

FORM: Half yearly/preliminary final report

Name of issuer

Pritchard Equity Limited

ACN or ARBN

100 517 404

Half yearly
(tick)

☐

Preliminary
final (tick)

☒

Half year/financial year ended
(Current period)

30th June 2010

For announcement to the market

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

				\$A
Operating Revenue (item 1.1)	Up	232%	to	97,823
Operating Profit (loss) before abnormal items and tax	Up	57%	to	(80,768)
Operating Profit (loss) before realised gains /(losses) on the investment portfolio	Up	52%	to	(85,132)
Profit (loss) for the period attributable to security holders (item 1.11)	Up	58%	to	(55,311)
Income Distributions		Current period	Previous corresponding period	
Short details of any bonus or cash issue or other item(s) of importance not previously released to the market:				

Annual meeting*(Preliminary final statement only)*

The annual meeting will be held as follows:

Place

TBA

Date

Time

Approximate date the annual report will be available

Compliance statement

1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the *Corporations Act* or other standards acceptable to the Exchange (see note 13).

Identify other standards used

2. This statement, and the financial statements under the *Corporations Act* (if separate), use the same accounting policies.
3. This statement does give a true and fair view of the matters disclosed (see note 2).
4. This statement is based on financial statements to which one of the following applies:

- | | |
|--|---|
| <input type="checkbox"/> The financial statements have been audited. | <input type="checkbox"/> The financial statements have been subject to review by a registered auditor (or overseas equivalent). |
| <input checked="" type="checkbox"/> The financial statements are in the process of being audited or subject to review. | <input type="checkbox"/> The financial statements have <i>not</i> yet been audited or reviewed. |

5. If the accounts have been or are being audited or subject to review and the audit report is not attached.
6. The issuer has a formally constituted audit committee.

Sign here: _____
(Director)

Date: 13 September 2010

Print name: Steven Pritchard

PRITCHARD EQUITY LIMITED

INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
Income from investment portfolio	3a	29,734	19,348	6,122	1,810
Income from trading portfolio	3b	45,166	(30,222)	-	-
Income from deposits	3c	8,748	20,176	3,200	5,595
Share of net loss of associated company		(9,125)	(84,230)	-	-
Other income	3d	23,300	1,051	2,591	2,294
Total income from ordinary activities		97,823	(73,877)	11,913	9,699
Administration expenses		112,698	75,859	31,515	46,414
Auditors remuneration		47,440	27,750	36,840	31,750
Bank charges		2,275	1,555	406	826
Finance costs		9,767	4,122	34	61
Listing fees		6,411	6,883	6,411	6,883
Operating (loss)/profit before income tax and net losses on investments		(80,768)	(190,046)	(63,293)	(76,235)
Income tax benefit	4	15,152	13,486	15,905	13,644
Operating (loss)/profit after income tax and net losses on investments		(65,616)	(176,560)	(47,388)	(62,591)
Profit/(loss) attributable to non-controlling interest		(19,516)	(1,321)	-	-
Operating Profit/(loss) before realised gains/(losses) on the investment portfolio		(85,132)	(177,881)	(47,388)	(62,591)
Net gains/(losses) on equity securities sold from the investment portfolio before 31 December 2009/30 June 2009		29,821	63,255	13,621	34,037
AASB 139 'impairment' revaluation charge on investment portfolio – sold from the investment portfolio before 31 December 2009		-	(18,470)	-	-
(Loss)/Profit attributable to members of the company		(55,311)	(133,096)	(33,767)	(28,554)
Overall Operations					
Basic earnings per share (cents per share)	7	(3.39)	(12.65)		
Diluted earnings per share (cents per share)	7	(3.39)	(12.65)		

The accompanying notes form part of these financial statements.

PRITCHARD EQUITY LIMITED

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
Profit /(loss) for the half-year		(85,132)	(196,351)	(47,388)	(62,591)
Other comprehensive income					
Net revaluation /(devaluation) of long term investments		(48,913)	(79,454)	(42,835)	6,691
Cumulative gains for the period on securities realised after 31 December 2009		-	18,470	-	-
Net realised gains on sale of long-term investments transferred to the Income Statement from the investment revaluation reserve		29,821	63,255	13,621	34,037
Other comprehensive income for the half-year		(19,092)	2,271	(29,214)	40,728
Total comprehensive income for the half-year		(104,224)	(194,080)	(76,602)	(21,863)

The accompanying notes form part of these condensed financial statements.

