggregation of revenue

All revenue is generated in Australia and revenue is recognised at a point in time, except for service revenue which is recognised over time.

Note 5. Expenses

Government grants

During the Coronavirus (COVID-19) pandemic, the Group has received JobKeeper support payments amounting to \$10,660,000 (31 December 2019: Nil) from the Australian Government, for the period 1 July 2020 to 31 December 2020, which are passed on to eligible employees. These have been recognised as government grants in the financial statements and recorded as a deduction in the employee benefits expenses. The Group is eligible for JobKeeper support from the government on the condition that employee benefits continue to be paid.

Included in raw materials and consumables in profit or loss is \$8,240,000 (31 December 2019: \$9,246,000) of salaries and wages relating to direct service labour costs.

Autosports Group Limited
Notes to the consolidated financial statements
31 December 2020

Note 6. Trade and other receivables

	Consolidated	
	31 Dec 2020	30 Jun 2020
	\$'000	\$'000
<i>Current assets</i>		
Trade receivables	60,775	85,144
Other receivables	9,851	9,197
Less: Allowance for expected credit losses	(1,469)	(1,588)
	69,157	92,753

Note 7. Right-of-use assets

	Consolidated	
	31 Dec 2020	30 Jun 2020
	\$'000	\$'000
<i>Non-current assets</i>		
Right-of-use asset	287,147	262,014
Less: Accumulated depreciation	(114,063)	(96,283)
	173,084	165,731

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Property lease \$'000
Balance at 1 July 2020	165,731
Additions	23,663
Depreciation expense	(16,310)
Balance at 31 December 2020	173,084

Autosports Group Limited
Notes to the consolidated financial statements
31 December 2020

Note 8. Intangibles

	Consolidated	
	31 Dec 2020	30 Jun 2020
	\$'000	\$'000
<i>Non-current assets</i>		
Goodwill - at cost	527,737	527,737
Less: Impairment	(109,174)	(109,174)
	418,563	418,563
Customer relationships - at cost	26,618	26,618
Less: Accumulated amortisation	(18,602)	(15,941)
	8,016	10,677
	426,579	429,240

Reconciliations

Reconciliations of the written down values at the beginning and end of the current financial half-year are set out below:

Consolidated	Goodwill	Customer	
	\$'000	relationships	
		\$'000	Total
			\$'000
Balance at 1 July 2020	418,563	10,677	429,240
Amortisation expense	-	(2,661)	(2,661)
Balance at 31 December 2020	418,563	8,016	426,579

Note 9. Trade and other payables

	Consolidated	
	31 Dec 2020	30 Jun 2020
	\$'000	\$'000
<i>Current liabilities</i>		
Trade payables	66,780	65,833
GST payable	39,717	29,349
Accrued expenses	31,356	25,024
	137,853	120,206
<i>Non-current liabilities</i>		
Related party payable	-	2,430
	137,853	122,636

Autosports Group Limited
Notes to the consolidated financial statements
31 December 2020

Note 10. Borrowings

	Consolidated	
	31 Dec 2020	30 Jun 2020
	\$'000	\$'000
<i>Current liabilities</i>		
Bailment finance	264,280	375,388
Capital loans	23,440	17,233
	287,720	392,621
<i>Non-current liabilities</i>		
Capital loans	64,358	70,958
	352,078	463,579

Financing arrangements

Unrestricted access was available at the reporting date to the following lines of credit:

	Consolidated	
	31 Dec 2020	30 Jun 2020
	\$'000	\$'000
<i>Total facilities</i>		
Bailment finance	571,800	583,900
Capital loans	113,798	102,190
	685,598	686,090
<i>Used at the reporting date</i>		
Bailment finance	264,280	375,388
Capital loans	87,798	88,190
	352,078	463,578
<i>Unused at the reporting date</i>		
Bailment finance	307,520	208,512
Capital loans	26,000	14,000
	333,520	222,512

Note 11. Dividends

Dividends paid during the financial half-year were as follows:

	Consolidated	
	31 Dec 2020	31 Dec 2019
	\$'000	\$'000
Final dividend for the year ended 30 June 2020 of Nil cents (2019: 3.0 cents) per ordinary share	-	6,030

On 24 February 2021, the directors declared a fully franked interim dividend for the year ending 30 June 2021 of 2.0 cents per ordinary share, to be paid on 31 May 2021 to shareholders registered on 17 May 2021. The financial effect of dividends declared after the reporting date are not reflected in the 31 December 2020 financial statements and will be recognised in subsequent financial reports.

