



**FirstGrowthFunds**

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**First Growth Funds Limited**

**ABN 34 006 648 835**

**Interim Financial Report – 31 March 2024**

**First Growth Funds Limited**  
**Corporate directory**  
**For the period ended 31 March 2024**

**Directors** Mr Michael Clarke - (Executive Chairman & CEO)  
Mr Athan Lekkas - Non-executive Director  
Mr Geoff Barnes - Non-executive Director

**Company secretary** Mr Luke Martino

**Registered office and principal place of business** 311 Hay Street  
Subiaco WA 6008

**Share register / Transfer Agent** Odyssey Trust Company  
1230-300 5 Ave SW  
Calgary, AB T2P 3C4

**Auditor** Pitcher Partners  
Level 38, Central Plaza,  
345 Queen Street  
Brisbane QLD 4000

**Website** [www.firstgrowthfunds.com](http://www.firstgrowthfunds.com)

**Stock Exchange Listing** Canadian Securities Exchange (CSE:FGFL)

**First Growth Funds Limited**  
**Directors' report**  
**For the period ended 31 March 2024**

The Directors present their report, together with the financial statements, on the consolidated entity (referred to hereafter as the 'Group') consisting of First Growth Funds Limited (referred to hereafter as the 'Company' or 'Parent Entity') and the entities it controlled at the end of, or during, the period ended 31 March 2024.

**Principal activities**

The Group's principal business activities are to manage a diversified portfolio of different assets and classes including large and small cap listed equities, private equity and pre-IPO investments, convertible notes, loans and cryptocurrencies investments.

Advisory services ceased during the current period, with the ongoing focus being investment management.

**Directors**

The following persons were Directors of First Growth Funds Limited during the whole period and up to the date of this report, unless otherwise stated:

Michael Clarke  
Athan Lekkas  
Geoff Barnes

**Company Secretary**

Luke Martino

**Review of operations**

For the period ended 31 March 2024, the net consolidated profit was \$33,539 (31 March 2023: \$2,164,157 loss).

**Dividends**

There were no dividends paid, recommended or declared during the current or previous financial period.

**Matters subsequent to the end of the financial period**

No matter or circumstance has arisen since 31 March 2024 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.

**Significant changes in the state of affairs**

There were no significant changes in the state of affairs of the Group during the financial period.

**Indemnity and insurance of officers**

During the reporting year, the Board chose not to take insurance for any aspect of the business.

**Rounding of amounts to nearest dollar**

The Group is of a kind referred to in ASIC Legislative Instrument 2016/191, relating to rounding in Financial/Directors' Reports amounts in the Directors' report. Amounts in the Directors' report and Financial Statements have been rounded off in accordance with the instrument to the nearest dollar.

**First Growth Funds Limited**  
**Auditor's independence declaration**

This report is made in accordance with a resolution of Directors, pursuant to section 298(2)(a) of the *Corporations Act 2001*.

On behalf of the Directors

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Michael Clarke  
Executive Chairman

28th May 2024

**First Growth Funds Limited****Contents****For the period ended 31 March 2024**

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**General information**

The financial statements cover First Growth Funds Limited as a consolidated entity consisting of First Growth Funds Limited and the entities it controlled at the end of, or during, the reporting period. The financial statements are presented in Australian dollars, which is First Growth Funds Limited's functional and presentation currency. The Group's shares are listed on the Canadian Stock Exchange.

First Growth Funds Limited is a public company limited by shares listed on the Canadian Securities Exchange (CSE), incorporated and domiciled in Australia. Its registered office and principal place of business is:

311 Hay Street  
Subiaco  
Western Australia 6008  
Australia

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 28th May 2024.

