Appendix 4D
For the half year ended 30 September 2020

OFX Group Limited
ABN 12 165 602 273

Results for announcement to the market
For the half year ended 30 September 2020 ("reporting period")

		30 September 2020 A$'000	% Change from 6 months ended 30 September 2019 %	30 September 2019 (previous corresponding period) A$'000
Revenue from ordinary activities	Down	61,807	(6%)	65,888
Net profit for the period attributable to members of parent (before non-controlling interest)	Down	2,868	(66%)	8,342
Underlying net profit for the period attributable to members of parent (before non-controlling interest)	Down	3,229	(63%)	8,627

Statutory net profit after tax for the half year was $2.9 million, down 66% from $8.3 million in the prior corresponding period. The Group achieved underlying net profit after tax (adjusted for one-off items) of $3.2 million for the half year. The underlying net profit was 63% lower than the $8.6 million in the prior corresponding period.

Dividend information	**Amount per share (cents)**	**Franked amount per share (cents)**	**Tax rate for franking credit**
2020 final dividend (paid 22 June 2020)	2.35	0.00	30%
2021 interim dividend (determined 10 November 2020)	0.81	0.00	30%

2021 interim dividend dates	
Ex-dividend date	25 November 2020
Record date	26 November 2020
Payment date	11 December 2020

	30 September 2020 (cents)	**31 March 2020 (cents)**
Net tangible asset backing per ordinary security[1]	23.46	25.17

Additional Appendix 4D disclosure requirements can be found in the notes to the Interim Financial Report and the Directors' Report for the half year ended 30 September 2020. Information should be read in conjunction with OFX Group Limited's 2020 Annual Report and the attached Interim Financial Report.

This report is based on the consolidated Interim Financial Report for the half year ended 30 September 2020 which has been reviewed by KPMG with the Independent Auditor's Review Report included in the Interim Report.

[1] Assumes that 243,872,167 ordinary shares on issue at 30 September 2020 and 242,957,636 were on issue at 31 March 2020.

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OFX Group Limited

ABN 12 165 602 273

Interim Financial Report
Half Year Ended 30 September 2020

The Company's registered office is:
Level 19
60 Margaret Street
Sydney NSW 2000
Australia

OFX Group Limited

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Directors' Report

The Directors present their report together with the financial statements of the consolidated entity (the "Group"), being OFX Group Limited (the "Company") and its controlled entities, for the half year ended 30 September 2020 and the Independent Auditor's Review Report thereon.

Directors

The names of the Directors of the Group in office during the half year and up to the date of this report unless otherwise stated are as follows:

Steven Sargent	Chairman
John Alexander ('Skander') Malcolm	Chief Executive Officer and Managing Director
Connie Carnabuci	Non-Executive Director
Douglas Snedden	Non-Executive Director
Grant Murdoch	Non-Executive Director
Lisa Frazier (resigned 19 May 2020)	Non-Executive Director

Principal activities

The Group's principal activity during the half year was the provision of international payments and foreign exchange services.

Dividend and distributions

Dividends paid or determined by the Company during and since the end of the half year are set out in Note 7 to the Financial Statements.

	2021 interim dividend	**2020 final dividend**
Per share (cents)	0.81	2.35
Total amount ($'000)	2,015	5,845
Franked	0%	0%
Payment date	11 December 2020	22 June 2020

Operating and financial review

A summary of financial results for the half year ended 30 September 2020 is below. The Group's statutory financial information for the half year ended 30 September 2020 and for the comparative periods ended 31 March 2020 and 30 September 2019 present the Group's performance in compliance with statutory reporting obligations.

To assist shareholders and other stakeholders in their understanding of the Group's financial information, additional underlying financial information for the period ended 30 September 2020 and for the comparative periods ended 31 March 2020 and 30 September 2019 are provided in the Operating and Financial Review section of this Report. A reconciliation of the Company's statutory and underlying financial information is included on page 4. The reconciliation and the underlying information have not been audited.