PRITCHARD EQUITY LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2010

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents	8	114,667	445,565	(3,288)	243,473
Trade and other receivables	9	87,780	136,301	331,565	264,303
Trading portfolio	10	145,760	43,154	-	-
Investment portfolio	12	-	50,000	-	50,000
Depreciable assets		8,487	-	-	-
TOTAL CURRENT ASSETS		356,694	675,020	328,277	557,776
NON-CURRENT ASSETS					
Investment portfolio	12	1,026,781	803,802	113,372	152,620
Investments in associates accounted for using the equity method	13	1,053,177	1,062,302	168,814	168,814
Investments in controlled entities		-	-	660,970	526,873
Deferred tax assets	11	92,842	59,350	92,842	59,350
TOTAL NON-CURRENT ASSETS		2,172,800	1,925,454	1,035,998	907,657
TOTAL ASSETS		2,529,494	2,600,474	1,364,275	1,465,433
LIABILITIES					
CURRENT LIABILITIES					
Trade and other payables	14	117,649	84,157	36,726	42,439
Borrowings	15	114,949	102,647	1,186	365
Provision for tax		(2,501)	158	-	-
TOTAL CURRENT LIABILITIES		230,097	186,962	37,912	42,804
NON-CURRENT LIABILITIES					
Borrowings	15	265,737	265,737	265,737	265,737
Deferred tax liabilities	11	-	771	-	771
TOTAL NON-CURRENT LIABILITIES		265,737	266,508	265,737	266,508
TOTAL LIABILITIES		495,834	453,470	303,649	309,312
NET ASSETS		2,033,660	2,147,004	1,060,626	1,156,121
EQUITY					
Issued capital	16	932,960	32,960	932,960	932,960
Reserves	17	(108,511)	30,947	14,559	43,774
Retained earnings		1,055,766	1,039,427	113,107	179,387
Equity attributable to equity holders of the parent		1,880,215	2,003,334	1,060,626	1,156,121
Minority equity interest		153,445	143,670	-	-
TOTAL EQUITY		2,033,660	2,147,004	1,060,626	1,156,121

The accompanying notes form part of these financial statements.

PRITCHARD EQUITY LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

	Issued Capital	Asset Revaluation Reserve	Capital Profits Reserve	Retained Earnings	Total
Consolidated					
Balance at 1 July 2008	728,260	(45,292)	10,075	1,287,730	1,980,773
Loss for the year	-	-	-	(196,351)	(196,351)
Other comprehensive income					
Revaluation of non current assets (net of tax)	-	(79,454)	-	-	(79,454)
Net capital gains for the year	-	-	-	63,255	63,255
Transfer to income statement for AASB 139 'impairment' revaluation charge (net of tax)-sold from the investment portfolio prior to 31 December 2009	-	18,470	-	-	-
Total other comprehensive income	-	(60,984)	-	63,255	2,274
Total comprehensive income for the period	-	(106,276)	-	(133,096)	(239,372)
Transfer from retained profits to reserves	-	-	65,437	(65,437)	-
Shares issued during the year	328,200	-	-	-	328,200
Dividend/distributions paid	-	-	-	(14,084)	(14,084)
Transfer to minority equity interest	-	-	-	26,025	26,025
Preferred income equity securities redemption	(123,500)	-	-	-	(123,500)
Balance at 30 June 2009	932,960	(106,276)	75,512	1,101,138	2,003,334
Balance at 1 July 2009	932,960	(44,565)	75,512	1,039,427	2,003,334
Adoption of AASB 9	-	(61,711)	-	61,711	-
Restated balance as at the beginning of the year	932,960	(106,276)	75,512	1,101,138	2,003,334
Loss for the year	-	-	-	(85,132)	(85,132)
Other comprehensive income					
Revaluation of non current assets (net of tax)	-	(48,913)	-	-	(48,913)
Net capital gains for the year	-	-	-	29,821	29,821
Total other comprehensive income	-	(48,913)	-	29,821	(19,092)
Total comprehensive income for the period	-	(48,913)	-	(55,311)	(104,224)
Transfer from retained profits to reserves	-	-	(28,834)	28,834	-
Dividend/distributions paid	-	-	-	(18,895)	(18,895)
Balance at 30 June 2010	932,960	(155,189)	46,678	1,055,766	1,880,215

The accompanying notes form part of these financial statements.

PRITCHARD EQUITY LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

Parent

Balance at 1 July 2008	728,260	(4,894)	7,939	256,062	987,367
Loss for the year	-	-	-	(62,591)	(28,554)
Other comprehensive income					
Revaluation of non current assets (net of tax)	-	6,691	-	-	6,691
Net capital gains for the year	-	-	-	34,037	34,037
Total other comprehensive income	-	6,691	-	34,037	40,728
Total comprehensive income for the period	-	6,691	-	(28,554)	(21,863)
Shares issued during the year	328,200	-	-	-	328,200
Transfer from retained profits to reserves	-	-	34,037	(34,037)	-
Dividends/distributions paid	-	-	-	(14,084)	(14,084)
Preferred Income equity securities redemption	(123,500)	-	-	-	(123,500)
Balance at 30 June 2009	932,960	1,797	41,976	179,387	1,156,120
Balance at 1 July 2009	932,960	1,797	41,976	179,387	1,156,120
Loss for the year	-	-	-	(47,388)	(33,767)
Other comprehensive income					
Revaluation of non current assets (net of tax)	-	(42,835)	-	-	(42,835)
Net capital gains for the year	-	-	-	13,621	13,621
Total other comprehensive income	-	(42,835)	-	13,621	29,214
Total comprehensive income for the period	-	(42,835)	-	(33,767)	(76,602)
Shares issued during the year	-	-	-	-	-
Transfer from retained profits to reserves	-	-	13,621	(13,621)	-
Dividend/distributions paid	-	-	-	(18,892)	(18,892)
Balance at 30 June 2010	932,960	(41,038)	55,597	113,107	1,060,626

The accompanying notes form part of these financial statements.

