

Baribunma Holdings Limited

ABN 56 095 838 056

Financial Statements

For the half-year ended 31 December 2009

Baribunma Holdings Limited

ABN 56 095 838 056

For the half-year ended 31 December 2009

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Baribunma Holdings Limited

ABN 56 095 838 056

Directors' Report

For the half-year ended 31 December 2009

Your directors present their report on the Company for the half-year ended 31 December 2009.

1. General information

Directors

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

Peter John Bancroft
Harold Victor Holden
Robert Pringle

Directors have been in office since the start of the half-year to the date of this report unless otherwise stated.

Principal Activities

The principal activities of Baribunma Holdings Limited during the half-year were research, development, testing, compliance and marketing of the *Baribunma* Wheelchairs.

2. Review of operations

Operating Results

The loss from ordinary activities after providing for income tax for the half-year ended 31 December 2009 amounted to \$33,938 (2008: \$89,846).

The result for the half year reflects weak sales figure and the current economic condition combined. Major expenses are associated to compliance cost, the company being listed in the National Stock Exchange of Australia and the continued investment in the Company's extensive intellectual property (IP). The Company sees IP related expenses as unavoidable compared to other players entering the local market which has significantly less regulation.

3. Other items

Rounding of Amounts

The company has applied the relief available to it in ASIC Class Order 98/100 and accordingly, certain amounts in the financial report and the director's report have been rounded off to the nearest \$1.

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Directors' Report

For the half-year ended 31 December 2009

3. Other items (*continued*)

Future developments

Baribunma Holdings Limited will continue to aggressively market its products and expand its horizon to include bus and coach seating. It is hoped that this will facilitate the possibility of a merger/joint venture with one of the major manufacturers. Such an arrangement will ensure the future of the business for the medium term and provide a financial incentive for shareholders/investors.

Appointment of New Auditor

Baribunma Holdings Limited recently appointed Econ Audit and Assurance Services Pty Ltd ("new Auditor") for the financial year ended 30 June 2010 through a letter of nomination dated 10 February 2010. The appointment has been accepted by the new Auditor on 16 February 2010 in compliance with subsection 328A(2) of the Corporations Act.

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 at page 3.

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



PETER JOHN BANCROFT
Director

Dated in Sydney, this 16 day of March 2010

Baribunma Holdings Limited

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

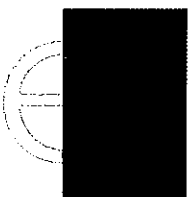
I declare that, to the best of my knowledge and belief, during the half-year ended 31 December 2009 there have been:

- (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.

ECON AUDIT AND ASSURANCE SERVICES PTY LTD


SPIRO SAKIRIS
Director

Dated in Sydney, this 16 day of March 2010



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Baribunma Holdings Limited

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Statement of Comprehensive Income

For the half-year ended 31 December 2009

		31.12.2009	31.12.2008
	Note	\$	\$
Sales revenue	2	6,250	775
Interest income	2	10	3,359
Raw materials and consumables used		(1,291)	(5,513)
Depreciation expense		(3,045)	(2,439)
Other expense		(77,839)	(133,387)
Loss before income tax		(75,915)	(137,205)
Income tax benefit		41,977	47,359
Loss from continuing operations		(33,938)	(89,846)
(Loss) /Profit from discontinued operations		-	-
Loss for the period attributable to the members of the entity		(33,938)	(89,846)

The accompanying notes form part of these financial statements.