Statutory results	**Half year 30 September 2020 $'000**	Half year 31 March 2020 $'000	Half year 30 September 2019 $'000
Net operating income[1]	**53,928**	65,610	59,544
EBITDA[2]	**10,313**	20,786	16,149
EBITDA margin	**19.1%**	31.7%	27.1%
Net profit (after tax)	**2,868**	11,989	8,342
Earnings per share (basic) (cents)	**1.18**	4.94	3.44

[1] Net operating income, a non-IFRS measure, is the combination of 'Fee and trading income' and 'Fee and commission expense' and 'Interest income'.
[2] Earnings before interest expense, taxation, depreciation and amortisation (EBITDA) is a non-IFRS, unaudited measure.

Directors' Report (continued)

The results were impacted by one-off items. The table below sets out the underlying financial results for the half year ended 30 September 2020 which has been adjusted for these items.

Underlying results	**Half year 30 September 2020 $'000**	Half year 31 March 2020 $'000	Half year 30 September 2019 $'000
Net operating income[3]	**53,928**	65,510	59,544
Underlying EBITDA[4]	**10,774**	21,735	16,514
EBITDA margin	**20.0%**	33.1%	27.7%
Underlying net profit (after tax)	**3,229**	12,729	8,627
Underlying earnings per share (basic) (cents)	**1.33**	5.24	3.56

"Underlying" measures of profit exclude one-off items of revenue and expenses in order to highlight the underlying financial performance across reporting periods. The Company incurred $0.2 million restructuring the product and technology functions and $0.25 million for retention payments committed by Board as part of the unsolicited M&A proposal in FY20. The following table reconciles underlying earnings measures to statutory results.

	Half year 30 September 2020				**Half year 31 March 2020**			
$'000	**EBITDA**	**Profit before tax**	**Income tax**	**Profit after tax**	**EBITDA**	**Profit before tax**	**Income tax**	**Profit after tax**
Statutory profit	**10,313**	**3,634**	**(766)**	**2,868**	21,735	14,432	(2,443)	11,989
One-off items	**461**	**461**	**(100)**	**361**	949	949	(209)	740
Underlying profit	**10,774**	**4,095**	**(866)**	**3,229**	22,684	15,381	(2,652)	12,729

The Group operated in a challenging market with the COVID pandemic impacting payment flows particularly in the Consumer segment following high volatility at the end of FY20. Payment flows in 1Q21 were particularly soft resulting in revenue being down 11.1% before a good recovery in 2Q21 with revenue up 16.6% on 1Q21. This decline in cross border spot volume over the period contributed to an overall decline in Net Operating Income (NOI) of 9.4%. Despite this fall, transaction growth was up 10.1% as OFX clients continued to use the service more, however the average value of these transactions was down 11.6% impacting NOI and EBITDA. NOI margins excluding International Payment Services (IPS) were down 4bps. Consumer and Corporate margins remained stable however a lower mix of Consumer deals in 1H21 resulted in a lower margin overall. Active clients decreased by 4.4% in the 12 months to 30 September 2020.

Underlying operating expenses were up 0.3% on the previous corresponding period. The company maintained a disciplined approach to expense management while investing in the growth of the Enterprise (IPS) and Online Seller segments. Bad and doubtful debts expense was in line with the prior comparative period and down 46.7% on 2H20 as the Company continues to focus on improving processes and technology to increase detection and prevention capabilities. Cost per registration was down 11.6% as a result of a 10.1% increase in registrations while delivering a 2.7% reduction in promotional expense.

Despite challenging market conditions we continue to see our investments in growth delivering. Corporate revenue grew 2.9% and our Online Sellers revenue grew by 16.4% with growth of 52.2% ex Asia. Our North American business also continued to grow with fee and trading income up 2.5% in the half including growth of 5.8% in the US. The pipeline of deals in the Enterprise segment continues to grow and we recently signed a new Enterprise strategic alliance with WiseTech Global to allow the company and its corporate clients to settle invoices requiring FX through our digital platform, which will be integrated with their CargoWise One operating system.

The Group has invested in technology to deliver a better client experience with changes to our website and mobile applications and the introduction of the Global Currency Account to corporate SME's.

