

Brewtopia Limited

ABN: 85 099 912 044

For the Half Year Ended 31 December 2008

SECTION 2A: APPENDIX 3 HALF YEARLY/PRELIMINARY FINAL REPORT

(Comparative figures being the half year ended 31 December 2007)

Name of *issuer*

BREWTOPIA LIMITED

ACN or ARBN

85 099 912 044

Half yearly
(tick)

✓

Preliminary
final (tick)

Half year/financial year ended
(‘Current period’)

31 DECEMBER 2008

For announcement to the market

Extracts from this statement for announcement to the market (see note 1).

				\$A
Sales (or equivalent) operating revenue	up	18%	to	861,317
Operating (loss) after income tax	up	89%	to	(65,934)
(Loss) after income tax attributable to members of the Parent entity	up	89%	to	(65,934)
Dividends				
	Current period		Previous corresponding period	
Franking rate applicable	N/A		N/A	
Interim Dividend				
Amount per <i>security</i>	NIL		NIL	
Franked amount per <i>security</i>	NIL		NIL	
Record date for determining entitlements to the dividend: N/A				
Short details of any bonus or cash issue or other item(s) of importance not previously released to the market: N/A				

Refer to Financial Accounts covering the Half Year Ended 31 December 2008 for the Income Statement, Balance Sheet, Statement of Changes in equity, Statement of Cash Flows and associated notes.

Ratios	Current period	Previous corresponding period
Profit before abnormals and tax/sales Consolidated operating profit (loss) before abnormal items and tax (items 1.4) as a percentage of sales revenue (items 1.1)	(7.66%)	(4.80%)
Profit after tax/equity interests Consolidated operating profit (loss) after tax attributable to members (item 1.10) as a percentage of equity (similarly attributable) at the end of the period (item 4.34)	(7.86%)	(16.45%)

Earnings per security (EPS) – cents per share		
Calculation of basic, and fully diluted, EPS in accordance with AASB 1027: Earnings per Share		
(a) Basic EPS	(1.54)c	(0.94)c
(b) Diluted EPS	(1.54)c	(0.94)c

NTA backing	Current period	Previous corresponding period
Net tangible asset backing per ordinary <i>security</i>	\$0.03	\$0.05

Material factors affecting the revenues and expenses of the *issuer* for the current period

Economic factors had a negative effect on spending on online sales products, coupled with an increase in production, shipping and excise costs for beer.
Water sales increased due to increased exposure and development of longer term clients and repeat sales engine.

No control was gained over entities having a material effect during the reported period.

The company does not have any material interests in entities which are not controlled.

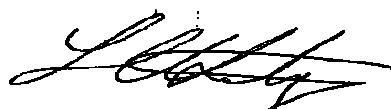
No additional shares were issued during this reporting period.

The *issuer* does not have a formally constituted audit committee.



Liam Mulhall
Director

Sydney



Larry Hedges
Director

Date: 16 March 2009

Brewtopia Limited
ABN: 85 099 912 044

Financial Statements

For the Half Year Ended 31 December 2008

Brewtopia Limited
ABN: 85 099 912 044
For the Half Year Ended 31 December 2008

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Brewtopia Limited
ABN: 85 099 912 044
Directors' Report
For the Half Year Ended 31 December 2008

Your directors submit the financial report of the Company for the half-year ended 31 December 2008.

Directors

The names of the directors in office at any time during, or since the end of the half year are:

Liam Anthony Mulhall
Lawrence Hedges
Ian Bollen

Principal Activities

The principal activities of Brewtopia Limited during the financial half-year were the marketing and distribution of beer and beer related merchandise, and custom branded beverages.

No significant change in the nature of these activities occurred during the financial half-year.

Company Secretary

Mr Andrew Whitten held the position of company secretary at the end of the financial half-year. Mr Whitten holds a Bachelor of Arts (Economics), Master of Law and Legal Practice (Corporate Finance and Securities Law), Graduate Diploma in Applied Corporate Governance and is an Affiliate of the Institute of Chartered Secretaries (ACIS) (membership pending). Mr Whitten is a Senior Associate with Whittens Lawyers and Consultants.

Operating Results

The loss of the Company after providing for income tax amounted to \$ 65,934 (2007: \$ 35,034)

Dividends Paid or Declared

The Directors do not recommend payment of any dividends at this time and no dividend was paid during the half year.

