

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

FINANCIAL REPORT
FOR THE YEAR ENDED
30 JUNE 2009

Liability limited by a scheme approved under
Professional Standards Legislation

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

CONTENTS

Profit and Loss Statement	1
Balance Sheet	2
Notes to the Financial Statements	3
Directors' Declaration	10
Detailed Profit and Loss Statement	11
Compilation Report	13

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2009

	Note	2009 \$	2008 \$
Loss before income tax		(473,205.38)	(486,758.69)
Income tax expense		-	-
Loss after income tax		(473,205.38)	(486,758.69)
Accumulated losses at the beginning of the financial year		(519,266.43)	(32,507.74)
Total available for appropriation		(992,471.81)	(519,266.43)
Accumulated losses at the end of the financial year		(992,471.81)	(519,266.43)

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached compilation
report of Duncan Dovico Pty Limited Accountants.

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

BALANCE SHEET
AS AT 30 JUNE 2009

	Note	2009 \$	2008 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	2	153,834.05	35.95
Trade and other receivables	3	5,130.05	288,415.18
Other current assets	4	20,013.00	29,517.06
TOTAL CURRENT ASSETS		<u>178,977.10</u>	<u>317,968.19</u>
NON-CURRENT ASSETS			
Property, plant and equipment	5	42,157.45	9,204.95
Intangible assets	6	93,593.18	93,536.18
TOTAL NON-CURRENT ASSETS		<u>135,750.63</u>	<u>102,741.13</u>
TOTAL ASSETS		<u>314,727.73</u>	<u>420,709.32</u>
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	7	74,731.31	112,090.37
Financial liabilities	8	-	9,680.27
Other current liabilities	9	-	2,880.00
TOTAL CURRENT LIABILITIES		<u>74,731.31</u>	<u>124,650.64</u>
NON-CURRENT LIABILITIES			
Financial liabilities	8	551,918.23	275,325.11
TOTAL NON-CURRENT LIABILITIES		<u>551,918.23</u>	<u>275,325.11</u>
TOTAL LIABILITIES		<u>626,649.54</u>	<u>399,975.75</u>
NET ASSETS (LIABILITIES)		<u>(311,921.81)</u>	<u>20,733.57</u>
EQUITY			
Issued capital	10	680,550.00	540,000.00
Accumulated losses	11	(992,471.81)	(519,266.43)
TOTAL EQUITY		<u>(311,921.81)</u>	<u>20,733.57</u>

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DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

1 Statement of Significant Accounting Policies

The directors have prepared the financial statements on the basis that the company is a non reporting entity because there are no users dependent on general purpose financial reports. This financial report is therefore a special purpose financial report that has been prepared in order to meet the needs of members.

The financial report has been prepared in accordance with the significant accounting policies disclosed below which the directors have determined are appropriate to meet the needs of members. Such accounting policies are consistent with the previous period unless stated otherwise.

The financial statements have been prepared on an accruals basis and are based on historical costs unless otherwise stated in the notes. The accounting policies that have been adopted in the preparation of this report are as follows:

Income Tax

The income tax expense (revenue) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted, or substantially enacted, as at reporting date. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax assets and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax expense (income) is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates enacted or substantively enacted at reporting date. Their measurement also reflects the manner in which management expects to recover or settle the carrying amount of the related asset or liability.

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

Property, Plant and Equipment

Property, plant and equipment are carried at cost, independent of directors' valuation. All assets, excluding freehold land and buildings, are depreciated over their useful lives to the company. Increases in the carrying amount arising on revaluation of land and buildings are credited to a revaluation reserve in shareholders' equity. Decreases that offset previous increases of the same asset are charged against fair value reserves directly in equity; all other decreases are charged to the income statement. Each year the difference between depreciation based on the revalued carrying amount of the asset charged to the income statement and depreciation based on the asset's original cost is transferred from the revaluation reserve to retained earnings.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have not been discounted in determining recoverable amounts.

Intangibles

Patents and trademarks

Patents and trademarks are valued in the accounts at cost of acquisition and are amortised over their estimated useful life.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within short-term borrowings in current liabilities on the balance sheet.