[3] Net operating income, a non-IFRS measure, is the combination of 'Fee and trading income' and 'Fee and commission expense' and 'Interest income'.
[4] Earnings before interest expense, taxation, depreciation and amortisation (EBITDA) is a non-IFRS, unaudited measure

Directors' Report (continued)

A reconciliation of EBITDA to Net Profit After Tax (NPAT) is provided as follows:

	Half year 30 September 2020 $'000	Half year 31 March 2020 $'000	Half year 30 September 2019 $'000
EBITDA	**10,313**	20,786	16,149
Less interest expense	**(707)**	(740)	(907)
Less income tax expense	**(766)**	(2,443)	(1,993)
Less depreciation and amortisation	**(5,972)**	(5,614)	(4,907)
Net profit after tax	**2,868**	11,989	8,342

	As at 30 September 2020 $'000	As at 31 March 2020 $'000	As at 30 September 2019 $'000
Cash and cash equivalents	**209,262**	235,809	263,337
Deposits due from financial institutions	**27,133**	32,276	32,149
Total cash	**236,395**	268,085	295,486
Cash held for subsequent settlement of client liabilities	**(183,555)**	(207,038)	(243,963)
Net cash held	**52,840**	61,047	51,523
Collateral and Bank Guarantees	**(25,582)**	(36,547)	(27,874)
Net available cash	**27,258**	24,500	23,649

The Group's financial position remains strong. The balance sheet consists predominantly of cash and client liabilities, with a cash position net of client liabilities of $52.8 million at 30 September 2020, up from $51.5 million at 30 September 2019. The Group currently has no external debt. The financial position provides a good platform to pursue future growth opportunities and, coupled with our regulatory record, provides our banking partners with assurance on our capability and diligence.

Directors' Report (continued)

Rounding amounts

The Group is of the kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, and in accordance with that instrument, amounts in the Directors' Report and the Interim Financial Report are rounded off to the nearest thousand dollars, unless otherwise indicated.

Change in auditor

Effective 14 October 2020, KPMG have been appointed as auditor for the Company. This appointment follows the outcome of an audit tender process undertaken by the Company's Directors. In accordance with this process and s329(5) of the Corporations Act 2001 (Cth), the Company has received the resignation of PricewaterhouseCoopers following ASIC's consent to the resignation. In accordance with s327C of the Corporations Act 2001 (Cth), the appointment of KPMG as auditors of the Company will be recommended by the Directors for ratification at the Company's next annual general meeting.

Auditor's independence declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the *Corporations Act 2001* in relation to the review for the half year ended 30 September 2020 is on page 7 of this report.

This report is made in accordance with a resolution of Directors.

On behalf of the Board

Steven Sargent
Chairman

Skander Malcolm
Chief Executive Officer and Managing Director

10 November 2020

Lead Auditor's Independence Declaration under Section 307C of the Corporations Act 2001

To the Directors of OFX Group Limited

I declare that, to the best of my knowledge and belief, in relation to the review of OFX Group Limited for the half-year ended 30 September 2020 there have been:

i. no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and

ii. no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

KPMG

Shaun Kendrigan
Partner

Sydney
10 November 2020

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Consolidated Statement of Comprehensive Income
For the half year ended 30 September 2020

	Notes	**Half year 30 September 2020 $'000**	Half year 30 September 2019 $'000
Fee and trading income		**61,572**	65,255
Fee and commission expense		**(7,879)**	(6,344)
Net income		**53,693**	58,911
Interest and other income		**235**	633
Net operating income		**53,928**	59,544
Employment expenses		**(28,324)**	(26,776)
Promotional expenses		**(6,898)**	(7,093)
Information technology expenses		**(2,782)**	(2,827)
Occupancy expenses		**(355)**	(338)
Bad and doubtful debts		**(1,157)**	(1,159)
Other operating expenses	3	**(4,099)**	(5,202)
Earnings before interest expense, tax, depreciation and amortisation (EBITDA)		**10,313**	16,149
Depreciation and amortisation expense		**(5,972)**	(4,907)
Interest expense		**(707)**	(907)
Net profit before income tax		**3,634**	10,335
Income tax expense	4	**(766)**	(1,993)
Net profit attributable to ordinary equity holders of the Company		**2,868**	8,342
Other comprehensive income			
Other comprehensive income that may be reclassified to profit and loss			
Exchange differences on translation of foreign operations, net of hedging		505	(122)
Total comprehensive income attributable to ordinary equity holders of the Company		3,373	8,220

Earnings per share attributable to ordinary equity holders of the Company:	**Cents**	Cents
Basic	**1.18**	3.44
Diluted	**1.15**	3.35

The above Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying notes.