**First Growth Funds Limited**  
**Consolidated statement of financial performance**  
**As at 31 March 2024**

	NOTE	31 March 2024	31 Mar 2023
<b>Revenue from continuing operations</b>			
Total revenue from continuing operations		-	-
<b>Income/(loss) from investments</b>			
Interest revenue		24,683	2,957
Change in financial assets at fair value through profit and loss		172,730	(1,445,259)
Asset impairments	4	-	(102,827)
Other gains and losses		-	1,855
Total income/(loss) from investments		<u>197,413</u>	<u>(1,543,577)</u>
<b>Operating expenses</b>			
AFSL support fees		-	(27,186)
Director related costs		-	(200,000)
Insurance and professional fees		(86,190)	(319,673)
Listing and share registry fees		(44,507)	(55,689)
Other expenses		(33,177)	(18,032)
Total operating expenses		<u>(163,874)</u>	<u>(620,580)</u>
<b>Profit/(loss) before income tax expense</b>		33,539	(2,164,157)
Income tax expense	2	<u>-</u>	<u>-</u>
<b>Profit/(loss) after income tax expense for the half-year</b>		33,539	(2,164,157)
Other comprehensive income for the half-year, net of tax		<u>-</u>	<u>-</u>
<b>Total comprehensive profit/(loss) for the half-year</b>		<u><u>33,539</u></u>	<u><u>(2,164,157)</u></u>
* AFSL - Australian Financial Services Licence			
		<b>Cents</b>	<b>Cents</b>
Basic gain/(loss) per share	8	0.043	(2.782)
Diluted gain/(loss) per share	8	0.043	(2.782)

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

**First Growth Funds Limited**  
**Consolidated statement of financial position**  
**As at 31 December 2021**

	Note	31 March 2024	30 Jun 2023
Assets		\$	\$
<b>Current assets</b>			
Cash and cash equivalents		37,296	184,750
Trade and other receivables		-	18,938
Financial assets (CA)	3	1,013,543	1,262,536
Other assets		-	3,600
Total current assets		<u>1,050,839</u>	<u>1,469,824</u>
<b>Non-current assets</b>			
Financial assets (NCA)	3	2,277,671	1,809,955
Equity accounted investments	4	-	17,336
Total non-current assets		<u>2,277,671</u>	<u>1,827,291</u>
<b>Total assets</b>		<u>3,328,510</u>	<u>3,297,115</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables		<u>61,971</u>	<u>64,113</u>
Total current liabilities		<u>61,971</u>	<u>64,113</u>
<b>Total liabilities</b>		<u>61,971</u>	<u>64,113</u>
<b>Net assets</b>		<u>3,266,539</u>	<u>3,233,002</u>
<b>Equity</b>			
Issued Share	5	67,635,788	67,635,788
Accumulated Loss		<u>(64,369,249)</u>	<u>(64,402,786)</u>
<b>Total equity</b>		<u>3,266,539</u>	<u>3,233,002</u>

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

**First Growth Funds Limited**  
**Consolidated statement of changes in equity**  
**For the period ended 31 March 2024**

<b>Consolidated</b>	<b>Issued capital \$</b>	<b>Accumulated losses \$</b>	<b>Total equity \$</b>
Balance at 1 July 2022	67,635,788	(62,917,233)	4,718,555
Loss after income tax expense for the period	-	(2,164,157)	(2,164,157)
Other comprehensive income for the period, net of tax	-	-	-
Total comprehensive loss for the period	-	(2,164,157)	(2,164,157)
Balance at 31 March 2023	<u>67,635,788</u>	<u>(65,081,390)</u>	<u>2,554,398</u>
<b>Consolidated</b>	<b>Issued capital \$</b>	<b>Accumulated losses \$</b>	<b>Total equity \$</b>
Balance at 1 July 2023	67,635,788	(64,402,786)	3,233,000
Profit after income tax expense for the period	-	33,539	33,539
Other comprehensive income for the period, net of tax	-	-	-
Total comprehensive profit for the period	-	33,539	33,539
Balance at 31 March 2024	<u>67,635,788</u>	<u>(64,369,249)</u>	<u>3,266,539</u>

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



**First Growth Funds Limited**  
**Notes to the consolidated financial statements**  
**For the period ended 31 March 2024**

**Note 1. Significant accounting policies (continued)**

	<b>31 March 2024 \$</b>	<b>31 Mar 2023 \$</b>
<b>Cash flows from operating activities</b>		
Profit/(Loss) before income tax expense for the period	33,539	(2,164,157)
Adjustments for:		
Unrealised fair value adjustments	(176,888)	1,400,769
Asset Impairment	-	102,827
	<u>(143,349)</u>	<u>(660,561)</u>
Change in operating assets and liabilities:		
(Increase)/decrease in trade and other receivables	-	(7,230)
(Increase)/decrease financial assets	(24,499)	353,167
(Increase)/decrease in other current assets	3,600	(24,812)
Increase in trade and other payables	16,795	31,552
	<u>(147,454)</u>	<u>(307,884)</u>
Net cash used in operating activities		
	<u>-</u>	<u>-</u>
Net cash from investing activities		
	<u>-</u>	<u>-</u>
Net cash from financing activities		
	<u>-</u>	<u>-</u>
Net decrease in cash and cash equivalents	(147,454)	(307,884)
Cash and cash equivalents at the beginning of the financial period	184,750	528,782
Cash and cash equivalents at the end of the financial period	<u><u>37,296</u></u>	<u><u>220,898</u></u>