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. Any consideration deferred is treated as the provision of finance and is discounted at a rate of interest that is generally accepted in the market for similar arrangements. The difference between the amount initially recognised and the amount ultimately received is interest revenue.

Revenue from the sale of goods is recognised at the point of delivery as this corresponds to the transfer of significant risks and rewards of ownership of the goods and cessation of all involvement in those goods.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets is the rate inherent in the instrument.

All revenue is stated net of the amount of goods and services tax (GST).

Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
2 Cash and Cash Equivalents		
Petty Cash Imprest	123.70	35.95
Westpac Business One Account	153,710.35	-
	<u>153,834.05</u>	<u>35.95</u>
3 Trade and Other Receivables		
Current		
Sundry Debtors	-	266,182.80
GST Account	5,130.05	22,232.38
	<u>5,130.05</u>	<u>288,415.18</u>
The company does not hold any financial assets whose terms have been renegotiated, but which would otherwise be past due or impaired.		
4 Other Current Assets		
Current		
Security Token	11,000.00	22,000.00
Prepayments	7,229.00	4,761.06
Prepaid Borrowing Expenses	1,784.00	2,756.00
	<u>20,013.00</u>	<u>29,517.06</u>
5 Property, Plant and Equipment		
Office Furniture & Equipment	54,803.05	11,559.55
Less: Accumulated Depreciation	(13,168.00)	(2,936.00)
	<u>41,635.05</u>	<u>8,623.55</u>
Furniture & Fittings	608.40	608.40
Less: Accumulated Depreciation	(86.00)	(27.00)
	<u>522.40</u>	<u>581.40</u>
Total Plant and Equipment	<u>42,157.45</u>	<u>9,204.95</u>
Total Property, Plant and Equipment	<u>42,157.45</u>	<u>9,204.95</u>

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report of Duncan Dovico Pty Limited Accountants.

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
6 Intangible Assets		
Formation Expenses	700.00	700.00
Goodwill	-	-
Less Accumulated Amortisation	-	-
	-	-
Goodwill on Consolidation	-	-
Less Accumulated Amortisation	-	-
	-	-
Patents & Trademarks	21,483.63	21,426.63
Less Accumulated Amortisation	-	-
	21,483.63	21,426.63
Intellectual Property Development Costs	71,409.55	71,409.55
Total	<u>93,593.18</u>	<u>93,536.18</u>
7 Trade and Other Payables		
Current		
Sundry Creditors	22,687.28	15,280.47
Trade Creditors	52,044.03	96,809.90
	<u>74,731.31</u>	<u>112,090.37</u>
Financial liabilities at amortised cost classified as trade and other payables		
Trade and other payables:		
- Total current	74,731.31	112,090.37
Financial liabilities as trade and other payables	<u>74,731.31</u>	<u>112,090.37</u>

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DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
8 Borrowings		
Current		
Westpac Business One Account	-	9,680.27
Non-Current		
Loans - Unsecured		
Private Label Concepts Pty Limited	152,016.60	30,000.00
The Good Living Company Pty Limited	10,445.00	7,500.00
Dalemarc Corporation Pty Limited	5,445.00	2,500.00
Robert Barraket	23,420.60	13,000.00
Pantex	41,665.00	-
Legal Ease Lawyers Pty Limited	14,786.30	(35.70)
Australian Estate Planning Pty Limited	78,647.27	-
	326,425.77	52,964.30
National Australia Bank Account	225,492.46	222,360.81
Total non-current borrowings	551,918.23	275,325.11
Total borrowings	551,918.23	285,005.38
9 Other Liabilities		
Current		
Accrued Charges	-	2,880.00
10 Issued Capital		
Fully Paid Ordinary Shares	680,550.00	540,000.00

These notes should be read in conjunction with the attached compilation
report of Duncan Dovico Pty Limited Accountants.

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2009

	2009	2008
	\$	\$
<hr/>		
11 Accumulated Losses		
Accumulated losses at the beginning of the financial year	(519,266.43)	(32,507.74)
Net loss attributable to members of the company	<u>(473,205.38)</u>	<u>(486,758.69)</u>
Accumulated losses at the end of the financial year	<u><u>(992,471.81)</u></u>	<u><u>(519,266.43)</u></u>

These notes should be read in conjunction with the attached compilation
report of Duncan Dovico Pty Limited Accountants.

