



Bell IXL Investments Limited

ACN 113 669 908
ABN 80 113 669 908

Interim Financial Report

31 December 2011

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Corporate Directory

Directors

Massimo Livio Cellante
Ramon Jimenez
Romano Livio Cellante

Company Secretary

Ramon Jimenez

Principal & Registered Office

Bell IXL Investments Limited
Level 2, 651-653 Doncaster Road
Doncaster, Victoria 3108

Mailing Address

PO Box 111
Doncaster, Victoria 3108

Contact Details

Telephone: (03) 9840 8788
Facsimile: (03) 9840 0088
E-mail: info@bellixl.com
Internet: <http://www.bellixl.com/>

Stock Exchange

National Stock Exchange of Australia Limited
Level 2, 117 Scott Street
Newcastle, New South Wales 2300
Ticker symbols:
BXL (ordinary shares)
BXL A (limited voting ordinary shares)

Share Registry

Link Market Services Limited
Level 1, 333 Collins Street
Melbourne, Victoria 3000

Auditor

Grant Thornton South Australian Partnership
Level 1, 67 Greenhill Road
Wayville, South Australia 5034

Legal Advisers

Pointon Partners
Level 2, 640 Bourke Street
Melbourne, Victoria 3000

Nominated Advisers

Massimo Livio Cellante
Ramon Jimenez

Bankers

Commonwealth Bank of Australia
7-9 The Mall
Lower Templestowe, Victoria 3107

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Table of Contents

Directors' Report	4
Auditor's Independence Declaration	6
Consolidated Financial Statements	7
Consolidated Statement of Comprehensive Income.....	7
Consolidated Statement of Financial Position.....	8
Consolidated Statement of Changes in Equity.....	9
Consolidated Statement of Cash Flows.....	10
Notes to the Financial Statements	11
1 Basis of Preparation.....	11
2 Segment Information.....	11
3 Contingent Liabilities.....	11
4 Events Subsequent to Reporting Date.....	11
5 Related Party Transaction.....	11
Directors' Declaration	13
Independent Auditor's Review Report	14

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Directors' Report

Your directors submit the financial report of the consolidated group for the half-year ended 31 December 2011.

The consolidated group comprises Bell IXL Investments Limited ("parent entity") and its controlled entities, namely Bell IXL Funds Manager Pty Ltd and Bell IXL Capital Pty Ltd.

Fortina Pty Ltd, which was previously part of the consolidated group, was voluntarily deregistered on 17 August 2011 and ceased to be part of the group on that date. There was no financial impact on the group arising from deregistration.

Directors

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

- Mr. Massimo Livio Cellante
- Mr. Ramon Jimenez
- Mr. Romano Livio Cellante

Directors have been in office since the beginning of the financial period to the date of this report unless otherwise stated.

Review of Operations

General Activities

The consolidated group operates as a strategic investment holding group with a focus on acquiring at a discount and profitably realising strategic shareholdings in publicly listed companies. The parent entity has been admitted to the Official List of the National Stock Exchange of Australia Limited and the securities of the parent entity trade under the ticker symbols BXL and BXL.A.

Investment Portfolio

The consolidated group has continued to actively manage its portfolio of investments. At the end of the period the consolidated group held investments in the following listed companies:

- Botswana Metals Limited (ASX code: BML).
- Chapmans Limited (ASX code: CHP).
- Hamilton Securities Limited (NSX codes: HSEA, HSEB, HSEOB).
- Pritchard Equity Limited (NSX codes: PEQA, PEQB, PEQOC).
- Queste Communications Limited (ASX code: QUE).

The consolidated group will continue to pursue the acquisition of investments and the successful realisation of those investments for the benefit of shareholders.

The group disposed of a significant part of its long held investment in Chapmans Limited (ASX code: CHP) partly by way of the sales of shares to related parties on deferred settlement terms. Additional information regarding the related party transactions is set out in note 5 of the notes to the financial statements.

Merger Discussions

The parent entity continued to communicate with a number of companies listed on the ASX with a view to negotiating a merger to be accomplished by a reverse takeover of the parent entity or other corporate transaction that would have the effect of achieving the listing of the parent entity on the ASX. The rationale for pursuing these discussions is to consummate a transaction that will increase the capital available for investment activities whilst at the same time obtaining greater liquidity for shareholders of the parent entity by exchanging their existing shares for shares listed on the ASX. The parent entity has not yet reached agreement for the implementation of any such transaction.

