

# FORM: Half yearly/preliminary final report

Name of *issuer*

Australian Small Scale Offerings Board Limited

ACN or ARBN

109 469 383

Half ~~yearly~~  
(tick)

Preliminary  
final (tick)

✓

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

30 June 2012

## For announcement to the market

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

				\$A,000
Revenue ( <i>item 1.1</i> )	down	7%	to	842
Profit (loss) for the period ( <i>item 1.6</i> )	down	768%	to	(127)
Profit (loss) for the period attributable to members of the parent ( <i>item 1.8</i> )	down	768%	to	(127)
Short details of any bonus or cash issue or other item(s) of importance not previously released to the market:				
N/A				

**Consolidated income statement** *(The figures are not equity accounted)**(as per paragraphs 81-85 and 88-94 of AASB 101: Presentation of Financial Statements)*

	Current period - \$A'000	Previous corresponding period - \$A'000
1.1 Revenues <i>(item 7.1)</i>	842	908
1.2 Expenses, excluding finance costs <i>(item 7.2)</i>	(1,012)	(983)
1.3 Finance costs	(37)	(42)
1.4 <b>Profit (loss) before income tax</b>	(207)	(117)
1.5 Income tax expense <i>(see note 4)</i>	80	136
1.6 <b>Profit (loss) for the period</b>	(127)	19
1.7 Profit (loss) attributable to minority interests	-	-
1.8 <b>Profit (loss) attributable to members of the parent</b>	(127)	19
1.9 Basic earnings per security <i>(item 9.1)</i>	(0.09) cents	0.01 cents
1.10 Diluted earnings per security <i>(item 9.1)</i>	(0.09) cents	0.01 cents
1.11 Dividends per security <i>(item 9.1)</i>	-	-

**Comparison of half-year profits***(Preliminary final statement only)*

	Current period - \$A'000	Previous corresponding period - \$A'000
2.1 Consolidated profit (loss) after tax attributable to members reported for the 1st half year <i>(item 1.11 in the half yearly statement)</i>	(99)	83
2.2 Consolidated profit (loss) after tax attributable to members for the 2nd half year	(28)	(64)

## Consolidated balance sheet

(as per paragraphs 68-69 of AASB 101: Financial Statement Presentation)

<b>Current assets</b>		Current period - \$A'000	Previous corresponding period - \$A'000
3.1	Cash and cash equivalents	31	42
3.2	Trade and other receivables	87	74
3.3	Other current assets (provide details if material)	-	-
3.4	<b>Total current assets</b>	118	116
<b>Non-current assets</b>			
3.5	Deferred tax assets	38	45
3.6	Property, plant and equipment (net)	52	62
3.7	Other intangible assets	99	94
3.8	Other (provide details if material)	26	22
3.9	<b>Total non-current assets</b>	215	223
3.10	<b>Total assets</b>	333	339
<b>Current liabilities</b>			
3.11	Trade and other payables	153	91
3.12	Short term borrowings	35	-
3.13	Current tax payable	-	-
3.14	Short term provisions	56	36
3.15	Other current liabilities (provide details if material)	-	-
3.16	<b>Total current liabilities</b>	244	127
<b>Non-current liabilities</b>			
		Current period - \$A'000	Previous corresponding period - \$A'000
3.17	Long-term borrowings	454	454
3.18	Deferred tax liabilities	-	-
3.19	Long term provisions	7	3
3.20	<b>Total non-current liabilities</b>	461	457
3.21	<b>Total liabilities</b>	705	584
3.22	<b>Net assets</b>	(372)	(245)
<b>Equity</b>			
3.23	Share capital	15,292	15,292
3.24	Retained earnings	(15,664)	(15,537)
3.25	<b>Total equity</b>	(372)	(245)

## Consolidated statement of changes in equity

(as per paragraphs 96-97 of AASB 101: Presentation of Financial Statements)

	Current period – A\$'000	Previous corresponding period – A\$'000
Revenues recognised directly in equity:	-	-
Expenses recognised directly in equity:	-	-
4.1 <b>Net income recognised directly in equity</b>	-	-
4.2 <b>Profit for the period</b>	(127)	19
4.3 <b>Total recognised income and expense for the period</b>		
Attributable to:		
4.4 Members of the parent	(127)	19

## Consolidated statement of cash flows

(as per AASB 107: Cash Flow Statements)