**First Growth Funds Limited**  
**Notes to the consolidated financial statements**  
**For the period ended 31 March 2024**

**Note 1. Significant accounting policies (continued)**

**Note 1. Material accounting policies**

(a) Statement of compliance

These financial statements are prepared in compliance with Australian Accounting Standard AASB 134 Interim Financial Reporting. Accordingly, certain information and footnote disclosure normally included in annual financial statements prepared in accordance with International Financial Reporting Standards ("IFRS"), as issued by the International Accounting Standards Board ("IASB"), have been omitted or condensed. These financial statements should be read in conjunction with the Group's financial statements for the year ended June 30, 2023.

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

These financial statements were reviewed and approved and issued by the Board of Directors on 28th May 2024.

(b) Measurement basis

The financial statements have been prepared on the historical cost basis except for financial assets and financial liabilities which are initially recognized at their fair values and subsequently measured at their respective fair values in accordance with AASB 9 *Financial Instruments* and AASB 13 *Fair Value Measurement*.

These financial statements have been prepared using the accrual basis of accounting. The functional and presentation currency of the Group is the Australian dollar.

(c) Going concern basis of preparation

The financial statements have been prepared on a going concern basis.

For the period ended 31 March 2024, the net consolidated profit was \$33,539 (31 March 2023: \$2,164,157 loss) and net cash outflow from operating activities was \$147,454 (31 March 2023: \$307,884). As at 31 March 2024, the Group had cash and cash equivalent balances of \$37,296 (31 March 2023: \$220,898).

Based on operating cashflow projections, the Directors' anticipate the need to raise further capital, or realise assets, within the coming 12 month period in order to continue to meet its ongoing commitments as and when they fall due. The Directors' have concluded that the going concern basis of accounting remains appropriate, noting the following:

- The Group has readily available liquid investments that can be realised as and when needed; and
- The Group has access to capital market funding options.

Should the Group be unsuccessful with the initiatives detailed above then, there is a material uncertainty which may cast significant doubt as to whether the Group will be able to continue as a going concern and may therefore be required to realise assets and extinguish liabilities other than in the ordinary course of business with the amount realised being different from those shown in the financial statement.

**New or amended Accounting Standards and Interpretations adopted**

The Group has adopted all the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period, without material impact.

**First Growth Funds Limited**  
**Notes to the consolidated financial statements**  
**For the period ended 31 March 2024**

**Note 1. Significant accounting policies (continued)**

**Operating segments**

Operating segments are presented using the 'management approach', where the information presented is on the same basis as the internal reports provided to the Chief Operating Decision Makers ('CODM'). The CODM is responsible for the allocation of resources to operating segments and assessing their performance. The Directors are of the opinion that there is one reportable segment in the Group as the CODM reviews results, assesses performance and allocates resources at a Group level.

**Foreign currency transactions**

Foreign currency transactions are translated into Australian dollars using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in profit or loss.

**Investment Entity**

During the period, management has determined that the Group is now an investment entity, following the wind up of its advisory business and shift in core activities to investment management. Accordingly, the Group has elected to adopt the exemption in applying the equity method to accounting for investments, with these now being recorded as financial assets measured at fair value through profit or loss. This change has been applied prospectively during the current period.

**Note 2. Income tax expense**

	<b>Consolidated</b>	
	<b>31 Mar 2024</b>	<b>31 Mar 2023</b>
	<b>\$</b>	<b>\$</b>
<b>Income tax reconciliation</b>		
Profit/(Loss) before income tax expense	33,538	(2,144,886)
Tax expense/(Tax benefit) at the statutory rate of 25%	8,385	(536,222)
Tax effect amounts which are not deductible/(taxable) in calculating taxable income:		
Deferred tax asset/(liability) not recognised	8,385	536,222
Income tax attributable to profit	-	-

Potential tax benefits from tax losses and temporary differences have not been recognised as the Directors do not believe the conditions for recovery can be met.