PRITCHARD EQUITY LIMITED

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

	Note	Consolidated	Parent	
		2010	2009	2010
		\$	\$	\$
				2009
				\$
CASH FLOWS FROM OPERATING ACTIVITIES				
Sales from trading portfolio		33,626	5,541	-
Purchases for trading portfolio		(83,566)	(6,206)	-
Brokerage received		21,062	-	-
Interest received		8,639	19,832	3,200
Dividends received		15,294	10,829	14
Distributions received		3,919	7,889	632
Commissions received		36	1,156	-
Other receipts		4,441	20,608	1,856
		3,451	59,649	5,702
Administration expenses		(154,671)	(96,851)	(80,359)
Bank charges		(2,275)	(1,520)	(406)
Finance costs		(9,773)	(4,121)	(34)
Income tax paid		(158)	-	-
Net cash provided by (used in) operating activities	19	(163,426)	(42,843)	(75,097)
				(52,628)
CASH FLOWS FROM INVESTING ACTIVITIES				
Sales from investment portfolio		400,668	516,790	74,189
Purchases for investment portfolio		(552,442)	(593,540)	(149,784)
Purchases of other assets		(2,911)	-	-
Application monies		-	(127,500)	-
Acquisition of shares in Fiji Stockbrokers		(43,234)	-	-
Net cash provided by (used in) investing activities		(197,919)	(204,250)	(75,595)
				27,168
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issue of shares		100,000	234,200	-
Dividends/distributions paid		(18,893)	(16,241)	(18,893)
Proceeds from borrowings		21,238	63,056	-
Repayment of borrowings		(103,306)	-	(77,176)
Net cash provided by (used in) financing activities		(961)	281,015	(96,069)
Net increase in cash held		(362,306)	33,922	(246,761)
Cash at beginning of financial year		445,565	411,643	243,473
Adjustment to opening balance		31,408	-	-
Cash at end of financial year	8	114,667	445,565	(3,288)
				243,473

The accompanying notes form part of these financial statements.

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards and Interpretations, other authoritative pronouncements of the Australian Accounting Standards Board and the Corporations Act 2001.

The financial report covers the separate financial statements of the company and the consolidated financial statements of the Group. Pritchard Equity Limited is a listed public company, incorporated and domiciled in Australia.

The financial report of Pritchard Equity Limited and the Group complies with all Australian equivalents to International Financial Reporting Standards (AIFRS) in their entirety. Pritchard Equity Limited has not applied any Australian Accounting Standards or AASB interpretations that have been issued at balance date but are not yet operative for the year ended 30 June 2010 ("inoperative standards"). The impact of inoperative standards has been assessed and has been identified as not being material. The Group only intends to adopt any inoperative standards at the date at which their adoption becomes mandatory.

The following is a summary of the material accounting policies adopted by the Group in the preparation of the financial report. The accounting policies have been consistently applied.

The financial statements were authorised for issue by the directors on 30 September 2010.

Basis of Preparation

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets, financial assets and financial liabilities for which the fair value basis of accounting has been applied.

All amounts are presented in Australian dollars, unless otherwise noted.

Changes in Accounting Standards

AASB 101 (revised): Presentation of Financial Statements

With effect from 1 July 2009, the Group has adopted the revised AASB 101 - Presentation of Financial Statements. This standard requires the presentation of a new Statement of Comprehensive Income separate from changes in equity arising from transactions with shareholders.

The adoption of this new standard has no impact on the Group's net assets, net profit or total recognised gains and losses, but changes the statement where certain gains and losses are presented. Previously, unrealised gains / (losses) on the investment portfolio and the associated deferred tax (charge) / credit were recorded in reserves in the Statement of Changes in Equity. These items are now presented as components of "Other Comprehensive Income" in the new Statement of Comprehensive Income.

AASB 9: Financial Instruments

The Group has early adopted AASB 9 - Financial Instruments, with effect from 31 December 2009. The Group has voluntarily adopted this standard, as this is considered to result in a presentation that better reflects the performance and operations of the Group.

This standard changes the way in which the Group's investments, and their performance, are presented. Adoption of this standard has no impact on the way in which the Group's investments are measured and hence no impact on net assets or total comprehensive income.

(i) Old accounting treatment

Previously, the Group's investments were accounted for under AASB 139 – Financial Instruments: Recognition and Measurement. All investments were carried at fair value and classified as set out below:-

Portfolio	AASB 139 Classification
Investment portfolio	"Available for sale"
Trading portfolio	"Held for trading"

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Unrealised gains and losses on investments held in the investment portfolio were taken to the investment revaluation reserve, through the statement of changes in equity (and under revised AASB 101 would have been reported as "Other Comprehensive Income" ("OCI") in the new Statement of Comprehensive Income).

On sale of investments in the investment portfolio, the cumulative gain or loss from purchase to sale of the investment was transferred from the investment revaluation reserve to the income statement, and reported as part of profit.

Where there was objective evidence of impairment of an investment in the investment portfolio, an impairment charge was required to be booked through the income statement (as a transfer from the investment revaluation reserve), even where no loss had been realised.

All gains and losses on the trading portfolio were recognised in the Group's profit through the income statement.

(ii) New accounting treatment

AASB 9 introduces new categories of classification for financial instruments. All the Group's investments continue to be carried at fair value and are now classified as follows:-

Portfolio	AASB 9 Classification
Investment portfolio	"Designated at fair value through other comprehensive income"
Trading portfolio	"Held for trading"

Equity Instruments in the Investment Portfolio

All gains and losses (realised and unrealised) on equity instruments held in the investment portfolio are reported as "Other Comprehensive Income" in the new Statement of Comprehensive Income and are accumulated in the investment revaluation reserve. Realised gains and losses, are no longer reclassified from other comprehensive income to the income statement, and do not form part of the Group's profits.