After Balance Date events

No matters or circumstances have arisen since the end of the financial half-year which significantly affected or may significantly affect the operations of the company, the results of those operations or the state of affairs of the company in future financial years.

Brewtopia Limited
ABN: 85 099 912 044
Directors' Report
For the Half Year Ended 31 December 2008

Auditors Independence Declaration

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 is set out on page 3 for the half-year ended 31 December 2008.

Signed in accordance with a resolution of the Board of Directors:

Director:

Liam Mulhall

Director:

Lawrence Hedges

Dated: 16 March 2009

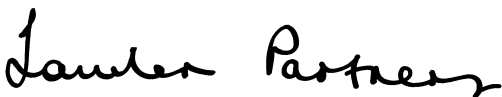
Brewtopia Limited

ABN: 85 099 912 044

**AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001
TO THE DIRECTORS OF BREWTOPIA LIMITED**

I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2008, there have been:

- a) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review, and
- b) no contraventions of any applicable code of professional conduct in relation to the review

A handwritten signature in black ink that reads "Lawler Partners".

LAWLER PARTNERS
Chartered Accountants

Sydney

Dated: 16 March 2009

A handwritten signature in black ink that reads "Clayton Hickey".

CLAYTON HICKEY
Partner

Lawler Partners Audit & Assurance (a Limited Partnership) ABN: 91 850 861 839 www.lawlerpartners.com.au

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scheme approved under
the Professional Standards
Legislation.*

Brewtopia Limited
ABN: 85 099 912 044
Income Statement
For the Half Year Ended 31 December 2008

		December 31 2008	December 31 2007
	Note	\$	\$
Revenue		861,327	730,366
Changes in inventories of finished goods and work in progress		(999)	40,949
Raw materials and consumables used	2	(587,531)	(416,910)
Employee benefits expense		(77,977)	(101,569)
Depreciation, amortisation and impairments	2	(26,820)	(27,946)
Advertising expenses		(62,566)	(24,455)
Auditors' remuneration and accounting fees	2	(15,350)	(18,916)
Directors' fees		(53,637)	(46,364)
Other administrative expenses		(98,161)	(164,448)
Finance costs		(4,220)	(5,741)
Profit before income tax		(65,934)	(35,034)
Income tax expense		-	-
Profit attributable to members		(65,934)	(35,034)
Earnings Per Share:			
Overall operations:			
Basic earnings per share (cents per share)		(1.54)	(0.94)
Diluted earnings per share (cents per share)		(1.54)	(0.94)

The accompanying notes form part of these financial statements.

Brewtopia Limited
ABN: 85 099 912 044
Balance Sheet
As At 31 December 2008

	December 31 2008 \$	June 30 2008 \$
ASSETS		
Current assets		
Cash and cash equivalents	177,577	115,155
Trade and other receivables	50,028	86,121
Inventories	58,582	59,581
Total current assets	286,187	260,857
Non-current assets		
Property, plant and equipment	122,100	144,345
Intangible assets	29,659	35,331
Total non-current assets	151,759	179,676
TOTAL ASSETS	437,946	440,533
LIABILITIES		
Current liabilities		
Trade and other payables	165,848	107,996
Short-term borrowings	23,890	23,003
Short-term provisions	5,139	3,780
Other current liabilities	19,650	7,222
Total current liabilities	214,527	142,001
Non-current liabilities		
Long-term borrowings	56,645	65,824
Total non-current liabilities	56,645	65,824
TOTAL LIABILITIES	271,172	207,825
NET ASSETS	166,774	232,708
EQUITY		
Issued capital	839,611	839,611
Retained earnings	(672,837)	(606,903)
TOTAL EQUITY	166,774	232,708

The accompanying notes form part of these financial statements.

Brewtopia Limited

ABN: 85 099 912 044

Statement of Changes in Equity For the Half Year Ended 31 December 2008

2008

	Note	Ordinary Shares \$	Retained Earnings \$	Total \$
Balance at 1 July 2008		839,611	(606,903)	232,708
Profit/(Loss) for the year		-	(65,934)	(65,934)
Balance at 31 December 2008		839,611	(672,837)	166,774

2007

Balance at 1 July 2007		656,383	(408,403)	247,980
Profit/(Loss) for the year		-	(35,034)	(35,034)
Balance at 31 December 2007		656,383	(443,437)	212,946

The accompanying notes form part of these financial statements.