**First Growth Funds Limited**  
**Notes to the consolidated financial statements**  
**For the period ended 31 March 2024**

**Note 3. Financial assets**

	<b>Consolidated</b>	
	<b>31 Mar 2024</b>	<b>30 Jun 2023</b>
	<b>\$</b>	<b>\$</b>
<i>Current assets</i>		
Listed securities at fair value through profit or loss	1,013,543	1,262,536
	<u>1,013,543</u>	<u>1,262,536</u>
<i>Non-current assets</i>		
Unlisted securities at fair value through profit or loss	2,277,671	1,809,955
	<u>2,277,671</u>	<u>1,809,955</u>
	<u><u>3,291,214</u></u>	<u><u>3,072,491</u></u>

Refer to note 6 for further information on fair value measurement.

Movements between the financial asset carrying amounts at the beginning and end of the current and previous financial year are set out below:

	<b>Listed securities</b>	<b>Unlisted securities</b>	<b>Total</b>
<b>2023</b>			
Balance at 1 July 2022	3,280,171	886,021	4,166,192
Additions	-	-	-
Disposal proceeds	(280,509)	-	(280,509)
Fair value through profit or loss	(1,259,402)	(285,606)	(1,545,008)
Balance at 31 March 2023	<u>1,740,260</u>	<u>600,415</u>	<u>2,340,675</u>
Current	1,740,260	-	1,740,260
Non current	-	600,415	600,415
	<u>1,740,260</u>	<u>600,415</u>	<u>2,340,675</u>
<b>2024</b>			
Balance at 1 July 2023	1,262,536	1,809,955	3,072,491
Reclassification (note 4)	-	17,336	17,336
Additions	-	114,500	114,500
Disposal	(90,003)	-	(90,003)
Fair value through profit or loss	(158,990)	335,880	176,890
Balance at 31 March 2024	<u>1,013,543</u>	<u>2,277,671</u>	<u>3,291,214</u>
Current	1,013,543	-	1,103,543
Non current	-	2,277,671	2,277,671
	<u>1,013,543</u>	<u>2,277,671</u>	<u>3,291,214</u>

**First Growth Funds Limited**  
**Notes to the consolidated financial statements**  
**For the period ended 31 March 2024**

**Note 4. Equity accounted investments**

	31 Mar 2024 \$	30 Jun 2023 \$
Sienna Mining Ltd	-	240,711
Accumulated impairment losses	-	(223,375)
Carrying value	-	17,336

During the prior period the value of the investment in Vello Technologies Inc was reduced to \$nil, resulting in an asset impairment charge of \$102,827. These were subsequently converted to shares in Sienna Mining Ltd.

Reconciliation of Sienna Mining Ltd	
Balance 1 July 2023	17,336
Reclassification (note 3)	(17,366)
Balance 31 March 2024	-

**Note 5. Issued capital**

	31 Mar 2024 Shares	30 Jun 2023 Shares	Consolidated 31 Mar 2024 \$	30 Jun 2023 \$
Ordinary shares - fully paid	77,798,218	77,798,218	67,635,788	67,635,788

*Ordinary shares*

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital.

For resolutions determined by a show of hands, every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote. The Company will call for a poll or substantive resolutions.

**Note 6. Fair value measurement**

*Fair value hierarchy*

The following tables detail the Group's assets and liabilities, measured or disclosed at fair value, using a three-level hierarchy, based on the lowest level of input that is significant to the entire fair value measurement, being:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: Unobservable inputs for the asset or liability

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Consolidated - 31 Mar 2024</b>				
<i>Financial assets at fair value through profit or loss</i>				
Listed securities (i)	1,013,542	-	-	1,013,542
Unlisted securities (ii)	-	-	2,277,671	2,277,671
Total assets	1,013,542	-	2,277,671	3,291,213

**First Growth Funds Limited**  
**Notes to the consolidated financial statements**  
**For the period ended 31 March 2024**

**Note 6. Fair value measurement (continued)**

<b>Consolidated - 30 Jun 2023</b>	<b>Level 1 \$</b>	<b>Level 2 \$</b>	<b>Level 3 \$</b>	<b>Total \$</b>
<i>Financial assets at fair value through profit or loss</i>				
Listed securities (i)	1,239,251	-	23,285	1,262,536
Unlisted securities (ii)		-	1,809,955	1,809,955
<b>Total assets</b>	<b>1,239,251</b>	<b>-</b>	<b>1,833,240</b>	<b>3,072,491</b>