Cumulative gains and losses are transferred from the investment revaluation reserve to retained profits or the realised capital gains reserve when the investments are sold.

There are no impairment provisions in AASB 9 for investments designated at fair value through other comprehensive income.

The adoption of AASB 9 has no impact on the trading portfolio.

(iii) Transitional provisions

Comparatives have been restated, but AASB 9 can only be applied retrospectively to investments held at the date of adoption, being 31 December 2009.

Equity Instruments in the Investment Portfolio

Investments sold prior to adoption date are accounted for under AASB 139 as described above. Therefore in the current and prior periods, the cumulative gains and losses on investments sold prior to 31 December 2009 are transferred out of the investment revaluation reserve to the income statement and continue to form part of profit.

Investments sold after this date are accounted for under AASB 9 and the cumulative gains and losses remain in other comprehensive income.

Impairment charges recognised in previous periods in profit or loss are reversed in the restatement of comparatives, except where the charge is in respect of investments sold prior to 31 December 2009.

Further details on the impact of restating comparatives have been set out in note 21.

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

AASB 8 Operating Segments

The Group has adopted AASB 8 Operating Segments from 1 July 2009. AASB 8 replaces AASB 114 Segment Reporting. The new standard requires a 'management approach', under which segment information is presented on the same basis as that used for internal reporting purposes. The segment information is therefore reported in a manner that is more consistent with the internal reporting provided to the Board. The adoption of the new standard has not affected the measurement of the Group's assets and liabilities or the way the assets, liabilities, income and expense items are presented in the financial statements.

Accounting Policies

The following is a summary of the material accounting policies adopted by the Group in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

a. Principles of Consolidation

A controlled entity is any entity of which Pritchard Equity Limited has the power to control the financial and operating policies of so as to obtain benefits from its activities.

A list of controlled entities is contained in Note 2 to the financial statements. All controlled entities have a June financial year-end.

All inter-Group balances and transactions between entities in the Group, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the application of those policies by the Group.

Minority equity interests in the equity and results of the entities that are controlled are shown as a separate item in the consolidated financial report.

b. Fair Value of Financial Assets and Liabilities

The fair value of cash and cash equivalents, and non-interest bearing monetary financial assets and liabilities of the Group, approximates their carrying value.

c. Holdings of Securities

(i) Balance Sheet classification

The Group has two portfolios of securities, an investment portfolio and a trading portfolio.

The investment portfolio relates to holdings of securities which the directors intend to retain on a long-term basis.

The trading portfolio comprises securities held for short term trading purposes.

The investment portfolio is classified as a 'non-current asset', whereas the trading portfolio is classified as a 'current asset'.

Ordinary securities within the investment portfolio are classified as 'assets available for sale', whilst securities within the trading portfolio are classified as 'assets measured at fair value through the Income Statement'.

(ii) Valuation of investment portfolio

Securities, including listed and unlisted shares and notes and options, are initially brought to account at cost, which is the cost of acquisition including transaction costs, and are revalued to market values continuously. Increments and decrements on ordinary securities are taken to the Asset Revaluation Reserve while it has a credit balance in total; otherwise they are included in Profit from Ordinary Activities before Income Tax Expense.

Where disposal of an investment occurs, any revaluation increment or decrement relating to it, is transferred from the Asset Revaluation Reserve to the Income Statement.

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(iii) **Valuation of trading portfolio**

Securities, including listed and unlisted shares and notes, are initially brought to account at cost, which is the cost of acquisition including transaction costs, and are revalued to market values continuously.

Increments and decrements on the value of securities in the trading portfolio are taken directly through the Income Statement.

(iv) **Determination of market value**

Market value for the purposes of valuing holdings of securities is determined by reference to market prices prevailing at balance date, where the securities are traded on an organised market. Where a security is not so traded, its fair value is determined by the Directors.

(v) **Income from holdings of securities**

Distributions relating to listed securities are recognised as income when those securities are quoted ex-distribution, and distributions relating to unlisted securities are recognised as income when received. If the distributions are capital returns on ordinary securities the amount of the distribution is treated as an adjustment to the carrying value of the securities.

d. Investments in Associates

Investments in associated companies are recognised in the Group's financial statements by applying the equity method of accounting.

e. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, and other short-term highly liquid investments, which are subject to an insignificant risk of changes in value and have a maturity of three months or less at the date of acquisition.

f. Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that are in place or are substantially in place at the balance sheet date.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled.

Deferred tax is credited in the Income Statement except where it relates to items that may be credited directly to equity, where the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised and on the basis that no adverse change will occur in income taxation legislation and the anticipation that the Group will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

g. Foreign Currency Transactions and Balances

Foreign currency transactions during the year are converted to Australian currency using the exchange rates applicable at the dates of the transactions. Amounts receivable and payable in foreign currencies at balance date are converted at the rates of foreign exchange ruling at that date.

h. Provisions

Provisions are recognised when the Group has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result, and when that outflow can be reliably measured.

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 1: STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES (continued)

i. 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.

Cash flows are presented in the cash flow statement on a gross basis, except for the GST component of investing and financing activities, which are disclosed as operating cash flows.

j. Critical accounting judgements and key sources of estimation uncertainty

The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

k. Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The Board has been identified as the chief operating decision-maker, as it is responsible for allocating resources and assessing performance of the operating segments.