	Current period - \$A'000	Previous corresponding period - \$A'000
<b>Cash flows related to operating activities</b>		
5.1 Receipts from customers	837	872
5.2 Payments to suppliers and employees	(880)	(1,007)
5.3 Interest and other costs of finance paid	(38)	(42)
5.4 Interest received	-	6
5.5 Other (provide details if material)	73	89
5.6 <b>Net cash used in operating activities</b>	(8)	(82)
<b>Cash flows related to investing activities</b>		
5.7 Payments for purchases of property, plant and equipment	(38)	(27)
5.8 <b>Net cash used in investing activities</b>	(38)	(27)
<b>Cash flows related to financing activities</b>		
5.9 Proceeds from borrowings	35	105
5.10 <b>Net cash used in financing activities</b>	35	105
<b>Net increase (decrease) in cash and cash equivalents</b>	(11)	(4)
5.11 Cash at beginning of period (see <i>Reconciliations of cash</i> )	42	46

5.13	<b>Cash at end of period</b> (see Reconciliation of cash)	31	42
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### Reconciliation of cash provided by operating activities to profit or loss

(as per paragraph Aus20.1 of AASB 107: Cash Flow Statements)

		Current period \$A'000	Previous corresponding period \$A'000
6.1	<b>Profit</b> <i>(item 1.8)</i>	(127)	19
	Adjustments for:		
6.2	Depreciation	39	39
6.3	Amortisation	-	-
6.4	Impairment of Goodwill	-	-
6.5	(Increase)/decrease in trade and other receivables	(12)	57
6.6	(Increase)/decrease in other financial assets	-	(58)
6.7	(Increase)/decrease in deferred tax asset	6	10
6.8	Increase/(decrease) in trade and other payables	45	(53)
6.9	Increase/(decrease) in provisions	41	(96)
6.10	<b>Net cash from operating activities</b> <i>(item 5.6)</i>	(8)	(82)

## **Notes to the financial statements**

### **Details of revenues and expenses**

*(Where items of income and expense are material, disclose nature and amount below in accordance with paragraphs 86-87 of AASB 101: Presentation of Financial Statements)*

		Current period - \$A'000	Previous corresponding period - \$A'000
	Revenue		
	Revenue from ordinary activities	842	875
	Other income	-	33
7.1	Total Revenue	842	908
	Expenses		
	Bad debts expense	(18)	(60)
	Employee benefits expense	(427)	(386)
	Depreciation and amortisation expenses	(39)	(34)
	Sales and marketing expenses	(25)	(20)
	Cost of sales	(41)	(5)
	Occupancy costs	(74)	(33)
	Other expenses	(388)	(445)
	Financial expenses	(37)	(42)
7.2	Total Expenses	(1,049)	(1,025)
	Profit (loss) before tax	(207)	(117)

### **Ratios**

		Current period	Previous corresponding period
	<b>Profit before tax / revenue</b>		
8.1	Consolidated profit (loss) before tax <i>(item 1.4)</i> as a percentage of revenue <i>(item 1.1)</i>	<b>(24.58)%</b>	<b>(12.89)%</b>
	<b>Profit after tax / equity interests</b>		
8.2	Consolidated profit (loss) after tax attributable to members <i>(item 1.11)</i> as a percentage of equity (similarly attributable) at the end of the period <i>(item 3.25)</i>	<b>(34.14)%</b>	<b>(7.75)%</b>

## Earnings per Security

- 9.1 Provide details of basic and fully diluted EPS in accordance with paragraph 70 and Aus 70.1 of AASB 133: Earnings per Share below:

<i>Weighted average number of ordinary shares used in the calculation of:</i>		
	<b>2012</b>	<b>2011</b>
Basic EPS:	140,678,898	140,678,898
Diluted EPS:	140,678,898	140,678,898
No dilutive financial instruments were on issue as of 30 June 2012		

## Movements in Equity

(as per paragraph 97 of AASB 101: Financial Statement Presentation)

		<b>Number issued</b>	<b>Number listed</b>	<b>Paid- up value (cents)</b>	<b>Current period – A\$'000</b>	<b>Previous corresponding period – A\$'000</b>
10.1	<b>Ordinary securities</b> <i>(description)</i>					
10.2	Balance at start of period	<b>140,678,948</b>	<b>140,678,948</b>		<b>15,292</b>	<b>15,292</b>
10.3	a) Increases through issues	-	-		-	-
10.4	b) Decreases through returns of capital, buybacks etc.	-	-		-	-
10.5	Balance at end of period	<b>140,678,948</b>	<b>140,678,948</b>	<b>Fully Paid up</b>	<b>15,292</b>	<b>15,292</b>
10.6	<b>Total Securities</b>	<b>140,678,948</b>	<b>140,678,948</b>	<b>Fully Paid up</b>	<b>15,292</b>	<b>15,292</b>

	<b>Retained earnings</b>		
10.7	<b>Balance at start of period</b>	(15,537)	(15,556)
10.10	Profit for the balance	(127)	19
10.13	<b>Balance at end of period</b>	(15,664)	(15,537)

## Reports for industry and geographical segments

The group has identified its operating segments based on the internal reports that are reviewed and used by the Board of Directors (chief operating decision makers) in assessing performance and determining the allocation of resources. Operating segments are determined on the basis of financial information reported to the Board of Directors which is at the consolidated entity level. Accordingly, the consolidated entity is treated as one operating segment.