Note 12. Fair value measurement

The carrying amounts of trade and other receivables and trade and other payables approximate their fair values due to their short-term nature. The fair value of financial liabilities is estimated by discounting the remaining contractual maturities at the current market interest rate that is available for similar financial liabilities.

Autosports Group Limited
Notes to the consolidated financial statements
31 December 2020

Note 13. Earnings per share

	Consolidated	
	31 Dec 2020	31 Dec 2019
	\$'000	\$'000
Profit/(loss) after income tax	16,206	(49,910)
Non-controlling interest	(159)	(59)
Profit/(loss) after income tax attributable to the owners of Autosports Group Limited	16,047	(49,969)
	Number	Number
Weighted average number of ordinary shares used in calculating basic earnings per share	201,000,000	201,000,000
Adjustments for calculation of diluted earnings per share:		
Performance rights over ordinary shares*	1,859,930	-
Weighted average number of ordinary shares used in calculating diluted earnings per share	202,859,930	201,000,000
	Cents	Cents
Basic earnings per share	7.98	(24.86)
Diluted earnings per share	7.91	(24.86)

*1,607,813 performance rights over ordinary shares have been excluded from the diluted earnings calculation as they are anti-dilutive for the comparative period ended 31 December 2019.

Note 14. Events after the reporting period

The impact of the Coronavirus (COVID-19) pandemic is ongoing and while it had a significant impact on the Group's Victorian operations for the financial half-year ended 31 December 2020, it is not practicable to estimate the potential impact, positive or negative, after the reporting date. The situation continues to develop and is dependent on measures imposed by the Australian Government and other countries, such as maintaining social distancing requirements, quarantine, travel restrictions and any economic stimulus that may be provided.

The Group completed the acquisition of Brighton Jaguar Land Rover and related property on 15 February 2021 for the total consideration of \$26,362,000, of which \$22,000,000 was funded through OEM financiers.

Apart from the dividend declared as disclosed in note 11, no other matter or circumstance has arisen since 31 December 2020 that has significantly affected, or may significantly affect the Group's operations, the results of those operations, or the Group's state of affairs in future financial years.

Autosports Group Limited
Directors' declaration
31 December 2020

In the directors' opinion:

- the attached financial statements and notes comply with the Corporations Act 2001, Australian Accounting Standard AASB 134 'Interim Financial Reporting', the Corporations Regulations 2001 and other mandatory professional reporting requirements;
- the attached financial statements and notes give a true and fair view of the Group's financial position as at 31 December 2020 and of its performance for the financial half-year ended on that date; and
- there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 303(5)(a) of the Corporations Act 2001.

On behalf of the directors



Thomas Pockett
Independent Chairman



Nicholas Pagent
Chief Executive Officer

24 February 2021
Sydney

Independent Auditor's Review Report to the members of Autosports Group Limited

Conclusion

We have reviewed the half-year financial report of Autosports Group Limited (the "Company") and its subsidiaries (the "Group"), which comprises the consolidated statement of financial position as at 31 December 2020, and the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of cash flows and the consolidated statement of changes in equity for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration as set out on page 16.

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 the Group is not in accordance with the *Corporations Act 2001*, including:

- Giving a true and fair view of the Group's financial position as at 31 December 2020 and of 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*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Half-year Financial Report* section of our report. We are independent of the Group in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Directors' Responsibilities for the Half-year Financial Report

The directors of the Company 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 internal control as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Half-year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether 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 Group's financial position as at 31 December 2020 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*.

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.



DELOITTE TOUCHE TOHMATSU



David Haynes
Partner
Chartered Accountants
Sydney, 24 February 2021