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 2: CONTROLLED ENTITIES

a. Composition of Consolidated Group

The consolidated financial statements include the following controlled entities. The financial years of all controlled entities are the same as that of the parent entity

	Country of incorporation	Percentage owned (%) [*]	
Parent		2010	2009
Pritchard Equity Limited	Australia	100	100
Henley Underwriting & Investment Company Pty. Limited	Australia	100	100
PEQ Opportunities Fund	Australia	50	50
The NSX Investment Trust	Australia	100	100
J. H. Clack & Co. Pty Limited	Australia	100	100
PEQ Estates Pty Limited	Australia	100	100
PEQ Hamilton Fund	Australia	60	60
PEQ Investment Holdings Pty Limited	Australia	100	100
First Newcastle Pty Limited	Australia	100	100
PEQ Nominees Pty Limited	Australia	100	100
PEQ Investment Nominees Pty Limited	Australia	100	100
The Newcastle Exchange Pty Limited	Australia	100	100
Pritchard Equity Holdings Pty Limited	Australia	100	100
The South Pacific Investment Company Limited	Australia	100	-

** Percentage of voting power is in proportion to ownership*

b. Acquisition of Controlled Entities

On 14 November 2008 Pritchard Equity Limited incorporated 100% owned subsidiary The South Pacific Investment Company Limited. At the date of incorporation The South Pacific Investment Company Limited had no assets.

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 3: REVENUE

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
a. Income from investment portfolio					
— dividends received		21,891	13,808	2,399	1,810
— trust distributions received		7,843	5,540	3,723	-
Total Income from investment portfolio		29,734	19,348	6,122	1,810
b. Income from trading portfolio					
— sales revenue		33,626	5,549	-	-
— cost of sales		11,540	(35,771)	-	-
— net profit/ (loss) from trading portfolio		45,166	(30,222)	-	-
Total Income from trading portfolio		45,166	(30,222)	-	-
c. Income from deposits					
— interest received		8,748	20,176	3,200	5,595
Total Income from deposits		8,748	20,176	3,200	5,595
d. Other Income					
— commissions received		36	1,051	-	-
— brokerage received		21,238	-	-	-
— dividends from associated companies		-	-	-	-
— dividends from subsidiaries		-	-	-	-
— trust distributions from controlled entities		-	-	2,591	2,294
— Other income received		2,026	-	-	-
Total Other income		23,300	1,051	2,591	2,294

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 4: INCOME TAX EXPENSE

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
a.	The components of tax expense comprise:				
	Current tax	(48,645)	(17,570)	(49,398)	(17,728)
	Deferred tax liability	11	- 771	-	771
	Deferred tax asset	11	33,493	33,493	3,313
		(15,152)	(13,486)	(15,905)	(13,644)
b.	The prima facie tax on profit/(loss) from ordinary activities before income tax is reconciled to the income tax as follows:				
	Prima facie tax payable on (loss)/profit from ordinary activities before income tax at 30% (2009: 30%)				
	— Consolidated	(15,284)	(38,037)	-	-
	— Parent	-	-	(14,902)	(12,659)
	Less:				
	Tax effect of:				
	— tax offset for franked dividends	1,004	2,416	1,003	985
	— share of net profits(losses) of associated company netted directly	(2,738)	(25,269)	-	-
	— recoupment of unused prior year tax losses now recognised	15,341	77	-	-
	— effect of revaluation of investments for tax purposes	(178)	7,414	-	-
	— over/(under) provision for income tax in prior years	-	-	-	-
	— tax losses not brought to account	(13,561)	(9,189)	-	-
	Income tax benefit attributable to entity	(15,152)	(13,486)	(15,905)	(13,644)
		%	%	%	%
	The applicable weighted average effective tax rates are as follows:	0.0	0.0	0.0	0.0

NOTE 5: AUDITORS' REMUNERATION

Remuneration of the auditor of the company for:

— auditing or reviewing the financial report	47,440	27,750	36,840	31,750
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PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 6: DIVIDENDS

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
a. Dividends paid					
Half yearly fully franked preferred income equity securities dividend of \$3.50 per share paid on 30 September 2009.		9,446	5,114	9,446	5,114
Half yearly fully franked preferred income equity securities dividend of \$3.50 per share paid on 30 March 2010.		9,446	8,971	9,446	8,971
		18,892	14,085	18,892	14,085
b. Dividends declared					
Half yearly fully franked preferred income equity securities dividend of \$3.50 per share payable on 30 September 2010. This dividend has not been brought to account in the financial statements for the year ended 30 June 2010, but will be recognised in subsequent financial reports.		9,446	9,446	9,446	9,446
c. Franking account		577,409	564,551	136,489	131,437
Impact on franking account balance of dividends not recognised		(4,048)	(4,048)	(4,048)	(4,048)

NOTE 7: EARNINGS PER SHARE

	Consolidated	
	2010 Number	2009 Number
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic earnings per share	1,631,346	1,539,580
Weighted average number of options outstanding	679,358	679,358
Weighted average number of ordinary shares outstanding during the year used in the calculation of dilutive earnings per share	1,631,346	1,539,580
a. Basic and diluted earnings per share	\$	\$
(Loss)/Profit attributable to members of the Group	(55,311)	(194,807)
	Cents	Cents
Basic earnings per share	(3.39)	(12.65)
Diluted earnings per share	(3.39)	(12.65)

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 7: EARNINGS PER SHARE (continued)

b. Classification of securities	Number	Number
The following potential ordinary shares are not dilutive and excluded from the weighted average number of ordinary shares for the purposes of dilutive earnings per share:		
- Options outstanding	679,358	679,358

NOTE 8: CASH AND CASH EQUIVALENTS

Note	Consolidated		Parent	
	2010 \$	2009 \$	2010 \$	2009 \$
Cash at bank	92,346	279,597	(13,621)	77,505
Deposits at call	10,337	165,968	10,337	165,968
Term deposit	11,984	-	-	-
	114,667	445,565	(3,284)	243,473

The effective interest rate on deposits at call was 3.00% (2009: 3.00%).