Consolidated Statement of Financial Position
As at 30 September 2020

	As at 30 September 2020 $'000	As at 31 March 2020 $'000
Assets		
Cash held for own use	**25,707**	28,771
Cash held for subsequent settlement of client liabilities	**183,555**	207,038
Deposits due from financial institutions	**27,133**	32,276
Derivative financial assets	**16,191**	35,094
Prepayments	**2,702**	3,144
Other receivables	**4,485**	7,071
Property, plant and equipment	**1,695**	2,279
Intangible assets	**16,890**	14,832
Right-of-use assets	**15,380**	17,211
Current tax assets	**11,281**	4,015
Deferred income tax assets	**301**	2,099
Total assets	**305,320**	353,830
Liabilities		
Client liabilities	**189,231**	211,908
Derivative financial liabilities	**11,515**	32,656
Lease liabilities	**18,552**	21,143
Other creditors and accruals	**5,560**	6,520
Provisions	**4,022**	5,616
Deferred income tax liabilities	**2,331**	-
Total liabilities	**231,211**	277,843
Net assets	**74,109**	75,987
Equity		
Share capital	**28,990**	28,774
Retained earnings	**43,572**	46,502
Foreign currency translation reserve	**578**	73
Share based payments reserve	**969**	638
Total equity attributable to shareholders	**74,109**	75,987

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

Consolidated Statement of Changes in Equity
For the half year ended 30 September 2020

	Notes	Share capital	Retained earnings	Foreign currency translation reserve	Share based payments reserve	Total equity
		$'000	$'000	$'000	$'000	$'000
Balance at 1 April 2019		29,113	40,155	7	374	69,649
Net profit		–	8,342	–	–	8,342
Other comprehensive income		–	–	(122)	–	(122)
Total comprehensive income		–	8,342	(122)	–	8,220
Transactions with equity holders in their capacity as equity holders:						
Dividends paid	7	–	(8,219)	–	–	(8,219)
Acquisition of treasury shares		(339)	–	–	–	(339)
Share based payment expense		–	–	–	36	36
		(339)	(8,219)	–	36	(8,522)
Balance at 30 September 2019		28,774	40,278	(115)	410	69,347
Balance at 1 April 2020		**28,774**	**46,502**	**73**	**638**	**75,987**
Net profit		**-**	**2,868**	**-**	**-**	**2,868**
Other comprehensive income		**-**	**-**	**505**	**-**	**505**
Total comprehensive income		**-**	**2,868**	**505**	**-**	**3,373**
Transactions with equity holders in their capacity as equity holders:						
Dividends paid	7	**-**	**(5,798)**	**-**	**-**	**(5,798)**
Shares issued under ESS		**216**	**-**	**-**	**-**	**216**
Share based payment expense		**-**	**-**	**-**	**331**	**331**
		216	**(5,798)**	**-**	**331**	**(5,251)**
Balance at 30 September 2020		**28,990**	**43,572**	**578**	**969**	**74,109**