Capital Raisings

The consolidated group did not raise any new capital during the period.

Loss and Dividend

The net loss after income tax for the half-year ended 31 December 2011 attributable to the parent entity was \$664,313.

No dividends were paid or declared during the period or subsequent to the end of the period.

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Directors' Report (continued)

Events Subsequent to Reporting Date

There were no material events or transactions subsequent to the reporting date.

Auditor's Independence Declaration

The auditor's independence declaration under section 307C of the *Corporations Act 2001* for the half-year ended 31 December 2011 is included at page 6 of the report.

Signed on behalf of the board in accordance with a resolution of the directors.



MASSIMO LIVIO CELLANTE

Executive Chairman and Managing Director

Melbourne, 14 March 2012.



Grant Thornton

Level 1,
67 Greenhill Rd
Wayville SA 5034
GPO Box 1270
Adelaide SA 5001
T 61 8 8372 6666
F 61 8 8372 6677
E info.sa@au.gt.com
W www.grantthornton.com.au

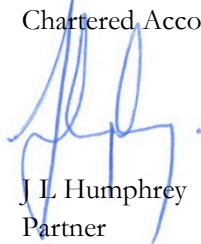
AUDITOR'S INDEPENDENCE DECLARATION TO THE DIRECTORS OF BELL IXL INVESTMENTS LIMITED

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the review of Bell IXL Investments Limited for the half-year ended 31 December 2011, I declare that, to the best of my knowledge and belief, there have been:

- a no contraventions of the auditor independence requirements of 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.

Grant Thornton

GRANT THORNTON SOUTH AUSTRALIAN PARTNERSHIP
Chartered Accountants


J.L. Humphrey
Partner

Adelaide, 14 March 2012

Grant Thornton South Australian Partnership ABN 27 244 906 724
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

Grant Thornton Australia Limited is a member firm within Grant Thornton International Ltd. Grant Thornton International Ltd and the member firms are not a worldwide partnership. Grant Thornton Australia Limited, together with its subsidiaries and related entities, delivers its services independently in Australia.

Liability limited by a scheme approved under Professional Standards Legislation

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Consolidated Statement of Comprehensive Income

	31/12/2011 \$	31/12/2010 \$
Revenue		
Net unrealised gains from financial assets	-	844,747
Income from financial assets	384	391
Other revenue	4,588	3,521
	4,972	848,659
Expenses		
Net realised losses from financial assets	(39,764)	(386,649)
Net unrealised losses from financial assets	(661,671)	-
Impairment of assets	(3,933)	(1,317)
Expiry of options	-	(123)
Finance charges	(249)	(89)
Employee benefits expense	(200,568)	(68,692)
Other expenses	(47,824)	(65,913)
	(954,009)	(522,783)
Net profit/(loss) before income tax	(949,037)	325,876
Income tax (expense)/benefit	284,693	(98,699)
Net profit/(loss) after income tax	(664,344)	227,177
Other comprehensive income, net of tax	-	-
Total comprehensive income	(664,344)	227,177
Total comprehensive income is attributed to:		
Parent interest	(664,313)	230,596
Non-controlling interest	(31)	(3,419)
	(664,344)	227,177
Basic earnings/(loss) per share (cents per share)	(4.80)	1.64

The statement of comprehensive income is to be read in conjunction with the notes to the financial statements.

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Consolidated Statement of Financial Position

	31/12/2011 \$	30/06/2011 \$
Current assets		
Cash and cash equivalents	46,891	36,762
Trade and other receivables	173,411	65,473
Other financial assets - trading portfolio	1,056,767	2,190,605
Total current assets	1,277,069	2,292,840
Non-current assets		
Other financial assets	92,500	-
Deferred tax assets	628,546	509,583
Property, plant and equipment	2,361	2,604
Total non-current assets	723,407	512,187
Total assets	2,000,476	2,805,027
Current liabilities		
Trade and other payables	71,160	49,097
Short-term provisions	21,588	19,562
Total current liabilities	92,748	68,659
Non-current liabilities		
Deferred tax liabilities	33,750	199,479
Other long-term provisions	21,078	19,656
Total non-current liabilities	54,828	219,135
Total liabilities	147,576	287,794
Net assets	1,852,900	2,517,233
Equity		
Issued capital	3,059,654	3,059,654
Retained profits	(1,206,730)	(542,427)
Parent interest	1,852,924	2,517,227
Non-controlling interest	(24)	6
Total equity	1,852,900	2,517,233

The statement of financial position is to be read in conjunction with the notes to the financial statements.