The credit risk exposure of the Group in relation to cash and deposits is the carrying amount and any accrued unpaid interest.

Reconciliation of cash

Cash at the end of the financial year as shown in the cash flow statement is reconciled to items in the balance sheet as follows:

Cash and cash equivalents	114,667	445,565	(3,284)	243,473
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NOTE 9: TRADE AND OTHER RECEIVABLES

CURRENT

Dividends and trust distributions receivable	3,091	-	7,975	2,293
Goods and services tax refund	1,331	6,337	702	5,028
Other debtors	6,169	2,121	1,914	4
Application monies	-	127,501	-	15,000
Accrued income	789	342	-	-

Amounts receivable from

— Wholly-owned subsidiaries	-	-	304,574	241,578
— Other corporations	76,400	-	16,400	400
	87,780	136,301	331,565	264,303

Receivables are non-interest bearing and unsecured.

The credit risk exposure of the Group in relation to receivables is the carrying amount.

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 10: TRADING PORTFOLIO

CURRENT	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
Listed investments, at market value					
- Shares		145,760	43,154	-	-

NOTE 11: TAX

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
a. Liabilities					
NON-CURRENT					
Deferred tax liability comprises:					
Revaluation adjustments taken directly to equity		-	771	-	771
Total		-	771	-	771
b. Assets					
Deferred tax assets comprise:					
Transaction costs on equity issue		-	3,313	-	3,313
Deferred tax assets attributable to tax losses		65,758	47,341	65,758	47,341
Revaluation adjustments taken directly to equity		17,952	-	17,952	-
Impairment of non current assets		296	296	296	296
Other temporary differences		8,836	8,400	8,836	8,400
		92,842	59,350	92,842	59,350
c. Reconciliations					
i. Deferred Tax Liability					
The movement in deferred tax liability for each temporary difference during the year is as follows:					
Deferred capital gains tax					
Opening balance		771	-	771	-
Revaluation adjustments taken directly to equity		(771)	771	(771)	771
Closing balance		-	771	-	771

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 11: TAX (continued)

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
ii. Deferred Tax Assets					
The movement in deferred tax assets for each temporary difference during the year is as follows:					
Transaction costs on equity issue					
Opening balance		3,313	6,626	3,313	6,626
Debited directly to equity		(3,313)	(3,313)	(3,313)	(3,313)
Closing balance		-	3,313	-	3,313
Deferred tax assets attributable to tax losses					
Opening balance		47,341	30,383	47,341	30,383
Credited to the Income Statement		18,417	16,958	18,417	16,958
Closing balance		65,758	47,341	65,758	47,341
Impairment of non current assets					
Opening balance		296	296	296	296
Credited to the Income Statement		-	-	-	-
Closing balance		296	296	296	296
Unrealised loss on investments					
Opening balance		-	2,097	-	2,097
Credited to the reserve		17,952	(2,097)	17,952	(2,097)
Closing balance		17,952	-	17,952	-
Other temporary differences					
Opening balance		8,400	8,400	8,400	8,400
Credited to the Income Statement		436	-	436	-
Closing balance		8,836	8,400	8,836	8,400
		92,842	59,350	92,842	59,350
d. Deferred tax assets not brought to account, the benefits of which will only be realised if the conditions for deductibility set out in Note 1(f) occur					
- operating losses		135,247	151,668		
- capital losses		656,802	614,346		
		792,049	766,014		

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 12: INVESTMENT PORTFOLIO

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
CURRENT					
Unlisted Investments, at fair value					
-	Shares and trust units	-	50,000	-	50,000
NON-CURRENT					
Listed Investments, at fair value					
-	Options	1,750	1,750	-	-
-	Shares and trust units	806,393	655,442	113,372	152,620
		808,143	657,192	113,372	152,620
Unlisted Investments, at fair value					
-	Shares and trust units	218,638	146,610	-	-
		1,026,781	803,802	113,372	152,620

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 13: INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

Interests are held in the following associated company

Name	Principal activities	Country of incorporation	Class of shares	Ownership interest		Carrying amount of interest	
				2010	2009	2010	2009
				%	%	\$	\$
Unlisted:							
Cameron Capital Limited	Stockbroking	Australia	Ordinary	31.84	32.81	1,053,177	1,062,302
						1,053,177	1,062,302