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

Consolidated Statement of Cash Flows
For the half year ended 30 September 2020

	Notes	**Half year 30 September 2020 $'000**	Half year 30 September 2019 $'000
Cash flows from operating activities			
Profit from ordinary activities after income tax		**2,868**	8,342
Adjustments to profit from ordinary activities			
Depreciation and amortisation		**5,972**	4,907
Interest expense		**707**	907
Share based payment expense		**546**	36
Foreign exchange revaluation		**2,190**	524
Fair value changes on financial assets and liabilities through profit or loss		**(2,238)**	(1,196)
Movement in foreign currency translation reserve		**505**	(122)
Operating cash flow before changes in working capital		**10,550**	13,398
Changes in assets and liabilities:			
Decrease/(increase) in debtors and prepayments		**3,027**	(873)
Decrease/(increase) in deferred tax assets		**1,798**	(225)
Decrease/(increase) in cash held for client liabilities		**23,483**	(88,812)
(Decrease)/increase in amounts due to customers		**(22,677)**	89,717
(Decrease)/increase in accrued charges and creditors		**(960)**	938
Increase/(decrease) in deferred tax liabilities		**2,331**	(379)
(Decrease) in provisions		**(1,594)**	(398)
(Increase) in tax provision		**(7,266)**	(5,274)
Net cash flows from operating activities		**8,692**	8,092
Cash flows from investing activities			
Payments for property, plant and equipment		**(329)**	(406)
Payments for intangible assets		**(5,507)**	(3,620)
Cash received from financial institutions		**5,143**	308
Net cash flows from investing activities		**(693)**	(3,718)
Cash flows from financing activities			
Dividends paid	7	**(5,798)**	(8,219)
Payments for lease liabilities		**(3,298)**	(2,030)
Payments for acquisition of treasury shares		**-**	(339)
Net cash flows from financing activities		**(9,096)**	(10,588)
(Decrease)/increase in cash held for own use		**(1,097)**	(6,214)
Cash held for own use at the beginning of the period		**28,771**	26,112
Exchange (loss) on cash held for own use		**(1,967)**	(524)
Cash held for own use at the end of the period		**25,707**	19,374
Including cash held for settlement of client liabilities			
Cash held for settlement of client liabilities at the beginning of the period		**207,038**	155,151
Cash inflows from clients		**11,231,117**	11,491,707
Cash outflows to clients		**(11,247,932)**	(11,398,767)
Exchange (loss)/gain on cash held for client liabilities		**(6,668)**	(4,128)
Cash held for settlement of client liabilities at the end of the period		**183,555**	243,963
Total cash and cash equivalents		**209,262**	263,337

The above Consolidated Statement of Cash Flows should be read in conjunction with the accompanying notes.

Note 1. Basis of preparation

This condensed consolidated interim financial report for the half year ended 30 September 2020 has been prepared in accordance with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

This condensed consolidated interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 31 March 2020 and any public announcements made by OFX Group Limited during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

The accounting policies adopted are consistent with those of the previous financial year.

The Group has not early adopted any other standard, interpretation or amendment that has been issued but not yet effective

Note 2. Segment information

The operating segments presented below reflect how senior management and the Board of Directors (the chief operating decision makers) allocate resources to the segments and review their performance.

The chief operating decision makers examine the performance both from a product and geographic perspective and have identified five reportable segments.

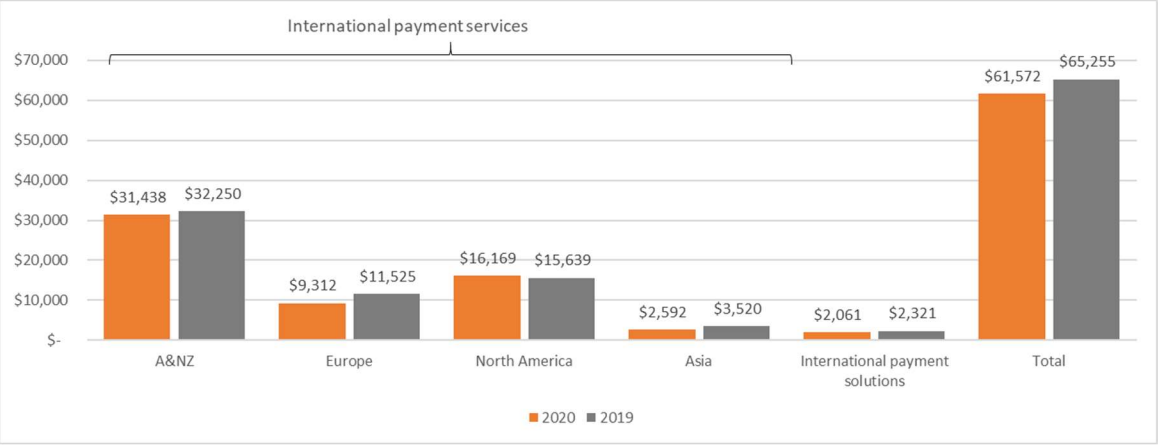
The two products are international payment services and international payment solutions:

- International payment services are managed by geographic region (based on client location) and provide bank to bank currency transfers servicing businesses and consumers.
- International payment solutions are monitored globally and provide strategic partners with a package which includes: OFX technology platform; client service; compliance sophistication; banking relationships; and payments capabilities.