- (i) Quoted trading prices in active markets are not always available for listed securities. Where there are no observable valuation inputs, investments in listed securities are classified as Level 3 in the fair value hierarchy. To determine the enterprise value as an approximation of fair value of a listed security classified as Level 3, conservative revenue multiples were applied in previous reporting periods. However, during this reporting period the listed entity experienced a major revenue deterioration, accordingly, it was determined that net asset backing per share was a more appropriate methods to determine the enterprise value of the investee company. In the previous period, the fair value has been determined by reference to the most recent capital raising price conducted by the investee company in that prior period.
- (ii) Investments in unlisted securities valued at fair value and classified as Level 3 within the fair value hierarchy. The Directors have considered the available information regarding these investments and believe the fair values recognised are appropriate based on either consideration the Group has paid for recent acquisitions or where applicable recent consideration paid by other investors.
- (iii) *Sensitivity tables*  
The table below sets out the potential impact to profit before tax and equity resulting from a 20% increase and 20% decrease in the fair values of investments categorised as Level 3 in the fair value hierarchy.

	<b>Increase 20% Impact on profit before tax</b>	<b>Increase 20% Impact on equity</b>	<b>Decrease 20% Impact on profit before tax</b>	<b>Decrease 20% Impact on equity</b>
Listed securities	-	-	-	-
Unlisted securities	\$455,534	\$455,534	(\$455,534)	(\$455,534)
<b>Consolidated - 31 March 2024</b>	<b>\$455,534</b>	<b>\$455,534</b>	<b>(\$455,534)</b>	<b>(\$455,534)</b>
Listed securities	\$4,057	\$4,057	(\$4,057)	(\$4,057)
Unlisted securities	\$361,991	\$361,991	(\$361,991)	(\$361,991)
<b>Consolidated - 30 June 2023</b>	<b>\$366,048</b>	<b>\$366,048</b>	<b>(\$366,048)</b>	<b>(\$366,048)</b>

*Movements in level three hierarchy assets*

During the reporting period, the carrying value of investments classified as level 3 under the fair value hierarchy increased by \$444,431 to \$2,277,671.

*Fair values of other financial assets and liabilities*

The carrying amounts of trade and other receivables and trade and other payables are assumed to approximate their fair values due to their short-term nature.

The Group policy is to reassess the fair value hierarchy level for each investment at the end of each reporting period. Where applicable investments will be transferred between fair value hierarchy levels at the most recent fair value determination prior to the transfer. The Group's investment in SQID Technologies Limited was transferred from Level 3 to Level 1 during the period.

**First Growth Funds Limited**  
**Notes to the consolidated financial statements**  
**For the period ended 31 March 2024**

**Note 7. Contingent liabilities and commitments**

There were no contingent liabilities or commitments at 31 March 2024 (30 June 2023: nil).

**Note 8. Earnings per share**

	<b>Consolidated</b>	
	<b>31 Mar 2024</b>	<b>31 Mar 2023</b>
	<b>\$</b>	<b>\$</b>
Profit/(Loss) after income tax	<u>33,538</u>	<u>(2,164,157)</u>
	<b>Cents</b>	<b>Cents</b>
Basic profit/(loss) per share	0.043	(2.782)
Diluted profit/(loss) per share	0.043	(2.782)
	<b>Number</b>	<b>Number</b>
Weighted average number of ordinary shares used in calculating basic earnings per share	<u>77,798,218</u>	<u>77,798,218</u>
Weighted average number of ordinary shares used in calculating diluted earnings per share	<u>77,798,218</u>	<u>77,798,218</u>

**Note 9. Events after the reporting period**

No matter or circumstance has arisen since 31 March 2024 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.

**First Growth Funds Limited**  
**Director' declaration**  
**For the period ended 31 March 2024**

In the Directors' opinion:

- the attached financial statements and notes comply with the *Corporations Act 2001*, the Accounting Standards *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 March 2024 and of its performance for the financial period ended on that date; and
- there are reasonable grounds to believe that the Group 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

---

Michael Clarke  
Executive Chairman

28th May 2024