Baribunma Holdings Limited

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Statement of Financial Position

As at 31 December 2009

	Note	31.12.2009 \$	30.06.2009 \$
ASSETS			
Current assets			
Cash and cash equivalents		52,252	15,868
Receivables		4,063	14,063
Inventories		155,115	155,115
Total current assets		211,430	185,046
Non-current assets			
Property, plant and equipment		26,848	29,893
Patents and trademarks		55,905	55,302
Total non-current assets		82,753	85,195
TOTAL ASSETS		294,183	270,241
LIABILITIES			
Current liabilities			
Interest bearing liabilities		-	5,095
Other current liabilities		9,310	-
Total current liabilities		9,310	5,095
Non-current liabilities			
Notes payable		20,000	-
Interest bearing liabilities		26,965	21,872
Total non-current liabilities		46,965	21,872
TOTAL LIABILITIES		56,275	26,967
NET ASSETS		237,908	243,274
EQUITY			
Issued capital		1,340,734	1,312,162
Accumulated losses		(1,102,826)	(1,068,888)
TOTAL EQUITY		237,908	243,274

The accompanying notes form part of these financial statements.

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Statement of Changes in Equity

For the half-year ended 31 December 2009

2009	Note	Ordinary Shares \$	Accumulated Loss \$	Total \$
Balance at 1.7.2009		1,312,162	(1,068,888)	243,274
Share issued during the period		28,572	-	28,572
Total comprehensive income for the period		-	(33,938)	(33,938)
Balance at 31.12.2009		1,340,734	(1,102,826)	237,908

2008	Note	Ordinary Shares \$	Accumulated Loss \$	Total \$
Balance at 1.7.2008		1,287,162	(922,970)	364,192
Share issued during the period		25,000	-	25,000
Total comprehensive income for the period		-	(89,846)	(89,846)
Balance at 31.12.2008		1,312,162	(1,013,289)	299,246

The accompanying notes form part of these financial statements.

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Statement of Cash Flows

For the half-year ended 31 December 2009

	Note	31.12.2009 \$	31.12.2008 \$
Cash from operating activities:			
Receipts from customers		6,250	775
Payments to suppliers		(60,425)	(143,758)
Dividends received		-	-
Interest received		10	3,359
Income tax benefit received		41,977	47,359
Net cash used in operating activities		(12,188)	(92,265)
Cash flows from investing activities:			
Payment for acquisition of plant and equipment		-	1,000
Proceeds from investments		-	108,390
Net cash provided by investing activities		-	109,390
Cash flows from financing activities:			
Proceeds from issuance of shares		28,572	25,000
Proceeds from borrowings		20,000	-
Net cash provided by financing activities		48,572	25,000
Other activities:			
Net increase in cash held		36,384	42,125
Cash and cash equivalents at the beginning of the period		15,868	37,261
Cash and cash equivalents at the end of the period		52,252	79,386

The accompanying notes form part of these financial statements.

Baribunma Holdings Limited

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Notes to the Financial Statements

For the half-year ended 31 December 2009

1 Accounting policies

(a) Basis of preparation

The half year financial report is a general purpose financial report that has been prepared in accordance with the requirements of the *Corporations Act 2001* and the Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statement and notes also comply with the International Financial Reporting Standards.

This interim financial report is intended to provide users with an update on the latest annual financial statements of Baribunma Holdings Limited. As such it does not contain information that represents relatively insignificant changes occurring during the half-year within the Company. It is therefore recommended that this financial report be read in conjunction with the annual financial statements of the Company for the year ended 30 June 2009 and any public announcements made during the half-year.

The financial report has been prepared on an accruals basis and is based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

The half-year report does not include full disclosures of the type normally included in an annual financial report.

(b) Comparatives

The current reporting period is the half-year ended 31 December 2009. For the Statement of Comprehensive Income and the Statement of Cash Flows, the previous corresponding period is the half year ended 31 December 2008. For the Statement of Financial Position, the previous corresponding date is 30 June 2009.

(c) New Accounting Standards for Application in Future Periods

The AASB has issued new, revised and amended standards and interpretations that have mandatory application dates for future reporting periods and which the company has not adopted early. A discussion of those future requirements and their impact on the company follow:

- AASB 101: Presentation of Financial Statements, AASB 2007-8: Amendments to Australian Accounting Standards arising from AASB 101, and AASB 2007-10: Further Amendments to Australian Accounting Standards arising from AASB 101 (all applicable to annual reporting periods commencing from 1 January 2009). The revised AASB 101 and amendments supersede the previous AASB 101 and redefines the composition of financial statements including the inclusion of a statement of comprehensive income. There will be no measurement or recognition impact on the company. If an entity has made a prior period adjustment or reclassification, a third Statement of Financial Position as at the beginning of the comparative period will be required.