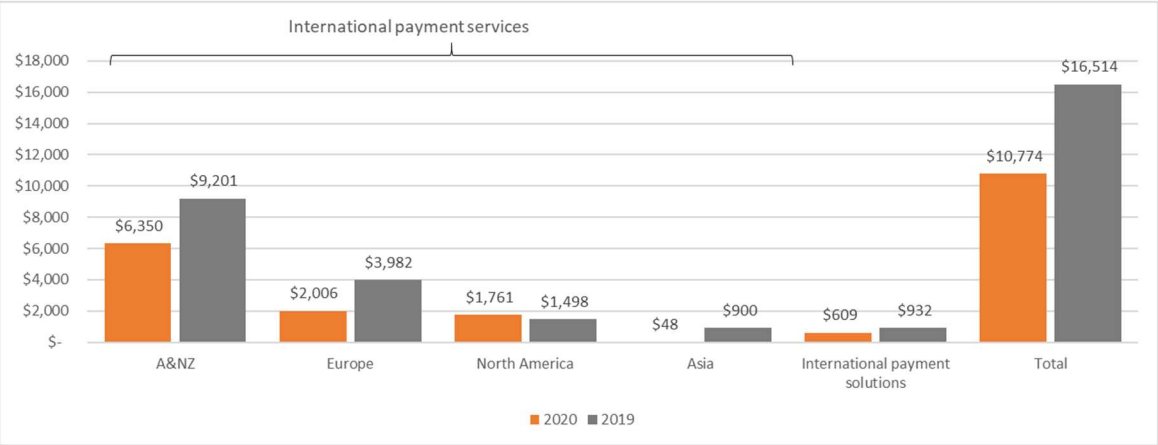
Segments are managed on an underlying basis. Segment EBITDA excludes $461,000 of one-off items that are excluded from underlying results.
Segment fee & trading income consists of the foreign currency transaction margins and fees charged. It also includes the changes in exchange rates between when a client rate is agreed and a subsequent hedge transaction is entered into by the group. This difference is managed centrally and allocated to each region.

Presidents are located in each region. As part of these appointments, the chief operating decision makers have reviewed how each segment is managed and reassigned key customer relationships to the region responsible.

Segment fee and trading income – half year 30 September 2020 v half year 30 September 2019 ($'000)



Segment EBITDA – half year 30 September 2020 v half year 30 September 2019 ($'000)



Note 2. Segment information (continued)

	Half year 30 September 2020 $'000	Half year 30 September 2019 $'000
Group underlying EBITDA	**10,774**	16,514
Depreciation and amortisation	**(5,972)**	(4,907)
Interest expense	**(707)**	(907)
Underlying net profit before income tax	**4,095**	10,700
Income tax expense	**(766)**	(1,993)
One-off items[1]	**(461)**	(365)
Statutory net profit	**2,868**	8,342

	International payment services					
30 September 2020	**Australia & New Zealand $'000**	**Europe $'000**	**North America $'000**	**Asia $'000**	**International Payment Solutions $'000**	**Consolidated $'000**
Segment assets	**187,791**	**40,477**	**61,859**	**32,565**	**-**	**322,692**
Intergroup eliminations	**(3,624)**	**(5,964)**	**-**	**(8,085)**	**-**	**(17,673)**
Deferred tax assets						**301**
Total assets						**305,320**
Segment liabilities	**(134,449)**	**(28,886)**	**(66,587)**	**(16,631)**	**-**	**(246,553)**
Intergroup eliminations	**-**	**-**	**17,673**	**-**	**-**	**17,673**
Deferred tax liabilities						**(2,331)**
Total liabilities						**(231,211)**
31 March 2020						
Segment assets	230,595	42,986	82,008	28,549	-	384,138
Intergroup eliminations	-	(17,116)	-	(15,291)	-	(32,407)
Deferred tax assets						2,099
Total assets						353,830
Segment liabilities	(183,062)	(37,663)	(69,422)	(20,103)	-	(310,250)
Intergroup eliminations	6,266	-	26,141	-	-	32,407
Deferred tax liabilities						-
Total liabilities						(277,843)

