

Board of Directors Meeting and update on the implementation of Investment Plan

Board of Directors Meeting and update on the implementation of Investment Plan

Attachment:

1. Announcement

Non Regulated

Publication Date: 28/12/2018

28 December 2018

Cyprus Stock Exchange
Nicosia

ANNOUNCEMENT

Re: Board of Directors Meeting and update on the implementation of Investment Plan

The Board of Directors (the “Board”) of G Entertainment Group Plc (the “Company”) has convened yesterday, 27 December 2018 to discuss the progress of the Company and its investment objectives and strategy. Since the latest announcement on 19 September 2018, the Board of the Company tried to identify new strategic projects and opportunities within the entertainment industry which would increase the cash flow of the Company and has approached various strategic investors for further funding but unfortunately, there has been no positive development in either. Additionally, during the last (3) months, the Company has taken measures and minimized considerably its operating expenses particularly in the administration sector.

Nevertheless, after a very careful consideration of the current financial status of the Company, its ongoing and pending obligations, the Board has decided yesterday that under the current circumstances the Company has no financial means to continue its current operations. As such, the Board will convene again in the following weeks, after acquiring legal advice pursuant to the requirements of Part V of the Cyprus Companies Law. Cap. 113 and act accordingly. Meanwhile, the Board will continue to explore projects and attract new strategic investors.

Additionally, pursuant to the letter received by the Cyprus Stock Exchange (“CSE”) dated 20 November 2018, G Entertainment Group Plc (the “Company”) would like to inform and update the investing public on the investment plan of the Company which was included in the Admission Document dated 13 December 2016 (the “Document”) since the last annual announcement update of the investment plan dated 29 December 2017 as follows:

1. The Company has impaired in both its annual audited financial statements for the year ended 31 December 2017 and the interim unaudited financial statement for the half year ended 30 June 2018 the goodwill from its investments in Single Yard Holdings Limited (“SYH”) and SportSideKick Limited (“SSK”); in both cases, the Company impaired fully the goodwill of the investments in both SSK and SYH suggesting that even though the Company had 26.73% and 28.98% participation respectively, the Board considered those investments as zero.
2. The Company has no current operations or cash flow apart from part of its investment in GL (42ND ST) LTD which produces and presents the live stage production of the musical “42nd Street” on West End London. The musical will terminate by 5th January 2019 and afterwards, it will be assessed whether the Company will receive any of its initial capital contribution.
3. The Company has received funding during 2018 from the strategic investor, Crystal Voyage Limited for the total amount of Euro 720 thousand which were used to cover ongoing operating obligations.

The Board will notify the investing public the soonest about its progress.

Kind regards,

On behalf of the board of directors of G Entertainment Group Plc

Sing Lin
Chief Executive Officer