DOCLOCKER WORLDWIDE PTY LIMITED
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DIRECTORS' DECLARATION

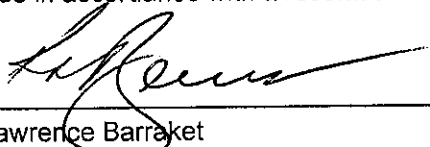
The directors have determined that the company is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

The directors of the company declare that:


1. The financial statements and notes, as set out on pages 1 to 9 present fairly the company's financial position as at 30 June 2009 and its performance for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements; and
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:


Robert Lawrence Barraket

Director:


Paul Anthony Nankervis

Dated this 15th day of April 2010.

DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
SALES		
Sales	5,865.09	-
LESS: COST OF GOODS SOLD		
Purchases	11,000.00	-
GROSS (LOSS) PROFIT FROM TRADING	(5,134.91)	-
OTHER INCOME		
Interest Received	5,777.31	3,443.75
R & D Tax Offset	-	265,002.00
	5,777.31	268,445.75
	642.40	268,445.75

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DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443

PROFIT AND LOSS STATEMENT
FOR THE YEAR ENDED 30 JUNE 2009

	2009 \$	2008 \$
EXPENSES		
Accountancy Fees	22,115.88	9,973.98
Advertising	40,244.40	-
Bank Charges	3,365.50	1,666.92
Borrowing Costs	972.00	162.00
Consultancy Fees	1,092.50	17,648.97
Depreciation	10,291.00	1,811.00
Employee Expenses	-	60.00
Fines	550.00	-
Filing Fees	752.00	212.00
Freight & Cartage	681.32	254.53
Hosting hardware/server costs	53,126.75	-
Insurance	4,080.00	-
Interest Paid	41,422.91	3,953.06
Printing & Stationery	3,777.86	-
Research & Development Costs	-	534,011.36
Service Charges	9,020.00	6,000.00
System Maintenance	13,042.83	-
Staff Training & Welfare	-	1,389.98
Superannuation Contributions	117,703.62	14,702.31
Telephone	5,760.05	-
Travelling Expenses	29,557.16	-
Wages	115,092.00	163,358.33
Website Maintenance	1,200.00	-
	<u>473,847.78</u>	<u>755,204.44</u>
Loss before income tax	<u>(473,205.38)</u>	<u>(486,758.69)</u>
Income tax expense	-	-
Loss after income tax	<u>(473,205.38)</u>	<u>(486,758.69)</u>

The accompanying notes form part of these financial statements.
These statements should be read in conjunction with the attached compilation
report of Duncan Dovico Pty Limited Accountants.

**COMPILATION REPORT
TO DOCLOCKER WORLDWIDE PTY LIMITED
A.B.N.: 79 123 148 443**

We have compiled the accompanying special purpose financial statements of DOCLOCKER WORLDWIDE PTY LIMITED which comprise the balance sheet as at 30 June 2009, profit and loss statement for the year then ended, a summary of significant accounting policies and other explanatory notes.

The specific purpose for which the special purpose financial report has been prepared is set out in Note 1.

The responsibility of directors

The directors are solely responsible for the information contained in the special purpose financial report and has determined that the significant accounting policies adopted as set out in Note 1 to the financial statements are appropriate to meet their needs.


Our responsibility

On the basis of information provided by the directors, we have compiled the accompanying special purpose financial statements in accordance with the significant accounting policies adopted as set out in Note 1 to the financial statements and APES 315: Compilation of Financial Information.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the director provided, into a financial report. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

The special purpose financial report was prepared exclusively for the directors. We do not accept responsibility to any other person for the content of the special purpose financial statements.

Name of Firm: Duncan Dovico Pty Limited
Chartered Accountants

Name of Director: 
Jeremy Mortlock

Address: Level 4, 5-9 Harbourview Cres MILSONS POINT NSW 2061

Dated this 15 **day of** April 2010.