[1] One-off items are gross of tax.

Note 3. Other operating expenses

	Half year 30 September 2020 $'000	Half year 30 September 2019[1] $'000
Other operating expenses		
Compliance	**(1,148)**	(1,145)
Professional fees	**(908)**	(1,362)
Insurance	**(929)**	(585)
Communication	**(167)**	(251)
Non-recoverable GST	**(119)**	(107)
Other expenses	**(828)**	(1,752)
Total other operating expenses	**(4,099)**	(5,202)

Note 4. Income tax expense

	Half year 30 September 2020 $'000	Half year 30 September 2019 $'000
Current tax expense	**(3,296)**	2,915
Adjustments to current tax of prior years	**-**	(318)
Total current tax expense	**(3,296)**	2,597
Deferred income tax (benefit)	**4,062**	(604)
Total income tax expense	**766**	1,993
Reconciliation of income tax expense to prima facie tax payable		
Net profit before income tax	**3,634**	10,335
Prima facie income tax expense at 30% (2019: 30%)	**1,090**	3,101
Effect of lower tax rates in overseas jurisdictions	**(215)**	(284)
Decrease in tax expense as a result of operating as an OBU in the current period	**(441)**	(105)
Research and development tax credits	**(643)**	(70)
Adjustments to current tax of prior years	**-**	(318)
Recognition of previously unrecognised deductible temporary differences	**(71)**	(113)
Other items	**1,046**	(218)
Total income tax expense	**766**	1,993

[1] Comparative information has been restated to conform with presentation in the current period.

Note 5. Fair values of assets and liabilities

A financial instrument's categorisation within the valuation hierarchy is based on the lowest level input that is significant to the fair value measurement:

Level	Instruments	Valuation process
Level 1 – Traded in active markets and fair value is based on recent unadjusted quoted prices.	Cash and cash equivalents, amounts due from financial institutions, client liabilities, creditors and receivables.	These instruments are held at amortised cost. Fair values are considered to approximate to their carrying amounts as they are short term in nature.
Level 2 – Not actively traded and fair value is based on valuation techniques which maximise the use of observable market prices.	Over the counter derivatives.	Foreign currency forward contract valuations are based on observable spot exchange rates and the yield curves of the respective currencies.
Level 3 – Not actively traded and fair value is based on at least one input which is not observable in the market due to illiquidity or complexity.	None – the Group does not hold any of these instruments.	Not applicable.

All derivative financial instruments held by the Group at fair value are categorised within Level 2.

Note 6. Share capital

Share capital is classified as equity and measured based on the proceeds from issuing the shares less the directly attributable incremental costs, net of tax.

There are 243,872,167 fully paid ordinary shares (as at 31 March 2020: 242,957,636). Ordinary shares entitle the holder to vote and to receive dividends and the proceeds of the Company if it is liquidated in proportion to the number of shares held.

There are 4,860,490 (as at 31 March 2020: 5,775,021) restricted ordinary shares issued to key management personnel in connection with the Executive Share Loan Plan.

Note 7. Dividends paid or provided for

Dividends are recognised as a liability and a reduction to retained earnings when declared. All dividends paid in the period were 0% franked (2019: 100%).

	Half year 30 September 2020 $'000	Half year 30 September 2019 $'000
Final dividend from the preceding year $0.0235 (2019: $0.0328) per share	**(5,798)**	(8,219)
Total dividends recognised and paid	**(5,798)**	(8,219)

Note 7. Dividends paid or provided for (continued)

On 10 November 2020, the Board determined a dividend of $0.008 per share ($2,015,000) as the interim dividend for 2021. This dividend was determined after 30 September 2020 and so is not reflected in this financial report. As the Company is a holding company with no trading profits, this dividend will be funded through the profits of the subsidiaries. The dividend will be 0% franked.