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
a. Movements during the year in equity accounted investment in associated companies					
Balance at beginning of the financial year		1,062,302	1,146,532	168,814	168,814
Add: New investments during the year		-	-	-	-
Share of associated company's profit after income tax	13b	-	-	-	-
Dividend revenue from associated company		-	-	-	-
Less Share of associated company's loss after income tax	13b	(9,125)	(84,230)	-	-
Balance at end of the financial year		1,053,177	1,062,302	168,814	168,814
b. Equity accounted (losses)/profits of associates are broken down as follows:					
Share of associate's profit/(loss) before income tax expense		(17,570)	(108,467)		
Share of associate's income tax benefit/(expense)		8,445	24,237		
Share of associate's (loss)/profit after income tax		(9,125)	(84,230)		
c Summarised presentation of aggregate assets, liabilities and performance of associates					
Current assets		7,303,769	5,754,936		
Non-current assets		1,191,025	1,398,364		
Total assets		8,494,794	7,153,300		
Current liabilities		5,200,643	3,917,230		
Non-current liabilities		47,461	43,100		
Total liabilities		5,248,104	3,960,330		
Net assets		3,246,690	3,192,970		
Revenues		4,413,453	2,648,862		
Profit/(loss) after income tax of associates		(28,659)	(256,721)		

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 14: TRADE AND OTHER PAYABLES

CURRENT

Unsecured liabilities

Trade payables	80,213	56,157	8,726	14,439
Accrued charges	37,436	28,000	28,000	28,000
	117,649	84,157	36,726	42,439

NOTE 15: BORROWINGS

CURRENT

Unsecured

- Loans payable to:				
- other corporations	48,236	28,866	-	-
- wholly-owned subsidiaries	-	-	1,186	365
	48,236	28,866	1,186	365

Secured

- Short-term borrowings	15a	66,713	73,781	-	-
		114,949	102,647	1,186	365

NON CURRENT

Unsecured

- Compound financial instruments	16d	265,737	265,737	265,737	265,737
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- a.** Short-term borrowings are secured by listed securities held in the company's investment and trading portfolios and are repayable on demand. The carrying amounts of assets pledged as security is:

316,469	245,892	-	-
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PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 16: CONTRIBUTED EQUITY

	Consolidated		Parent	
	2010 \$	2009 \$	2010 \$	2009 \$
791,968 (2009: 791,968) A ordinary shares fully paid	527,885	527,885	527,885	527,885
839,378 (2009: 839,378) B ordinary shares fully paid	401,212	401,212	401,212	401,212
2,699 (2009: 2,699) Preferred income equity securities	3,863	3,863	3,863	3,863
	932,960	932,960	932,960	932,960

a. A ordinary shares

At the beginning of reporting period	527,885	331,985	527,885	331,985
Shares issued during the year				
41,250 shares issued on 09 January 2009 at \$ 1.00	-	-	-	-
147,360 Series 1 options exercised on 31 December 2009 at \$1.25	-	184,200	-	184,200
Bonus issue of Preferred income equity securities upon exercise of options	-	(14,700)	-	(14,700)
24,000 shares issued in relation to the Property Fox takeover offer at \$1.10	-	26,400	-	26,400
Redemption of issued capital for preferred income equity securities on 27 May 2009	-	-	-	-
At reporting date	527,885	527,885	527,885	527,885

b. B ordinary shares

At the beginning of reporting period	401,212	392,412	401,212	392,412
Shares issued during the year				
Conversion of 82,500 ordinary C shares to B shares	-	-	-	-
41,250 shares issued on 09 January 2009 at \$1.00	-	-	-	-
8,000 shares issued in relation to the Property Fox takeover offer at \$1.10	-	8,800	-	8,800
Redemption of issued capital for preferred income equity securities on 27 May 2009	-	-	-	-
At reporting date	401,212	401,212	401,212	401,212

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 16: CONTRIBUTED EQUITY (continued)

All ordinary shares rank equally inter se for the purposes of participation in profits or capital of the Company.

A ordinary shares confer on their holder the right to receive notices, reports and accounts and to attend and speak, but not to vote at general meetings of the Company.

B ordinary shares confer on their holder the right to receive notices, reports and accounts and to attend and speak and vote at general meetings of the Company.

	Note	Consolidated		Parent	
		2010 \$	2009 \$	2010 \$	2009 \$
d. Preferred Income Equity Securities					
At the beginning of reporting period		3,863	3,863	3,863	3,863
Shares issued during the year					
— Bonus issue of 1,461 preferred income equity securities on 27 May 2009		-	-	-	-
— Issue of 150 Preferred income equity securities upon exercise of Series 1 Options		-	-	-	-
— Issue of 1,088 Preferred income equity securities in relation to the Property Fox No. 1 Limited takeover offer		-	-	-	-
At reporting date		3,863	3,863	3,863	3,863

The holders of preferred income equity securities are entitled to a cumulative preferential dividend of \$10 per annum (inclusive of any franking credits that would accrue to an Australian resident shareholder in respect of that dividend) accruing at the rate of \$5 for each 6 month period (or part of such period) ending on 30 June and 31 December each year during which the securities are on issue.

Holders of preferred income equity securities may request their conversion into A ordinary shares on 30 November 2013 or on 30 November of any subsequent year by giving written notice to the Company on or before 15 November of the year in which the conversion is to take place and the Company may convert preferred income equity securities into A ordinary shares at any time by giving 60 days written notice to security holders of the date on which the conversion is to take place.

On conversion, a holding of m preferred income equity securities will be converted into a corresponding holding of $n = m \times 100 \times e / (a - i)$ A ordinary shares, where e is the total number of issued ordinary shares shown in the last audited accounts, a is the consolidated net assets of the group shown in the last audited accounts, expressed in dollars, and i is any minority equity interest shown in the last audited accounts, also expressed in dollars.

Subject to the *Corporations Act* and the NSX Listing Rules, the Company may redeem preferred income equity securities at \$100 per security on 31 December 2013 or on 31 December of any subsequent year by giving three months written notice to security holders of its intention to redeem the securities.