Brewtopia Limited
ABN: 85 099 912 044
Cash Flow Statement
For the Half Year Ended 31 December 2008

	December 31 2008 \$	December 31 2007 \$
Cash from operating activities:		
Receipts from customers	981,603	781,438
Payments to suppliers and employees	(908,734)	(756,246)
Interest received	1,950	3,082
Interest paid	(4,220)	(5,741)
Net cash provided by (used in) operating activities	70,599	22,533
Cash flows from investing activities:		
Proceeds from sale of plant and equipment	5,000	-
Acquisition of property, plant and equipment	-	(14,843)
Payment for website development	(665)	(11,320)
Net cash provided by (used in) investing activities	4,335	(26,163)
Cash flows from financing activities:		
Repayment of borrowings	(12,512)	(14,278)
Net cash provided by (used in) financing activities	(12,512)	(14,278)
Net increase (decreases) in cash held	62,422	(17,908)
	115,155	150,005
Cash at end of financial year	177,577	132,097

The accompanying notes form part of these financial statements.

Brewtopia Limited

ABN: 85 099 912 044

Notes to the Financial Statements For the Half Year Ended 31 December 2008

Note 1 Statement of Significant Accounting Policies

Basis of Preparation

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the *Corporations Act 2001*, Australian Accounting Standard AASB 134: Interim Financial Reporting, Urgent Issues Group Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

This half-year report does not include full disclosures of the type normally included in an annual financial report. It is recommended that this financial report be read in conjunction with the annual financial report for the entity ended 30 June 2008 and any public announcements made by Brewtopia Limited during the half-year in accordance with continuous disclosure requirements arising under the *Corporations Act 2001*.

The accounting policies and methods of computation adopted in the preparation of the half year financial report are consistent with those adopted and disclosed in the Company's 2008 annual financial report for the financial year ended 30 June 2008.

Note 2 Profit from Ordinary Activities

The following expense items are relevant in explaining the financial performance for the period:

	December 31 2008 \$	December 31 2007 \$
Cost of sales	588,530	375,961
Finance costs	4,220	5,741
Depreciation expense	26,820	27,946

Brewtopia Limited

ABN: 85 099 912 044

Notes to the Financial Statements For the Half Year Ended 31 December 2008

Note 3 Segment Reporting

The company operates as a marketing and distribution entity for custom branded beverages and merchandise. All of the revenue from custom branded beverages is derived within Australia, however the Company does have international members who are only able to purchase merchandise.

Note 4 Events After the Balance Sheet Date

No matters or circumstances have arisen since the end of the financial half-year which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years.

Note 5 Contingent Liabilities and Contingent Assets

There has been no change in contingent liabilities since the last annual reporting date.

Brewtopia Limited
ABN: 85 099 912 044
Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 4 to 9:
 - (a) comply with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
 - (b) give a true and fair view of the company's financial position as at 31 December 2008 and of its performance for the half-year ended on that date.
2. In the directors opinion, there are reasonable grounds to believe that the company will be able to pay its debts as and when they become due and payable.

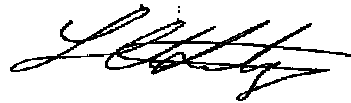
This declaration is made in accordance with a resolution of the Board of Directors.

Director



Liam Mulhall

Director



Lawrence Hedges

Dated: 16 March 2009

Brewtopia Limited
ABN: 85 099 912 044

INDEPENDENT REVIEW REPORT

TO THE MEMBERS OF BREWTOPIA LIMITED

Report on the Half Year Financial Report

We have reviewed the accompanying half-year financial report of Brewtopia Limited which comprises the balance sheet as at 31 December 2008, and the income statement, statement of changes in equity and cash flow statement for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration.

Directors' Responsibility for the Half-Year Financial Report

The directors of the entity are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Auditing Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2008 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. As the auditor of Brewtopia Limited and Controlled Entities, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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.

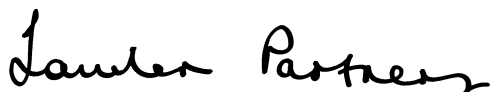
Independence

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

Conclusion

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 Brewtopia Limited is not in accordance with the Corporations Act 2001, including:

- (i) giving a true and fair view of the company's financial position as at 31 December 2008 and of its performance for the half-year ended on that date; and
- (ii) complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001.



LAWLER PARTNERS
Chartered Accountants



CLAYTON HICKEY
Partner

Sydney
Date: 16 March 2009

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