Ex-dividend date	25 November 2020
Record date	26 November 2020
Payment date	11 December 2020

	2020 $'000	2019 $'000
Franked dividends		
Franking credits available for subsequent financial years based on a tax rate of 30% (2019: 30%)	**9**	2,692

The above amounts represent the balance of the franking account as at the end of the financial period, adjusted for the franking credits that will arise from paying the current tax liability, but before taking account of the interim declared dividend for financial year 2021.

Note 8. Events occurring after balance sheet date

Other than the dividends presented in Note 7, there were no material post balance sheet events occurring after the reporting date requiring disclosure in these financial statements.

Directors' Declaration

In the Directors' opinion:

(a) the financial statements and notes for the half year ended 30 September 2020 are in accordance with the *Corporations Act 2001*, including:

> (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements, and
> (ii) giving a true and fair view of the consolidated entity's financial position as at 30 September 2020 and of its performance for the financial period ended on that date, and

(b) there are reasonable grounds to believe that OFX Group Limited will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.

On behalf of the Board:

Steven Sargent
Chairman

Skander Malcolm
Chief Executive Officer and Managing Director

10 November 2020

KPMG

Independent Auditor's Review Report

To the shareholders of OFX Group Limited

Report on the Half-year Financial Report

Conclusion

We have reviewed the accompanying ***Half-year Financial Report*** of OFX Group Limited.

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 OFX Group Limited does not comply with the *Corporations Act 2001*, including:

- giving a true and fair view of the ***Group's*** financial position as at 30 September 2020 and of its performance for the Half-year ended on that date; and
- complying with *Australian Accounting Standard AASB 134 Interim Financial Reporting* and the *Corporations Regulations 2001*.

The ***Half-year Financial Report*** comprises:

- Consolidated statement of financial position as at 30 September 2020;
- Consolidated statement of comprehensive income, Consolidated statement of changes in equity and Consolidated statement of cash flows for the Half-year ended on that date;
- Notes 1 to 8 comprising a summary of significant accounting policies and other explanatory information; and
- The Directors' Declaration.

The ***Group*** comprises OFX Group Limited (the Company) and the entities it controlled at the Half year's end or from time to time during the Half-year.

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 Financial Report* section of our report.

We are independent of the Group in accordance with the auditor independence requirements of the *Corporations Act 2001* and 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.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the Directors of OFX Group Limited, would be in the same terms if given to the Directors as at the time of this Auditor's Review Report.

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Responsibilities of the Directors 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*
- 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 does not comply with the *Corporations Act 2001* including:

- giving a true and fair view of the Group's financial position as at 30 September 2020 and its performance for the Half-Year ended on that date; and
- complying with *Australian 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.

KPMG

KPMG

Shaun Kendrigan
Partner

Sydney
10 November 2020

OFX Group Limited

Corporate Information

Directors	Mr Steven Sargent (Chairman) Mr John ('Skander') Malcolm (Chief Executive Officer and Managing Director) Mr Douglas Snedden Mr Grant Murdoch Ms Lisa Frazier (resigned 19 May 2020) Ms Connie Carnabuci
Company Secretary	Ms Elisabeth Ellis (appointed 30 September 2019)
Registered office and principal place of business in Australia	Level 19 60 Margaret Street Sydney NSW 2000 Australia Ph +61 2 8667 8000 Fax +61 2 8667 8080 Email investors@ofx.com.au
Share register	Link Market Services Limited Level 12 680 George Street Sydney NSW 2000 Ph +61 1300 554 474 (toll free within Australia) Email registrars@linkmarketservices.com.au
Auditor	KPMG Tower Three, International Towers, 300 Barangaroo Ave, Sydney NSW 2000
Securities exchange listing	OFX Group Limited shares are listed on the Australian Securities Exchange: OFX
Website address	www.ofx.com