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Consolidated Statement of Changes in Equity

	31/12/2011 \$	31/12/2010 \$
Total equity at start of the period	2,517,233	2,347,702
Total comprehensive income for period - parent	(664,313)	230,596
Total comprehensive income for period - non-controlling interest	(30)	(3,419)
Total equity at end of the period	1,852,900	2,574,879

The statement of changes in equity is to be read in conjunction with the notes to the financial statements.

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Consolidated Statement of Cash Flows

	31/12/2011 \$	31/12/2010 \$
Cash flows from operating activities		
Sale of investments	250,212	743,054
Purchase of investments	(15,508)	(363,850)
Payments to suppliers/employees/sundry	(235,210)	(160,983)
Receipts from customers/employees/sundry	8,358	17,566
Interest received	1,914	2,216
Dividends/distributions received	363	391
Income tax paid	-	(2,406)
Income tax refund received	-	28,590
Net cash from operating activities	10,129	264,578
Cash flows from investing activities		
Net cash from investing activities	-	-
Cash flows from financing activities		
Net cash from financing activities	-	-
Net increase (decrease) in cash held	10,129	264,578
Cash at start of period	36,762	155,220
Cash at end of period	46,891	419,798

The statement of cash flows is to be read in conjunction with the notes to the financial statements.

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Notes to the Financial Statements

Note 1: Basis of Preparation

These general purpose financial statements for the interim half-year reporting period ended 31 December 2011 have been prepared in accordance with the requirements of the *Corporations Act 2001* and Australian Accounting Standards including AASB 134: Interim Financial Reporting. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards.

The interim financial report is intended to provide users with an update on the latest annual financial statements of Bell IXL Investments Limited and its controlled entities (the Group). As such, it does not contain information that represents relatively insignificant changes occurring during the half-year within the Group. It is therefore recommended that the financial report be read in conjunction with the annual financial report of the Group for the year ended 30 June 2011, together with any public announcements made during the half-year.

The annual financial report of the Group can be accessed at <http://nsxa.com.au/ftp/news/021724394.PDF>.

Note 2: Segment Information

For management purposes, the consolidated group is organised into one main operating segment that undertakes investment activities. All the activities of the consolidated group are interrelated and interdependent and all significant operating decisions are based upon the analysis of the consolidated group as a single segment. The financial results from this segment are equivalent to the financial results of the consolidated group as a whole.

The group has investment exposures (financial assets) in different countries as set out in the following table.

Country	For the period ended 31/12/2011			As at 31/12/2011	
	Realised gains/(losses) from financial assets \$	Unrealised gains/(losses) from financial assets \$	Income from financial assets \$	Market value of financial assets \$	Portfolio %
Australia	(35,389)	(661,671)	-	1,056,767	100.00
United Kingdom	(4,375)	-	384	-	-
TOTAL	(39,764)	(661,671)	384	1,056,767	100.00

Country	For the period ended 31/12/2010			As at 30/06/2011	
	Realised gains/(losses) from financial assets \$	Unrealised gains/(losses) from financial assets \$	Income from financial assets \$	Market value of financial assets \$	Portfolio %
Australia	(386,649)	845,764	391	2,170,468	99.08
United Kingdom	-	(1,017)	-	20,137	0.92
TOTAL	(386,649)	844,747	391	2,190,605	100.00

Note 3: Contingent Liabilities

The directors are not aware of any contingent liabilities of the consolidated group.

Note 4: Events Subsequent to Reporting Date

There were no material events or transactions subsequent to the reporting date.