Therefore, management identified the group as having only one reportable segment. The financial results from this reportable segment are equivalent to the financial statements of the consolidated entity as a whole. There have been no changes in the operating segments during the year.

		Current period - \$A'000	Previous corresponding period - \$A'000
	<b>Segments</b>		
	Revenue:		
19.1	External sales	842	908
19.2	Inter-segment sales	-	-
19.3	<b>Total</b> (consolidated total equal to <i>item 1.1</i> )	<b>842</b>	<b>908</b>
19.4	Segment result	-	-
19.5	Unallocated expenses	-	-
19.6	<b>Operating profit</b> (equal to <i>item 1.4</i> )	(207)	(117)
19.7	Interest expense	(37)	(42)
19.8	Interest income	-	-
19.9	Share of profits of associates	-	-
19.10	Income tax expense	80	136
19.11	<b>Net profit</b> (consolidated total equal to <i>item 1.8</i> )	(127)	19
	<b>Other information</b>		
19.12	Segment assets	333	339
19.13	Investments in equity method associates	-	-
19.14	Unallocated assets	-	-
19.15	<b>Total assets</b> (equal to <i>item 3.10</i> )	333	339
19.16	Segment liabilities	705	584
19.17	Unallocated liabilities	-	-
19.18	<b>Total liabilities</b> (equal to <i>item 3.21</i> )	705	584
19.19	Capital expenditure	(38)	(27)
19.20	Depreciation	39	39
19.21	Other non-cash expenses	-	-



## NTA Backing

20.1	Current period	Previous corresponding period
Net tangible asset backing per ordinary security	(0.33) cents	(0.24) cents

### Comments by directors

*Comments on the following matters are required by the Exchange or, in relation to the half yearly statement, by AASB 134: Interim Financial Reporting. The comments do not take the place of the directors' report and statement (as required by the Corporations Act) but may be incorporated into the directors' report and statement.*

### Basis of accounts preparation

*If this statement is a half yearly statement, it is a general purpose financial report prepared in accordance with the listing rules and AASB 134: Interim Financial Reporting. It should be read in conjunction with the last annual report and any announcements to the market made by the issuer during the period. This report does not include all notes of the type normally included in an annual financial report.*

Any other factors which have affected the results in the period, or which are likely to affect results in the future, including those where the effect could not be quantified.

As at 30 June 2012 the group had a net assets deficit of \$372,059 (2011: \$245,239). The financial report has been prepared on the basis that the Group is a going concern, which assumes continuity of normal business activities and the realisation of assets and settlement of liabilities in the ordinary course of business.

In determining this basis, the Directors had had regard to the following:

- Newly implemented education and training program to increase number of issuers
- Employment of an in-house case manager to improve processing efficiencies
- Positive cash flow projections for the group
- A director being a major shareholder of the company who provides funds as and when required
- The raising of funds through issuing ordinary shares to supplement funding of working capital

Based on the above, the Directors are of the opinion that the group will continue to be able to meet its obligations as they become due and payable over the next twelve months.

Changes in contingent liabilities or assets. For half yearly reports, changes in contingent liabilities and contingent assets since the last annual report (*as per paragraph 16(j) of AASB 134: Interim Financial Reporting*)

The contingent liability on the dispute with ex-landlord, as disclosed in the group's 2011 financial report, has subsequently ceased to exist.

Effect of changes in the composition of the entity during the interim period, including business combinations, acquisition or disposal of subsidiaries and long-term investments, restructurings and discontinued operations (*as per paragraph 16(i) of AASB 134: Interim Financial Reporting*)

During the year, the group incorporated a new subsidiary, Unlisted Services Pty Ltd (A.C.N. 153 835 486)

**Annual meeting***(Preliminary final statement only)*

The annual meeting will be held as follows:

Place

Suite 1401, Level 14, The Rocket  
203 Robina Town Centre Drive  
Robina QLD 4230

Date

Tuesday 20 November 2012

Time

2.00 PM EST

Approximate date the annual report will be available

Wednesday 19 September 2012

**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

N/A

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:

☐ The financial statements have been audited. ☐ The financial statements have been subject to review by a registered auditor (or overseas equivalent).

☒ The financial statements are in the process of being audited or subject to review. ☐ The financial statements have *not* 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, details of any qualifications will follow immediately they are available. *(Half yearly statement only - the audit report must be attached to this statement if the statement is to satisfy the requirements of the Corporations Act.)*

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

Sign here:

  
(Director/Company secretary)

Date: 13 September 2012

Print name: Susan Williams