On a winding up of the Company or on a reduction of capital a holder of preferred income equity securities will be entitled to receive \$100 for each security ahead of any payment to the holders of ordinary shares, but no other right to participate in surplus assets

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 16: CONTRIBUTED EQUITY (continued)

e. Series 2 Options

As at 30 June 2010, the Company has on issue 339,679 (2009: 339,679) Series 2 Options. A Series 2 Option entitles the holder upon the payment of the exercise price of \$2.50 to 1 A Ordinary share. Series 2 Options may be exercised at any time up to 10 December 2010 (inclusive) but not thereafter. As at the reporting date none of the options had been exercised.

f. Series 3 Options

As at 30 June 2010, the Company has on issue 339,679 (2009: 339,679) Series 3 Options. A Series 3 Option entitles the holder upon the payment of the exercise price of \$5.00 to 1 A Ordinary share. Series 3 Options may be exercised at any time up to 10 December 2015 (inclusive) but not thereafter. As at the reporting date none of the options had been exercised.

NOTE 17: RESERVES

	Note	Consolidated		Parent	
		2010	2009	2010	2009
		\$	\$	\$	\$
Asset revaluation reserve	17a	(155,189)	(44,565)	(41,038)	1,797
Capital profits	17b	46,678	75,512	55,597	41,977
		(108,511)	30,947	14,559	43,774

a. Asset revaluation reserve

Movements during the year

Opening balance	(44,565)	(45,292)	1,797	(4,894)
Revaluation of non current assets	(128,982)	(76,586)	(61,193)	9,559
Provision for tax on unrealised losses	18,358	(2,868)	18,358	(2,868)
AASB 139 'impairment' transfer to retained profits	-	80,181	-	-
Closing balance	(155,189)	(44,565)	(41,038)	1,797

The asset revaluation reserve records revaluations of non-current assets. Under certain circumstances dividends can be declared from this reserve.

b. Capital profits reserve

Movements during the year

Opening balance	75,512	10,075	41,977	7,940
Transfer from retained profits	-	65,437	13,620	34,037
Transfer to retained profits	(28,834)	-	-	-
Closing balance	46,678	75,512	55,597	41,977

The capital profits reserve records realised capital gains upon sale of non-current assets. As the balance of this reserve relates to net realised gains it may be distributed as cash dividends at the discretion of the Directors.

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 18: SEGMENT REPORTING

Pritchard Equity Limited, its controlled and associated entities carry on the business of a strategic investment company and stockbroking within Australia.

2010	Investments \$	Stockbroking \$	Total \$
Revenue	136,769	(9,125)	127,644
Results	(46,186)	(9,125)	(55,311)
Assets	1,476,317	1,053,177	2,529,494

2009	Investments \$	Stockbroking \$	Total \$
Revenue	73,608	(84,230)	(10,622)
Results	(110,577)	(84,230)	(194,807)
Assets	1,538,172	1,062,302	2,600,474

NOTE 19: CASH FLOW INFORMATION

	Note	Consolidated		Parent	
		2010 \$	2009 \$	2010 \$	2009 \$
a. Reconciliation of cash flow from operations with (loss)/profit after income tax					
(Loss)/Profit after income tax		(65,616)	(177,881)	(47,388)	(62,591)
Non-cash flows in profit					
Dividends re-invested		(7,178)	(2,980)	(2,386)	(1,773)
Unrealised fair value (gain)/loss		-	(261)	-	-
Write-downs to recoverable amount		773	-	-	-
Share of associated companies net (loss)/profit after income tax and dividends		9,125	84,230	-	-
(Increase)/decrease in trade and other receivables		4,436	(3,278)	(3,265)	(3,739)
(Increase)/decrease in the trading portfolio		(102,607)	19,572	-	-
Increase/(decrease) in trade payables and accruals		7,903	(441)	(6,153)	(17,516)
Increase/(decrease) in foreign currencies		5,049	51,682	-	46,635
Increase/(decrease) in taxes payable		(15,311)	(13,486)	(15,905)	(13,644)
Cash flow from operations		(163,426)	(42,843)	(75,097)	(52,628)

PRITCHARD EQUITY LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2010

NOTE 20: SUBSEQUENT EVENTS TO REPORTING DATE

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

NOTE 21: EFFECT OF CHANGES IN ACCOUNTING STANDARDS

The impact on comparative profit, other comprehensive income, the allocation of the Company's reserves and the classification of the Company's investments resulting from the adoption of AASB 9 is summarised below:-

	Consolidated	Parent
	2009	2009
	\$	\$
(i) Loss		
Net loss for the year (as reported last year)	(194,807)	(28,554)
Add: Impairment Charge*	61,711	-
Restated net loss	(133,096)	(28,554)
	Cents	
Earnings per share (as reported last year)	(12.65)	
Restated earnings per share	(8.64)	
* Relates to the unsold securities (at the date of early adopting AASB 9) that were previously reported in the Income Statement as impaired under AASB 139.		
(ii) Other Comprehensive Income	\$	\$
Net unrealised losses on investment portfolio (as reported last year)	18,388	727
Less: Impairment Charge	(109,448)	(61,711)
Net capital losses	(106,185)	83,907
Restated other comprehensive income(expense)	(197,245)	

NOTE 22: COMPANY DETAILS

The registered office and principal place of business of Pritchard Equity Limited is:

10 Murray Street

Hamilton

New South Wales 2303