Note 5: Related Party Transactions

On 15 September 2011 the parent entity acquired 462,500 fully paid B class shares in Resorts International Pty Ltd ("Resorts"), a company in which directors of the parent entity have an indirect financial interest, under a share swap transaction. The vendor was an unrelated third party and the parent entity transferred 5,470,588 fully paid ordinary shares in Chapmans Limited (ASX: CHP) to the vendor in exchange for the transfer of the shares in Resorts. The transaction value was \$92,500.

On 6 October 2011 the parent entity entered into three separate agreements to sell a total of 6,529,412 fully paid ordinary shares in Chapmans Limited (ASX: CHP) on an off-market and deferred payment basis. The total sale price was \$111,000. The market value of the shares on the day of sale (based on the last sale price) was \$97,941. The purchaser under each separate agreement is Monvale Investments Pty Ltd (controlled by Mr. M. L. Cellante), Kintara Nominees Pty Ltd (controlled by Mr. R. L. Cellante) and Productofam Holdings Pty Ltd (controlled by Mr. R. Jimenez). The terms were subsequently varied and the sale price is now payable in full to the parent entity in cash on 30 June 2012. The purchaser under each agreement has given security for the performance of its obligations and the controller of each purchaser company has given a personal guarantee of the performance of the obligations of the purchaser.

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Notes to the Financial Statements (continued)

Note 5: Related Party Transactions (continued)

As at 31 December 2011 the parent entity was owed the sum of \$61,922 by Resorts. The advances are on normal commercial terms and conditions, are unsecured, are repayable on demand and bear interest at the rate of 10% per annum. These advances have been disclosed in previous financial reports.

Bell IXL Investments Limited (ACN 113 669 908)

For the half-year ended 31 December 2011

Directors' Declaration

The directors of Bell IXL Investments Limited (ACN 113 669 908) declare that:

1. The financial statements and notes, as set out on pages 7 to 12 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 financial position of the consolidated group as at 31 December 2011 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 consolidated group will be able to pay its debts as and when they become due and payable.

Signed on behalf of the board in accordance with a resolution of the directors.



MASSIMO LIVIO CELLANTE
Executive Chairman and Managing Director

Melbourne, 14 March 2012.

Level 1,
67 Greenhill Rd
Wayville SA 5034
GPO Box 1270
Adelaide SA 5001
T 61 8 8372 6666
F 61 8 8372 6677
E info.sa@au.gt.com
W www.grantthornton.com.au

INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF BELL IXL INVESTMENTS LIMITED

We have reviewed the accompanying half-year financial report of Bell IXL Limited ("Company"), which comprises the consolidated financial statements being the statement of financial position as at 31 December 2011, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration of the consolidated entity, comprising both the Company and the entities it controlled at the half-year's end or from time to time during the half-year.

Directors' responsibility for the half-year financial report

The directors of the Company 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 establishing and maintaining internal controls 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 consolidated half-year financial report based on our review. We conducted our review in accordance with the Auditing Standard on Review Engagements ASRE 2410: Review of a 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 2011 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.

Grant Thornton South Australian Partnership ABN 27 244 906 724
a subsidiary or related entity of Grant Thornton Australia Ltd ABN 41 127 556 389

Grant Thornton Australia Limited is a member firm within Grant Thornton International Ltd. Grant Thornton International Ltd and the member firms are not a worldwide partnership. Grant Thornton Australia Limited, together with its subsidiaries and related entities, delivers its services independently in Australia.

Liability limited by a scheme approved under Professional Standards Legislation

As the auditor of Bell IXL Investments Limited, 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 complied with the independence requirements of the Corporations Act 2001.

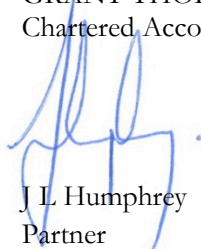
Conclusion

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 Bell IXL Investments Limited is not in accordance with the Corporations Act 2001, including:

- a giving a true and fair view of the consolidated entity's financial position as at 31 December 2011 and of its performance for the half-year ended on that date; and
- b complying with Accounting Standard AASB 134: Interim Financial Reporting and Corporations Regulations 2001.

Grant Thornton

GRANT THORNTON SOUTH AUSTRALIAN PARTNERSHIP
Chartered Accountants



J. L. Humphrey
Partner

Adelaide, 14 March 2012