The company does not anticipate early adoption of any of the above reporting requirements and does not expect these requirements to have any material effect on the company's financial statements.

Baribunma Holdings Limited

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Notes to the Financial Statements

For the half-year ended 31 December 2009

2 Profit for the period

	31.12.2009	31.12.2008
	\$	\$
Operating activities		
- sales revenue	6,250	775
- interest received	10	3,359
Total profit for the period	6,260	4,134

3 Operating Segments

The Company is operating in one segment in Australia being research, development, testing, compliance and marketing of the Baribunma Wheelchairs.

4 Dividends

No dividends were paid or declared since the start of the half-year. No recommendation for payment of dividends has been made.

5 Contingent Liabilities

The directors are not aware of any contingent liabilities as at half-year ended 31 December 2009.

6 Events Subsequent to Reporting Date

The directors are not aware of any events since the half-year end that will impact the financial report either materially or by nature.

Baribunma Holdings Limited

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Directors' Declaration

The directors of the company declare that:

1. The financial statements and notes, as set out on pages 4 to 9, are in accordance with the *Corporations Act 2001* including:
 - (a) complying with Accounting Standard AASB 134: Interim Financial Reporting; and
 - (b) giving a true and fair view of the Company's financial position as at 31 December 2009 and of its performance for the 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.



PETER JOHN BANCROFT
Director

Dated in Sydney, this 16 day of March 2010

Baribunma Holdings Limited

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Independent Auditor's Review Report to the members of Baribunma Holdings Limited

Report on the Half-year Financial Report

We have reviewed the accompanying half-year financial report of Baribunma Holdings Limited which comprises the Statement of Financial Position as at 31 December 2009, and the Statement of Comprehensive Income, the Statement of Changes in Equity and the Statement of Cash Flows for the half-year ended on that date, the accounting policies and a summary of significant accounting policies, selected explanatory notes and the directors' declaration.

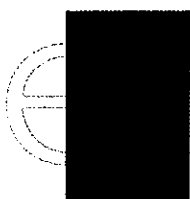
Directors' Responsibility for the Half-year Financial Report

The company's directors are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that it 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 Corporation Act 2001 including: giving a true and fair view of the company's financial position as at 31 December 2009 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 Baribunma Holdings Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the financial report.

A review of the half-year financial report consists of making enquiries, primarily of persons responsible for the 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.



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Baribunma Holdings Limited

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Independent Auditor's Review Report to the members of Baribunma Holdings Limited

Independence

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

We confirm that the independence declaration required by the Corporations Act 2001, provided to the directors of Baribunma Holdings Limited on 13 March 2010, would be in the same terms if provided to the directors as at the date of this auditor's report.

Basis of Qualified Conclusion

We are unable to verify the loan balance and the recent insurance coverage of the Company as at half-year ended, 31 December 2009.

Qualified Conclusion

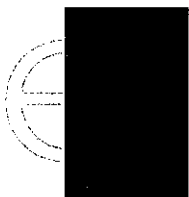
Based on our review, which is not an audit, with the exception of the matter described in the preceding paragraph, we have not become aware of any matter that makes us believe that the half-year financial report of Baribunma Holdings Limited is not in accordance with the *Corporations Act 2001* including:

- (a) giving a true and fair view of the company's financial position as at 31 December 2009 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134: "Interim Financial Reporting" and the Corporations Regulations 2001.

ECON AUDIT AND ASSURANCE SERVICES PTY LTD


SPIRO SAKIRIS
Director

Dated in Sydney, this 16th day of March 2010



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